



CANCHAM
MACAO

THE CANADIAN CHAMBER OF COMMERCE IN MACAO

REPORT OF THE DIRECTORS

and

FINANCIAL STATEMENTS

For the year ended May 31, 2017

THE CANADIAN CHAMBER OF COMMERCE IN MACAO

REPORT AND FINANCIAL STATEMENTS

For the year ended May 31, 2017

CONTENTS	PAGES
Report of the Directors	1 - 2
Report of the Supervisory Board	3
Statement of Income and Expenditure	4
Balance Sheet	5
Notes to the Financial Statements	6 - 9

THE CANADIAN CHAMBER OF COMMERCE IN MACAO

REPORT OF THE DIRECTORS

The Directors herein present their report together with the financial statements of the Chamber for the year ended May 31, 2017.

1. PRINCIPAL ACTIVITIES

The mission of the Chamber is to facilitate and foster commerce, contacts and communications between Canada and Macao as well as working with other jurisdiction Canadian chambers in the Asia-Pacific area, including the People's Republic of China.

2. RESULTS AND FINANCIAL POSITION

The Directors report a deficit for the year on operations of MOP61,066 and an accumulated reserve balance of MO91,677 as set out in the financial statements on pages 4 to 9.

3. FURNITURE AND EQUIPMENT

There were no movements in the furniture and equipment balances as set out in note 5 to the financial statements.

4. HONORARY PRESIDENT AND PATRON

Lawrence Ho continued to act as Honorary Patron of the Chamber during the year and to hold this position to date.

In August 2016, Jeff Nankivell replaced Ian Burchett as Consulate General for Hong Kong and Macau and, in turn, succeeded him as Honorary President of the Chamber.

5. HONORARY GOVERNORS

During the year, the Chamber had two persons who acted as Honorary Governors as follows:

Chui, Sai Cheong
Lui, Chak Wan

The Honorary Governors will continue in their roles after the forthcoming Annual General Meeting and on an ongoing basis thereafter.

6. DIRECTORS

The Directors at the balance sheet date and up to the date of this report were as follows:

Howard Stribbell	President
John W. Crawford	Vice-President
Andrew Work	Vice-President
Tong, Ka Lok	Treasurer
Raymond Bao	Secretary
Paul Tse	

On September 1, 2016, Jacqueline Varga was appointed as the Executive Director of the Chamber and continued in this role to date.

In accordance with the Chamber's articles of association, all Directors remaining will resign at the forthcoming Annual General Meeting but are eligible for re-election.

7. SUPERVISORY BOARD

At the balance sheet date, the Supervisory Board was comprised of the following persons:

Louisa Ho, Mei Va	Chairman
Derek Szeto	Vice-Chairman
Sonia Cheang	Secretary

All Supervisory Board members will resign at the forthcoming Annual General Meeting but are eligible for re-election.

8. DIRECTORS' INTERESTS

No Directors had a beneficial interest, either direct or indirect, in any significant contracts to which the Chamber was a party at the balance sheet date or at any time during the year.

There were no arrangements in force during the year or existing at the end of the year which would enable a Director to acquire benefits from the Chamber other than services available to all members.

ON BEHALF OF THE BOARD
OF DIRECTORS:



President

August 31, 2017
Macao

THE CANADIAN CHAMBER OF COMMERCE IN MACAO

REPORT OF THE SUPERVISORY BOARD

The Supervisory Board has reviewed the Report of the Directors and Financial Statements of The Canadian Chamber of Commerce in Macao (the "Chamber") for the year ended May 31, 2017, and has obtained all the necessary information and explanations from the Directors in relation to the operations and reporting of the Chamber for the year then ended.

Based on the above review, it is the opinion of the Supervisory Board that the Report of the Directors and Financial Statements have been properly prepared to reflect the financial status of the Chamber at May 31, 2017 and the results of its activities for the year then ended, and are appropriate to be tabled at the Chamber's Annual General Meeting for approval by the Members.

ON BEHALF OF THE
SUPERVISORY BOARD:



Chairman

August 31, 2017
Macao

STATEMENT OF INCOME AND EXPENDITURE

For the year ended May 31, 2017

	Notes	2017 MOP	2016 MOP
INCOME			
Membership fee income and contributions	2	55,495	51,700
Functions and events, net	4	-	-
Exchange gains		<u>-</u>	<u>193</u>
		55,495	51,893
OPERATING EXPENSES			
Administration, office and related expenses		109,769	81,550
IT and communications		6,792	9,017
Travelling and entertainment		-	490
Bank and other charges		<u>-</u>	<u>2,530</u>
		<u>116,561</u>	<u>93,586</u>
DEFICIT FOR THE YEAR		(61,066)	(41,693)
Accumulated reserve at beginning of year		<u>152,743</u>	<u>194,436</u>
ACCUMULATED RESERVE AT END OF YEAR		<u>91,677</u>	<u>152,743</u>

THE CANADIAN CHAMBER OF COMMERCE IN MACAO

BALANCE SHEET

May 31, 2017

	Notes	2017 MOP	2016 MOP
NON-CURRENT ASSETS			
Furniture and equipment	5	<u>-</u>	<u>-</u>
CURRENT ASSETS			
Cash in bank	6	88,980	150,545
Cash on hand		<u>2,696</u>	<u>3,748</u>
		<u>91,677</u>	<u>154,293</u>
CURRENT LIABILITIES			
Accounts payable		<u>-</u>	<u>1,550</u>
NET ASSETS			
		<u>91,677</u>	<u>152,743</u>
ACCUMULATED RESERVE			
At June 1		152,743	194,436
Deficit for the year		<u>(61,066)</u>	<u>(41,693)</u>
At May 31		<u>91,677</u>	<u>152,743</u>

THE CANADIAN CHAMBER OF COMMERCE IN MACAO

NOTES TO FINANCIAL STATEMENTS

May 31, 2017

1. CORPORATE DETAILS

The Chamber was incorporated in the Macao Special Administrative Region, the People's Republic of China ("Macao SAR") under the laws of Macao on September 7, 2004 as a non-profit association and selected May 31 as its annual yearend closing date. The address of the registered office and principal place of business of the Chamber is Alameda Dr. Carlos d'Assumpção, No. 263, Edif. China Civil Plaza, 20 Andar, Macao.

The mission of the Chamber is to facilitate and foster commerce, contacts and communications between Canada and Macao as well as with other jurisdictions in the Asia-Pacific area, including the People's Republic of China.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared on the historical cost basis and in accordance with Financial Reporting Standards of the Macao SAR. The principal accounting policies are as set out below.

Revenue Recognition

Income is recognized when it is probable that the economic benefits will flow to the Chamber and when the income can be measured reliably, on the following bases:

- a) Membership fees and contributions, when their collectibility is certain; and
- b) Function and event income, when the related functions are held.

In order to carry out its objects and to meet operating costs, the Chamber charged membership fees in the following categories:

	MOP
Corporate Members	5,000
Corporate Additional	500
Individuals	800
Youth (under 25 years old)	200

Furniture and equipment

Furniture and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Furniture and equipment (cont'd)

Depreciation is provided to write off the cost of items of furniture and equipment over their estimated useful lives and after taking into account their estimated residual values, using the straight-line method.

An item of plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of an asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the statement of income and expenditure in the period in which the item is derecognised.

Impairment of assets

At each balance sheet date, the Chamber reviews the carrying amounts of its assets to determine whether there are any indications that those assets have suffered any impairment losses. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income immediately.

Foreign currencies

In preparing the financial statements, transactions in currencies other than the Chamber's functional currency (foreign currencies) are recorded in its functional currency (i.e. the Pataca being the currency of Macao) at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are retranslated at the rates prevailing at the end of the reporting period.

Exchange differences arising on the settlement and on the translation of monetary items are recognized in the statement of income and expenditure in the period in which they arise.

All asset and liability amounts are translated at the rate of HK\$1.00 to MOP1.03, being the approximate rate prevailing at the balance sheet date and income and expenditure statement amounts are translated at the average exchange rates for the year.

3. TAXATION

The Chamber, as a not-for-profit association, is exempt from taxation considerations in Macao.

4. FUNCTIONS AND EVENTS

On September 28 the Chamber held its Annual General Meeting to provide information to members regarding the organization's financial standing and to present highlights of the past year's operations.

In November, the Chamber co-hosted the Run of Hope in collaboration with the Four Seasons Hotel Macao Cotai Strip and the International School of Macao (TIS). The proceeds from the Run of Hope were donated to the Kiang Wu Hospital for cancer research and the Evageline Orphanage to support children in care.

On December 9th, the Chamber hosted a Christmas Happy Hour Networking event at The Roadhouse Macau. The event was well attended and included Canadian-themed beverages and snacks.

In February, the Consulate General of Canada held a series of events in what was termed "Pop-Up Canada! in Macao". The Chamber supported the Consulate General's efforts by promoting the events to its members and attending certain activities.

On May 5th, the Chamber hosted another successful Happy Hour event to positive reviews from the many members who attended. Later in the month on May 20, CanCham Macao was represented at the Canadian Chamber of Commerce in Hong Kong's Annual Gala. The theme this year was the "Ruby Express".

During the year, the Chamber was able to recover the costs of functions and events from attendance fees and supporter subventions.

5. FURNITURE AND EQUIPMENT

	Computer equipment MOP	Office equipment MOP	Fixtures and fittings MOP	Total MOP
COST				
At June 1, 2016 and May 31, 2017	7,687	5,600	730	14,017
DEPRECIATION				
At June 1, 2016 and May 31, 2017	<u>7,687</u>	<u>5,600</u>	<u>730</u>	<u>14,017</u>
CARRYING AMOUNT				
At May 31, 2017	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At May 31, 2016	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The above items of furniture and equipment were depreciated in the past on the straight-line basis at the following annual rates:

Computer equipment	20%
Office equipment	20%
Fixtures and fittings	20%

6. CASH IN BANK

	2017	2016
	MOP	MOP
Macao HSBC - MOP Current Account	<u>88,980</u>	<u>150,545</u>

7. OPERATING LEASE ARRANGEMENTS

The Chamber has been provided with its office space facilities on a no-cost basis by Macau Trade & Promotional Institute ("IPIM") since August 2008.

8. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorized for issue by the Board of Directors on August 31, 2017.