

THE BELGIUM-LUXEMBOURG CHAMBER
OF COMMERCE IN HONG KONG
FINANCIAL STATEMENTS
31 DECEMBER 2021

THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG

REPORT OF THE EXECUTIVE COMMITTEE MEMBERS

The executive committee members present herewith their report and the audited financial statements for the year ended 31 December 2021.

PRINCIPAL ACTIVITIES

The chamber is a non-profit making organization. Its principal activities are to provide social activities, to promote and to develop businesses, and protect the members' interest in and for Hong Kong.

BUSINESS REVIEW

The chamber falls within reporting exemption for the financial year. Accordingly, the chamber is exempted from preparing a business review.

EXECUTIVE COMMITTEE MEMBERS

The executive committee members who served during the year and up to the date of the report were:-.

Patrice J. THYS	Kwok Keung LEUNG
Bernard Patrick P. VAN HEES	Philippe Pol Arthur LATOUR
Christof Paul M. VAN DER STICHELE	Marie Louise JUNGELS
Frederic Ghislain RADELET	Justine Marie J. DE VLAM
Pierre-Yves Jll BASTJAENS	Matts Ken G. FIEVEZ
Arnaud LAMBOTTE	
Peter TELDERS	- appointed on 9 June 2021
Jan Siebe HUISMAN	- appointed on 9 June 2021
Pierre Jean Bartholomei CREMERS	- resigned on 9 June 2021
Paul MELKEBEKE	- resigned on 9 June 2021
Steven Bert VERHASSELT	- resigned on 31 August 2021
Julie I G POURTOIS	- subsequently resigned on 18 January 2022

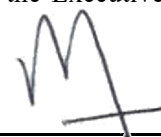
In accordance with the Articles of chamber, one-half of the executive committee members shall retire from office and, be eligible, offer themselves for re-election.

EXECUTIVE COMMITTEE MEMBERS' INTERESTS

No contracts of significance in relation to the chamber's operation to which the chamber was a party, and in which any executive committee members had a material interest, whether directly or indirectly, existed at the end of the period or at any time during the period.

At no time during the period was the chamber a party to any arrangement to enable the executive committee members to acquire benefits by means of acquisition of debentures of the chamber or any other body corporate.

On behalf of the Executive Committee



Patrice J. THYS
Chairman

Independent Auditor's Report to the Members of
THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG
(incorporated in Hong Kong with limited liability by guarantee)

OPINION

We have audited the financial statements of The Belgium-Luxembourg Chamber of Commerce in Hong Kong ("the chamber") set out on pages 4 to 8, which comprise the statement of financial position as at 31 December 2021, the income statement for the period then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements of the chamber are prepared, in all material respects, in accordance with the Small and Medium-sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAAs") and with reference to PN 900 (Revised) "Audit of Financial Statements Prepared in Accordance with the Small and Medium-sized Entity Financial Reporting Standard" issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the chamber in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

OTHER INFORMATION

The executive committee members are responsible for the other information. The other information comprises all information included in the executive committee members' report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independent Auditor's Report to the Members of
THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG
(incorporated in Hong Kong with limited liability by guarantee)

RESPONSIBILITIES OF EXECUTIVE COMMITTEE MEMBERS'
FOR THE FINANCIAL STATEMENTS

The executive committee members are responsible for the preparation and presentation of these financial statements in accordance with the SME-FRS issued by the HKICPA and the HKCO, and for such internal control as the executive committee members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the executive committee members are responsible for assessing the chamber's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the executive committee members either intend to liquidate the chamber or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made solely to you, as a body, in accordance with section 405 of the HKCO, and for no other purpose. We do not assume responsibilities towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of auditor's responsibilities for the audit of the financial statements is located at HKICPA's website at "<http://www.hkicpa.org.hk/en/standards-and-regulations/standards/auditing-assurance/auditre/>". This description forms part of our auditor's report.

MILNE ROSS

Certified Public Accountants, Chartered Accountants

Hong Kong

THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG

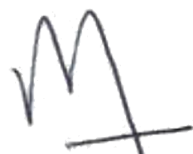
STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

(Expressed in Hong Kong Dollars)

	<u>Note</u>	<u>2021</u>	<u>2020</u>
NON-CURRENT ASSETS			
Property, plant and equipment	3	\$ <u>1</u>	\$ <u>1</u>
CURRENT ASSETS			
Deposits and prepayment		21,971	1,000
Accounts receivable		32,290	16,234
Cash & bank balances		<u>1,987,774</u>	<u>2,028,533</u>
		<u>2,042,035</u>	<u>2,045,767</u>
CURRENT LIABILITIES			
Accrued expenses		164,410	95,005
Deferred income		<u>193,000</u>	<u>306,900</u>
		<u>357,410</u>	<u>401,905</u>
NET CURRENT ASSETS		<u>1,684,625</u>	<u>1,643,862</u>
NET ASSETS		<u>\$ 1,684,626</u>	<u>\$ 1,643,863</u>
GENERAL FUNDS	6	<u>\$ 1,684,626</u>	<u>\$ 1,643,863</u>

Approved by the Executive Committee on



Patrice J. THYS
Executive Committee Member



LEUNG Kwok Keung
Executive Committee Member

See accompanying notes

THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONGINCOME STATEMENTFOR THE YEAR ENDED 31 DECEMBER 2021

(Expressed in Hong Kong Dollars)

	<u>Note</u>	<u>2021</u>	<u>2020</u>
REVENUE		\$ 824,056	\$ 690,777
EXPENDITURE		(783,293)	(652,291)
SURPLUS FOR THE YEAR BEFORE TAXATION		<u>40,763</u>	<u>38,486</u>
TAXATION	4	-	-
SURPLUS FOR THE YEAR AFTER TAXATION	6	<u>\$ 40,763</u>	<u>\$ 38,486</u>

The results for the year before taxation included:-

Audit fee - current year provision		\$ 18,200	\$ 18,200
- (over)/under provision in prior year		(2)	1,500
Depreciation	3	-	-
Operating lease rental for office		74,400	51,300
Staff costs and benefits		456,954	450,150
Exchange loss		-	93
Bank interest (income)		<u>(40)</u>	<u>(37)</u>

See accompanying notes

THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2021

1. GENERAL INFORMATION

The Belgium-Luxembourg Chamber of Commerce in Hong Kong ("the chamber") is a company incorporated in Hong Kong with limited liability by guarantee. Its registered office was located at Room 48, 5/F., United Centre, 95 Queensway, Admiralty, Hong Kong.

The chamber is a non-profit making organization. Its principal activities are to provide social activities, to promote and to develop businesses, and protect the members' interest in and for Hong Kong.

The functional and reporting currency being in Hong Kong dollars.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The chamber qualifies under the reporting exemption as a small guarantee company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern. The measurement base adopted is the historical cost convention.

(b) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided to write-off the cost of depreciable assets to operation over their estimated useful lives on a straight-line basis at the rate of 20% per annum.

(c) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and at bank, demand deposits, and short-term highly liquid investments with original maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the chamber's cash management are also included as a component of cash and cash equivalents.

(d) Revenue Recognition

Revenue is recognised as follows:

- (i) Subscription income is recognised on an accrual basis.
- (ii) Activities and sponsorships are recognised on the occurrence of the events.

THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

31 DECEMBER 2021

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Foreign Currency Transactions

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in the income statement.

(f) Operating Leases

Leases where substantially all the risks and rewards of ownership of assets remain with the lessor are accounted for as operating leases. Annual rentals applicable to such operating leases are recognised in income statement on a straight-line basis over the lease term.

3. PROPERTY, PLANT AND EQUIPMENT

	<u>Furniture & Fixtures</u>	<u>Office Equipment</u>	<u>Total</u>
<u>Cost</u>			
At 1/1/2021	\$ 2,645	\$ 27,123	\$ 29,768
At 31/12/2021	<u>2,645</u>	<u>27,123</u>	<u>29,768</u>
<u>Accumulated Depreciation</u>			
At 1/1/2021	<u>2,645</u>	<u>27,122</u>	<u>29,767</u>
At 31/12/2021	<u>2,645</u>	<u>27,122</u>	<u>29,767</u>
<u>Net Book Value</u>			
At 31/12/2020	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
At 31/12/2021	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

4. TAXATION

No provision for Hong Kong profits tax has been made as the chamber is exempted from profits tax under Section 24 of the Inland Revenue Ordinance (2020: Nil).

5. EXECUTIVE COMMITTEE MEMBERS' REMUNERATION

No remuneration was paid or accrued to any of the executive committee members during the year and in the previous year.

THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONGNOTES TO THE FINANCIAL STATEMENTS (CONT'D)31 DECEMBER 20216. CHANGES IN GENERAL FUNDS

	<u>2021</u>	<u>2020</u>
Balance b/f	\$ 1,643,863	\$ 1,605,377
Surplus for the year after taxation	<u>40,763</u>	<u>38,486</u>
Balance c/f	<u><u>\$ 1,684,626</u></u>	<u><u>\$ 1,643,863</u></u>

7. OPERATING LEASE COMMITMENTS

At reporting date, the chamber's total future minimum lease payments under non-cancellable operating lease in respect of the office premise is due as follows:

	<u>2021</u>	<u>2020</u>
Within one year	\$ 74,400	\$ -
More than one year	<u>-</u>	<u>-</u>
	<u><u>\$ 74,400</u></u>	<u><u>\$ -</u></u>

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THE BELGIUM-LUXEMBOURG CHAMBER OF COMMERCE IN HONG KONG

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2021

(Expressed in Hong Kong Dollars)

	<u>2021</u>	<u>2020</u>
REVENUE		
Subscription income	\$ 299,500	\$ 321,000
Sponsorship income	220,000	170,015
Subsidies income	70,067	66,142
Activities income	214,661	73,630
Sundry income	19,788	59,953
Bank interest income	40	37
	<u>824,056</u>	<u>690,777</u>
EXPENDITURE		
Audit fee - current period provision	18,200	18,200
- (over)/under provision in prior year	(2)	-
Activities expenses	175,882	80,591
Exchange loss	-	93
Operating lease rental for office	74,400	51,300
Other expenses	57,859	51,957
Salary and related expenses	<u>456,954</u>	<u>450,150</u>
	<u>783,293</u>	<u>652,291</u>
SURPLUS BEFORE TAXATION	<u>\$ 40,763</u>	<u>\$ 38,486</u>