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**BRIGHT SERVICES COMPANY LIMITED**

明朗服務有限公司

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021**

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范陳會計師行有限公司  
**FAN, CHAN & CO. LIMITED**  
CERTIFIED PUBLIC ACCOUNTANTS  
HONG KONG

The directors present herewith their report and the audited financial statements for the year ended 31 March, 2021.

### Principal activities

The principal activities of Bright Services Company Limited ("the Company") are supporting aid and assisting the related party, the Society of Rehabilitation and Crime Prevention, Hong Kong (the "Society") in the attainment of its declared aims and object, specifically for the operation of business activities which should be endorsed by the Society and which provide or increase employment opportunities for ex-offenders and discharged prisoners. There were no significant changes in the nature of the Company's principal activities during the year.

### Financial statements

The results of the Company for the year ended 31 March, 2021 and the state of affairs of the Company at that date are set out in the financial statements on pages 6 to 19.

### Dividends

In accordance with the Company's Memorandum of Association, the income of the Company shall be applied solely towards the promotion of the objects of the Company and no portion shall be paid by way of dividend to members of the Company.

### Company status

The Company is a company incorporated in Hong Kong with liability limited by guarantee.

### Directors

The directors who held office during the year and up to the date of this report were:

Wong Chat-chor Samuel	王則左
Ip Chung-yuen	葉忠源
Mak Hon-shing	麥漢成
Yip Chun-tung	葉振東
Kun Yun-fong Helen	靳潤芳
Wong Yiu Shing	汪耀誠
Lee Valerie	李鳳琴

In accordance with the Company's Articles of Association, all directors retire, and being eligible, offer themselves for re-election.

### Directors' material interests in transactions, arrangements and contracts that are significant in relation to the Company's business

No transaction, arrangement and contract of significance to which the Company was a party and in which a director of the Company had a material interest, subsisted at the end of the year or at any time during the year.

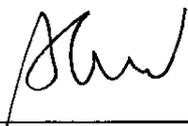
**Permitted indemnity provisions**

A permitted indemnity provision (as defined in section 469 of the Hong Kong Companies Ordinance) for the benefit of the directors of the Company is currently in force and was in force throughout this year.

**Auditor**

A resolution to reappoint Fan, Chan & Co. Limited as auditor of the Company will be put forth at the forthcoming annual general meeting.

On behalf of the Board



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Wong Chat-chor Samuel  
Chairman  
Dated, 4 October, 2021



范陳會計師行有限公司  
Fan, Chan & Co. Limited

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF BRIGHT SERVICES COMPANY LIMITED**  
明朗服務有限公司

(incorporated in Hong Kong and limited by guarantee)

*Opinion*

We have audited the financial statements of Bright Services Company Limited ("the Company") set out on pages 6 to 19, which comprise the statement of financial position as at 31 March, 2021, and the statement of comprehensive income, statement of cash flows and statement of changes in reserves for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 March, 2021, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") 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 ("HKSA") 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 Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical 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 directors are responsible for the other information. The other information comprises the information included in the directors' 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.



范陳會計師行有限公司  
Fan, Chan & Co. Limited

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF BRIGHT SERVICES COMPANY LIMITED**  
明朗服務有限公司

(incorporated in Hong Kong and limited by guarantee)

*Responsibilities of Directors and Those Charged with Governance for the Financial Statements*

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

*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 Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility 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.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.



范陳會計師行有限公司  
Fan, Chan & Co. Limited

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF BRIGHT SERVICES COMPANY LIMITED**  
· 明朗服務有限公司

(incorporated in Hong Kong and limited by guarantee)

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- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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Fan, Chan & Co. Limited  
Certified Public Accountants  
Leung Kwong Kin  
Practising Certificate Number: P03702

Hong Kong, 4 October, 2021

## BRIGHT SERVICES COMPANY LIMITED

明朗服務有限公司

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH, 2021

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	Note	2021 HK\$	2020 HK\$
Revenue	(4)	4,713,386	6,015,054
Cost of services	(5)	(3,608,139)	(4,629,696)
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Gross profit		1,105,247	1,385,358
Staff costs	(6)	(723,731)	(945,207)
Other operating expenses	(7)	(1,102,938)	(1,421,739)
<hr/>			
Deficit from operations		(721,422)	(981,588)
Other income	(8)	5,137,319	160,700
Government grants	(9)	354,520	586,798
Bank interest income		24	418
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<b>Surplus/ (deficit) for the year</b>		<b>4,770,441</b>	<b>(233,672)</b>

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STATEMENT OF FINANCIAL POSITION  
 AT 31 MARCH, 2021

	Note	2021 HK\$	2020 HK\$
<b>Non-current assets</b>			
Plant and equipment	(12)	150,054	296,936
<b>Current assets</b>			
Inventories	(13)	37,650	32,453
Trade and other receivables	(14)	387,344	519,598
Cash and cash equivalents	(15)	2,300,256	1,340,542
		2,725,250	1,892,593
<b>Current liabilities</b>			
Other payables	(16)	90,568	4,230,587
Loan from the Society	(17)	1,350,000	1,350,000
Amount due to the Society	(17)	288,168	232,815
		1,728,736	5,813,402
<b>Net current assets/ (liabilities)</b>		996,514	(3,920,809)
<b>Total assets less current liabilities</b>		1,146,568	(3,623,873)
<b>Non-current liabilities</b>			
Deferred income		10,000	10,000
<b>Net assets/(liabilities)</b>		1,136,568	(3,633,873)
<b>Reserves</b>			
General reserve	(18)	140,000	140,000
Accumulated surplus/(deficit)		996,568	(3,773,873)
<b>Total reserves</b>		1,136,568	(3,633,873)

The financial statements were approved and authorised for issue by the Board of Directors on 4 October, 2021 and are signed on its behalf by:

  
 \_\_\_\_\_  
 Wong Chat-chor Samuel  
 Director

  
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 Ip Chung-wuen  
 Director

STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED 31 MARCH, 2021

	2021 HK\$	2020 HK\$
<b>Operating activities</b>		
Surplus/(deficit) for the year	4,770,441	(233,672)
Adjustments for:		
Depreciation	241,400	262,846
Interest income	(24)	(418)
Operating surplus before changes in working capital	5,011,817	28,756
Increase in inventories	(5,197)	(5,205)
Decrease in trade and other receivables	132,254	841,005
Decrease in other payables	(4,140,019)	(747,709)
Increase in amount due to the Society	55,353	74,297
Cash flow generated from operating activities	1,054,208	191,144
<b>Investing activities</b>		
Interest received	24	418
Purchase of plant and equipment	(94,518)	(99,700)
Cash flow used in investing activities	(94,494)	(99,282)
<b>Net increase in cash and cash equivalents</b>	959,714	91,862
<b>Cash and cash equivalents at the beginning of the year</b>	1,340,542	1,248,680
<b>Cash and cash equivalents at the end of the year</b>	2,300,256	1,340,542

STATEMENT OF CHANGES IN RESERVES  
FOR THE YEAR ENDED 31 MARCH, 2021

	General reserve HK\$	Accumulated surplus/(deficit) HK\$	Total HK\$
At 1 April, 2019	140,000	(3,540,201)	(3,400,201)
Deficit for the year	-	(233,672)	(233,672)
At 31 March, 2020	140,000	(3,773,873)	(3,633,873)
At 1 April, 2020	140,000	(3,773,873)	(3,633,873)
Surplus for the year	-	4,770,441	4,770,441
At 31 March, 2021	140,000	996,568	1,136,568

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021

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**1. General information**

Bright Services Company Limited ("the Company") is a private company limited by guarantee and incorporated in Hong Kong. The address of Company's registered office and principal place of operation is located at Units 14-15, 11/F., Yale Industrial Centre, No. 61-63 Au Pui Wan Street, Shatin, New Territories.

The financial statements are presented in Hong Kong dollars, which is also the functional currency of the Company.

During the year, the principal activities of the Company are supporting aid and assisting the related party, the Society of Rehabilitation and Crime Prevention, Hong Kong (the "Society") in the attainment of its declared aims and object, specifically for the operation of business activities which should be endorsed by the Society and which provide or increase employment opportunities for ex-offenders and discharged prisoners.

**2. Basis of preparation and accounting policies**

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard of Private Entities (HKFRS for Private Entities) issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. The financial statements have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern. They have been prepared under the historical cost convention, as explained in the respective accounting policy as set out below.

**Revenue recognition**

Revenue is recognised when it is probable that the economic benefits will flow to the Company and the revenue and costs, if applicable, can be measured reliably, as follows:

- (i) Income arising from removal, transportation and cleaning services is recognised when relevant services are rendered.
- (ii) Income from sales of food items are recognised upon the transfer of risk and ownership which generally coincide with the time when the food is delivered to the customers and the title has been passed.
- (iii) Interest income is recognised as it accrues using the effective interest method; and
- (iv) Donation income is recognised on a cash receipt basis.
- (v) Subsidy income is recognised when there is reasonable assurance that the grants will be received and all attaching conditions will be complied with.

## 2. Basis of preparation and accounting policies (continued)

### Plant and equipment

Items of plant and equipment are measured at initial recognition at cost and subsequently measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following annual rates are used for the depreciation of plant and equipment.

Motor vehicles	5 years
Exhibition equipment	4 years
So Bakery equipment	3 years
Smart Exhibition project equipment	2 years
Computers	1 year
Chun Shek Halfway House equipment	2 years

If there is an indication that there has been a significant change in the depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

On disposal or retirement, the cost together with associated accumulated depreciation and impairment losses, if any, of the plant and equipment are derecognised and any gain or loss resulting from the disposal is recognised in profit or loss.

### Impairment of non-financial assets, other than inventories

At each reporting date, plant and equipment are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If an estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

### Financial instruments

Trade and other receivables are initially recognised at the transaction price. All sales are made on the basis of normal credit terms, and the receivables do not bear interest. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

Financial liabilities are initially recognised at the transaction price (including transaction costs). Trade payables are obligations on the basis of normal credit terms and do not bear interest. Interest bearing liabilities are subsequently measured at amortised cost using the effective interest method. Interest bearing liabilities are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

**2. Basis of preparation and accounting policies (continued)**

**Inventories**

Inventories are stated at the lower of cost and selling price less costs to complete and sell. Cost is calculated using the first-in, first-out (FIFO) method. At each reporting date, inventories are assessed for impairment and the carrying amount is reduced to its selling price less costs to complete and sell with the impairment loss recognised immediately in profit or loss.

**Cash and cash equivalents**

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less.

**Operating leases**

Leases where substantially all the rewards and risks of ownership of assets remain with the lessor are accounted for as operating leases. Where the Company is the lessee, rentals payable under operating leases are charged to profit or loss on the straight-line basis over the lease terms.

**Government grants**

Government grants are recognised when there is reasonable assurance that the grants will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate. Where the grant relates to an asset, the grant is credited to a deferred income account and is released to profit or loss over the expected useful life of the relevant asset by equal annual instalments/deducted from the carrying amount of the asset and released to profit or loss by way of a reduced depreciation charge.

**Related parties**

A person or an entity is related to the Company if:

- (a) A person, or a close member of that person's family, is related to the Company if that person:
  - (i) has control or joint control over the Company;
  - (ii) has significant influence over the Company; or
  - (iii) is a member of the key management personnel of the Company or the Company's parent.

## 2. Basis of preparation and accounting policies (continued)

### Related parties (continued)

(b) An entity is related to the Company if any of the following conditions applies:

- (i) The entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
- (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the Company or to the Company's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

### Employee benefits obligations

Salaries, bonuses, paid annual leave, contributions to defined contribution retirement plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present value.

Provision for long service payment is recognised in respect of probable future long services payment expected to be made. The provision is based on the best estimate of the probable future payments which have been earned by the employees from their services to the Company at the end of the reporting period.

## 3. Key sources of estimation uncertainty

### Allowance for impairment of trade receivables

Allowance for impairment of trade receivables are assessed and provided based on the directors' regular review of ageing analysis and evaluation of collectibility. A considerable level of judgement is exercised by the directors when assessing the creditworthiness and past collection history of each individual customer. Any increase or decrease in the allowance for impairment of trade receivables would affect profit or loss in future years.

### Plant and equipment and depreciation

The Company determines the estimated useful lives and related depreciation charges for the Company's plant and equipment. This estimate is based on the historical experience of the actual useful lives of plant and equipment of similar nature and functions. The Company will revise the depreciation charge where useful lives are different to those previously estimated, or it will write off or write-down technologically obsolete or non-strategic assets that have been abandoned or sold.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021**4. Revenue**

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Revenue:		
Sales of food	-	704
Services income:		
- Cleaning	1,494,376	1,594,348
- Exhibition	531,391	1,839,726
- Removal transportation	1,253,316	1,154,959
- Food and beverages	1,328,442	1,214,342
- Smart Exhibition project	105,861	183,877
- Good Harvest maintenance services	-	27,098
	<b>4,713,386</b>	<b>6,015,054</b>

**5. Cost of services**

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Cleaning	1,219,646	1,345,312
Exhibition	415,541	1,446,042
Removal transportation	730,271	718,502
Food and beverages	1,152,577	1,056,032
Smart Exhibition project	90,104	50,494
Good Harvest maintenances services	-	13,314
	<b>3,608,139</b>	<b>4,629,696</b>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021**6. Staff costs**

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Administrative		
Staff salaries and allowances	691,924	905,341
Contributions to the Mandatory Provident Fund	31,807	39,866
	<u>723,731</u>	<u>945,207</u>
Direct labour (included in cost of services)		
Staff salaries and allowances	2,492,227	3,906,263
Contributions to the Mandatory Provident Fund	113,143	118,301
	<u>2,605,370</u>	<u>4,024,564</u>
<b>Total</b>	<u><b>3,329,101</b></u>	<u><b>4,969,771</b></u>

**7. Other operating expenses**

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Advertising	588	615
Administration expenses	72,373	78,129
Bank charges	7,887	6,039
Depreciation	241,400	262,846
Electricity and water	62,295	53,396
Insurance	126,451	201,164
Legal and professional fee	125,730	83,660
License fee	1,314	10,396
Motor car running expenses	99,319	100,643
Printing and stationery	8,374	12,537
Operating lease - Buildings	225,552	359,646
Repairs and maintenance	22,162	11,767
Sundry expenses	90,349	218,688
Telephone	19,144	22,213
	<u>1,102,938</u>	<u>1,421,739</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021

8. Other income

	2021 HK\$	2020 HK\$
Sundry income	8,436	-
Covid-19 related government grants	905,029	-
Donations income	4,223,854	160,700
	<u>5,137,319</u>	<u>160,700</u>

9. Government Grants

	2021 HK\$	2020 HK\$
For operating expenses	<u>354,520</u>	<u>586,798</u>

10. Taxation

No provision for Hong Kong profits tax has been made in the financial statements as the Company is exempt from Hong Kong taxation under Section 88 of the Inland Revenue Ordinance.

11. Directors' remuneration

The directors received no remuneration for their services to the Company during the year (2020: Nil).

12. Plant and equipment	Chun Shek Halfway House equipment		Smart Exhibition Project equipment		Exhibition equipment HK\$	So Bakery equipment HK\$	Motor vehicles HK\$	Total HK\$
	Computers HK\$	HK\$	Computers HK\$	HK\$				
<b>Cost</b>								
At 1 April, 2020	1,650	13,231	490,210	971,027	661,525	412,623	2,550,266	
Additions	3,098	-	-	-	91,420	-	94,518	
At 31 March, 2021	4,748	13,231	490,210	971,027	752,945	412,623	2,644,784	
<b>Accumulated depreciation</b>								
At 1 April, 2020	1,650	13,231	490,210	971,027	364,589	412,623	2,253,330	
Charge for the year	260	-	-	-	241,140	-	241,400	
At 31 March, 2021	1,910	13,231	490,210	971,027	605,729	412,623	2,494,730	
<b>Net book value</b>								
At 31 March, 2021	2,838	-	-	-	147,216	-	150,054	
At 31 March, 2020	-	-	-	-	296,936	-	296,936	

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021

**13. Inventories**

Inventories mainly comprise food and consumable stores (2020: HK\$32,453).

**14. Trade and other receivables**

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Trade receivables	314,900	264,696
Prepayments	47,424	209,882
Deposits paid	25,020	45,020
	<hr/>	<hr/>
	387,344	519,598

**15. Cash and cash equivalents**

Cash and cash equivalents comprise cash held by the Company and short term bank deposits with an original maturity of three months or less.

**16. Other payables**

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Other payable	-	4,192,987
Accrued charges	90,568	37,600
	<hr/>	<hr/>
	90,568	4,230,587

**17. Loan from the Society/ Amount due to the Society**

The amounts are unsecured, non-interest bearing and without fixed repayment terms.

**18. General reserve**

General reserve was donated by the public for the initial working capital of the Company. There was no movement in general reserve during the year.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH, 2021**19. Operating lease arrangements**

The Company entered into commercial leases on office building. These leases have an average life of two years.

At 31 March, 2021, the Company had total future minimum lease payments under noncancellable operating lease falling due as follows:

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Within one year	223,680	142,680
In the second to fifth years, inclusive	201,720	102,720
Later than five years	162,640	188,320
	<u>588,040</u>	<u>433,720</u>

**20. Related party transactions**

In addition to the transactions and balances disclosed elsewhere in these financial statements, the Company had the following related party transactions during the year:

	<b>2021</b>	<b>2020</b>
	<b>HK\$</b>	<b>HK\$</b>
Service income from the Society	1,494,718	354,311
Rental payment to the Society	198,000	198,000

**21. Novel Coronavirus ("Covid-19") Outbreak**

As a result of the outbreak of COVID-19, the globe has taken numerous measures including travel and transportation restrictions to prevent the spread of the epidemic. Such measures including quarantine measures imposed by the Hong Kong government has had an impact on the Company's operations. As the situation remains fluid, the Management Committee of the Company considered that the financial effects of COVID-19 on the Company's financial statements cannot be reasonably estimated as the date these financial statements are authorised for issue. Given the unpredictable nature and rapid development relating to COVID-19, the Company's operating environment would be increasingly challenged when the epidemic continues. The Management Committee will continue to assess the impact of the outbreak of the epidemic on the Company's operation and financial performance in this regard.