

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
REPORTS AND FINANCIAL STATEMENTS  
YEAR ENDED 31 MARCH 2021

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APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
(the "Church")  
REPORT OF EXECUTIVE COMMITTEE

The executive committee presents herewith their reports and the audited financial statements for the year ended 31 March 2021.

REPORTING EXEMPTION

The Church qualifies for the reporting exemption as a small guarantee company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622), therefore it is exempted from including a business review and certain of the disclosure requirement in this report.

FINANCIAL STATEMENTS

The results of the Church for the year and the state of its affairs at 31 March 2021 are set out in the attached financial statements.

Details of movements in the reserve funds of the Church during the year are set out in Note 14 in the attached financial statements.

NON-CURRENT ASSETS

The movement of Property, Plant and Equipment and Long-term Investment are set out in notes 6 and 7 to the financial statements respectively.

EXECUTIVE COMMITTEE MEMBERS

The executive committee members who held office during the financial year and up to the date of this report were:-

Ng So Ling  
Ho Wai Fan Debbie  
Cheung King Ching  
Leung Hoi Yan

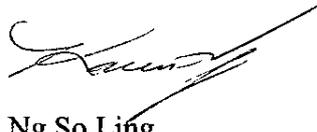
Pursuant to Article 13 of the Articles of Association, all committee members retire and being eligible, offer themselves for re-election.

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
(the "Church")  
REPORT OF EXECUTIVE COMMITTEE (Cont'd)

AUDITOR

The financial statements have been audited by Yeung Man Wah & Co., Certified Public Accountants (Practising).

On behalf of the Executive Committee



Ng So Ling  
Chairman  
Hong Kong

27 OCT 2021

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
(incorporated in Hong Kong with limited liability by guarantee)**

**Opinion**

We have audited the financial statements of Apostolic Faith Church of Hong Kong Limited (the "Church") on pages 5 to 15 which comprises the statement of financial position as at 31 March 2021, the income statement for the year ended 31 March 2021 and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements of the Church for the year ended 31 March 2021 are prepared, in all material respects, in accordance with the Hong Kong 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 ("HKSA") 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 Church 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.

**Responsibilities of the Executive Committee Members and Those Charged with Governance for the Financial Statements**

The Executive Committee Members are responsible for the preparation of the financial statements in accordance with the SME-FRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal controls as the Executive Committee Members determine is necessary to enable the preparation of the 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 Church'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 Church or to cease operations, or have no realistic alternative but to do so.

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

**INDEPENDENT AUDITOR'S REPORT (Cont'd)  
TO THE MEMBERS OF  
APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
(incorporated in Hong Kong with limited liability by guarantee)**

**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. The report is made solely to you, as a body, in accordance with section 405 of 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 the 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 Church's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Committee Members.
- Conclude on the appropriateness of the Executive Committee Members' 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 Church'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 Church to cease to continue as a going concern.

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 controls that we identify during our audit.

*Yeung Man Wah & Co.*

**Yeung Man Wah & Co.  
Certified Public Accountants (Practising)  
2/F., Wing Yee Commercial Building  
5 Wing Kut Street, Central  
Hong Kong  
Date 27 OCT 2021**

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 INCOME STATEMENT  
 FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
<b>INCOME</b>			
Dedication received	3	1,373,325	1,526,844
Donations to Specific Funds received		245,226	218,315
Government subsidies		235,512	-
Income attributable to Favour Centres	4	1,081,650	1,844,447
Income from flag day fund	10	171,651	376,940
Other income		-	29,000
		<u>3,107,364</u>	<u>3,995,546</u>
<b>EXPENDITURE</b>			
Accounting fee		-	4,375
Activities and departmental expenses		690,317	1,051,011
Audit fee		15,600	14,000
Consultancy fee		12,000	33,000
Consumable appliances		7,622	3,865
Depreciation		12,122	14,893
Donations		146,742	116,076
Impairment losses on long-term investments		-	93,509
Office expenses		244,442	288,129
Rent and rates		230,610	271,702
Staff cost		1,974,406	1,989,254
		<u>3,333,861</u>	<u>3,879,814</u>
<b>OPERATING (DEFICIT)/SURPLUS FOR THE YEAR</b>		(226,497)	115,732
<b>OTHER INCOME</b>			
Investment income	5	73,082	30,590
<b>(DEFICIT)/SURPLUS OF FUNDS FOR THE YEAR</b>		<u>(153,415)</u>	<u>146,322</u>

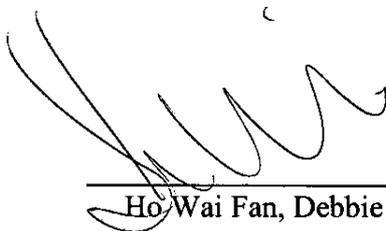
APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
STATEMENT OF FINANCIAL POSITION - 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	72,248	83,083
Long-term investments	7	469,382	598,813
		<u>541,630</u>	<u>681,896</u>
<b>CURRENT ASSETS</b>			
Rental and utility deposits		89,093	89,093
Accounts receivable and prepayment		25,467	334,113
Cash at investment accounts		1,681,095	1,436,146
Cash at banks		2,206,719	2,052,650
Cash in hand		12,550	4,600
		<u>4,014,924</u>	<u>3,916,602</u>
<b>CURRENT LIABILITIES</b>			
Accounts payable and accruals		21,890	24,635
Received in advance	8	166,424	52,208
		<u>188,314</u>	<u>76,843</u>
<b>NET CURRENT ASSETS</b>		<u>3,826,610</u>	<u>3,839,759</u>
<b>NET ASSETS</b>		<u>4,368,240</u>	<u>4,521,655</u>
<b>ACCUMULATED FUNDS</b>			
Operating fund	9, 14	2,336,691	2,535,753
Specific funds	11, 14	2,031,549	1,954,573
Specific project funds	12, 13, 14	-	31,329
		<u>4,368,240</u>	<u>4,521,655</u>

Approved by the Executive Committee on 27 OCT 2021



Ng So Ling  
Chairman



Ho Wai Fan, Debbie  
Treasurer



Cheung King Ching  
Member of the  
Executive Committee

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

1 ORGANISATION

The Church is a religious and charitable body incorporated in Hong Kong under the Companies Ordinance, not having a share capital and limited by guarantee. The liability of the members of the Church is limited.

In the event of the Church being wound up, any person while he or she is a member, or within one year after he or she ceases to be a member, would be required to contribute to the deficit of the Church for a sum not exceeding ten Hong Kong Dollars for settlement of liabilities of the Church contracted before he or she ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves.

Any assets that remain after repayment of debts shall be given or transferred to other institutions having similar objects and similar prohibitions on distribution of income and assets among its members.

The principal activities of the Church are to propagate and disseminate the Gospel, and carrying out religious, educational and charitable activities.

The Church is exempted from Hong Kong tax under Section 88 of the Inland Revenue Ordinance as a charitable organisation, subject to certain rules and conditions in relation to source and application of its profits and income.

Its registered address is situated at Shop No. 3153A Lok Fu Plaza, Wang Tau Hom, Kowloon, Hong Kong.

2 PRINCIPAL ACCOUNTING POLICIES

The Church qualifies for 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 Church is a going concern.

The principal accounting policies adopted in preparing these financial statements are as follows:

(a) Revenue

Income is recorded when it is probable that the economic benefit will flow to the Church and the income and expenditure, if applicable, can be measured reliably. The following income is recognized in the income statement as follows:

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

2 PRINCIPAL ACCOUNTING POLICIES (CONT'D)

(a) Revenue (Cont'd)

- i. Dedication income is recognized when offering is received.
- ii. Activity income is recognized when activity is rendered.
- iii. Subvention income is recognized when income is received.
- iv. Interest income from bank deposits is accrued on a time-apportioned basis by reference to the principal outstanding and at the rate applicable.

(b) Foreign exchange

The reporting currency of the company is Hong Kong Dollars, which is the currency of the primary economic environment in which the company operates.

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.

(c) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is calculated at rates sufficient to write off their depreciable amounts over their estimated useful lives using the reducing balance method. Depreciable amount is the cost of an asset, or other amount substituted for cost, less its residual value.

The annual depreciation rates adopted are as follows:

Amusement equipment	20%
Computer software	50%
Decoration and fittings	25%
Furniture and equipment	10%

(d) Investments

Long-term investments are stated at cost less accumulated impairment losses.

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

2 PRINCIPAL ACCOUNTING POLICIES (CONT'D)

(e) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment and long-term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

(f) Operating Leases

Lease where all the benefits and risks of ownership of assets remain substantially with the lesser are accounted for as operating lease. Rental payable under operating lease is charged to the income statement on a straight line basis over the lease term.

3 DEDICATION RECEIVED

	2021 HK\$	2020 HK\$
Tithe offerings	1,065,411	1,160,762
Thanksgiving offerings	167,563	173,683
Sunday offerings	31,082	95,836
Offerings to Operating Fund	60,256	82,645
Other offerings	49,013	13,918
	<u>1,373,325</u>	<u>1,526,844</u>

4 INCOME ATTRIBUTABLE TO FAVOUR CENTRES

	2021 HK\$	2020 HK\$
Government subsidies	129,078	-
Program income	314,197	1,130,981
Rent and rates subsidies	230,610	271,702
Specific projects income	343,043	348,143
Other income		
- Membership fee and offerings	11,750	18,505
- Bank interest received	4	261
- Sundry income	52,968	74,855
	<u>1,081,650</u>	<u>1,844,447</u>

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

5 INVESTMENT INCOME

	2021 HK\$	2020 HK\$
Bank interest received	5	527
Dividend income on listed shares	26,215	28,341
Gain on disposal of investments	24,070	-
Interest income	213	1,722
Reversal of impairment losses	22,579	-
	<u>73,082</u>	<u>30,590</u>

6 PROPERTY, PLANT AND EQUIPMENT

	Decoration HK\$	Furniture and office equipment HK\$	Amusement equipment HK\$	Total HK\$
<u>Cost</u>				
At beginning of year	1,215,211	296,737	81,126	1,593,074
Additions	-	1,287	-	1,287
At end of year	<u>1,215,211</u>	<u>298,024</u>	<u>81,126</u>	<u>1,594,361</u>
<u>Accumulated Depreciation</u>				
At beginning of year	1,194,014	236,899	79,078	1,509,991
Charge for the year	5,299	6,413	410	12,122
At end of year	<u>1,199,313</u>	<u>243,312</u>	<u>79,488</u>	<u>1,522,113</u>
<u>Net carrying amount</u>				
At 31/3/2021	<u>15,898</u>	<u>54,712</u>	<u>1,638</u>	<u>72,248</u>
At 31/3/2020	<u>21,197</u>	<u>59,838</u>	<u>2,048</u>	<u>83,083</u>

7 LONG-TERM INVESTMENTS

	Unlisted investment funds HK\$	Listed equity securities HK\$	Total HK\$
<u>Cost</u>			
At beginning of year	349,170	349,158	698,328
Disposals	(116,370)	(52,513)	(168,883)
At end of year	<u>232,800</u>	<u>296,645</u>	<u>529,445</u>
<u>Impairment provision</u>			
At beginning of year	66,347	33,168	99,515
Disposals	-	(16,873)	(16,873)
Reversal of impairment losses	(6,284)	(16,295)	(22,579)
At end of year	<u>60,063</u>	<u>-</u>	<u>60,063</u>
<u>Net carrying amount</u>			
At 31/3/2021	<u>172,737</u>	<u>296,645</u>	<u>469,382</u>
At 31/3/2020	<u>282,823</u>	<u>315,990</u>	<u>598,813</u>
<u>Market value</u>			
At 31/3/2021	<u>172,737</u>	<u>308,350</u>	<u>481,087</u>
At 31/3/2020	<u>303,614</u>	<u>315,990</u>	<u>619,604</u>

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

8 RECEIVED IN ADVANCE

	2021 HK\$	2020 HK\$
Project - 老有所為 2018-2020	-	2,857
Project - 老有所為 2020/21	27,900	-
Project - 新來港適應班 2019/20	540	1,164
School-based After School Learning and Supporting Programme 2019/20	-	46,477
School-based After School Learning and Supporting Programme Apr 2020 - Jul 2020	7,557	-
School-based After School Learning and Supporting Programme 2020/21	113,432	-
Sunday offerings	610	1,710
港講訴	16,385	-
	<u>166,424</u>	<u>52,208</u>

9 OPERATING FUND

	2021 HK\$	2020 HK\$
Balance at beginning of year	2,535,753	2,446,330
Deficit for the year	(520,142)	(287,517)
	<u>2,015,611</u>	<u>2,158,813</u>
Transfer from specific project funds	149,429	-
Transfer from flag day fund	171,651	376,940
Balance at end of year	<u>2,336,691</u>	<u>2,535,753</u>

10 FLAG DAY FUND

A flag day fund raising event was held by the Church on 2 January 2021 in Hong Kong Island, Hong Kong and a net amount of \$171,651 was received. The amount raised had been utilized during the year.

	2021 HK\$	2020 HK\$
Balance at beginning of year	-	-
Net proceeds from Flag Day Fund	171,651	376,940
Less: Donations to Favour Centres		
Air-conditioning charges	(20,598)	(64,080)
Salary	(101,274)	(226,164)
Programmes	(49,779)	(86,696)
Balance at end of year	<u>-</u>	<u>-</u>

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

11 SPECIFIC FUNDS

	2021 HK\$	2020 HK\$
Welfare and charity fund		
Balance at beginning of year	55,989	40,257
Donation received	41,626	23,632
Expenditure	(42,000)	(7,900)
Balance at end of year	<u>55,615</u>	<u>55,989</u>
Church premises fund		
Balance at beginning of year	1,889,590	1,825,460
Donation received	49,100	64,130
Balance at end of year	<u>1,938,690</u>	<u>1,889,590</u>
Preaching fund		
Balance at beginning of year	8,994	21,951
Donation received	144,500	130,553
Expenditure	(124,000)	(143,510)
Balance at end of year	<u>29,494</u>	<u>8,994</u>
Education fund		
Balance at beginning of year	-	-
Donation received	10,000	-
Expenditure	(2,250)	-
Balance at end of year	<u>7,750</u>	<u>-</u>
Total balances at end of year	<u>2,031,549</u>	<u>1,954,573</u>

12 SPECIFIC PROJECT FUNDS

	2021 HK\$	2020 HK\$
Balance at beginning of year	<u>31,329</u>	<u>41,335</u>
Received in advance from last year	50,498	-
Subvention received	475,771	348,143
Subvention refunded	(34,713)	-
Taken up by the centre	915	-
Expenditure	<u>(374,371)</u>	<u>(358,149)</u>
Surplus/(Deficit) for the year	118,100	(10,006)
Transfer to Operating Fund	-	-
Transfer to Received in advance	<u>(149,429)</u>	<u>-</u>
Balance for the year	<u>(31,329)</u>	<u>(10,006)</u>
Balance at end of year (Note 13)	<u>-</u>	<u>31,329</u>

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

13 DETAILS OF SPECIFIC PROJECT FUNDS

	2021 HK\$	2020 HK\$
a. School-based After School Learning and Supporting Programme 2016/17		
Balance at beginning of year	31,854	31,854
Subvention refunded	<u>(31,854)</u>	<u>-</u>
Balance at end of year	<u>-</u>	<u>31,854</u>
b. School-based After School Learning and Supporting Programme 2018/19		
Balance at beginning of year	(525)	27,893
Subvention from Education Bureau	-	29,531
Utilization for the year	-	(57,949)
Taken up by the centre	<u>525</u>	<u>-</u>
Balance at end of year	<u>-</u>	<u>(525)</u>
c. School-based After School Learning and Supporting Programme 2019/20		
Balance at beginning of year	-	-
Received in advance from last year	46,477	-
Subvention from Education Bureau	-	61,577
Utilization for the year	(38,920)	(61,577)
Transfer to Received in advance	<u>(7,557)</u>	<u>-</u>
Balance at end of year	<u>-</u>	<u>-</u>
d. School-based After School Learning and Supporting Programme 2020/21		
Balance at beginning of year	-	-
Subvention from Education Bureau	124,787	-
Utilization for the year	(11,355)	-
Transfer to Received in advance	<u>(113,432)</u>	<u>-</u>
Balance at end of year	<u>-</u>	<u>-</u>
e. Project - 新來港適應班 2018/19		
Balance at beginning of year	-	(9,263)
Subvention from Education Bureau	-	23,152
Utilization for the year	<u>-</u>	<u>(13,889)</u>
Balance at end of year	<u>-</u>	<u>-</u>
f. Project - 新來港適應班 2019/20		
Balance at beginning of year	-	-
Received in advance from last year	1,164	-
Subvention from Education Bureau	-	69,296
Utilization for the year	(624)	(69,296)
Transfer to Received in advance	<u>(540)</u>	<u>-</u>
Balance at end of year	<u>-</u>	<u>-</u>
g. Project - 老有所為 2018-2020		
Balance at beginning of year	-	(9,149)
Received in advance from last year	2,857	-
Subvention from Social Welfare Department	-	30,830
Utilization for the year	-	(21,681)
Subvention refunded	(2,859)	-
Taken up by the centre	<u>2</u>	<u>-</u>
Balance at end of year	<u>-</u>	<u>-</u>

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

13 DETAILS OF SPECIFIC PROJECT FUNDS (CONT'D)

	2021 HK\$	2020 HK\$
h. Project - 老有所為 2020/21		
Balance at beginning of year	-	-
Subvention from Social Welfare Department	29,800	-
Utilization for the year	(1,900)	-
Transfer to Received in advance	(27,900)	-
Balance at end of year	<u>-</u>	<u>-</u>
i. Project - 黃大仙區議會旅行		
Balance at beginning of year	-	-
Programme income	-	46,805
Utilization for the year	-	(46,805)
Balance at end of year	<u>-</u>	<u>-</u>
j. Project - 非凡活力·展 - 『捉』動脈博		
Subvention from Wong Tai Sin District Youth Programme Executive Committee	-	-
Programme income	-	86,953
Utilization for the year	-	(86,953)
Balance at end of year	<u>-</u>	<u>-</u>
k. Project : 有心人請食飯 2020/21		
Subvention from Project Happiness Charity Limited	70,000	-
Utilization for the year	(70,000)	-
Balance at end of year	<u>-</u>	<u>-</u>
l. Project : 社聯-賦勵慈善基金 2020/21		
Subvention from Hong Kong Council of Social Service	100,000	-
Utilization for the year	(100,000)	-
Balance at end of year	<u>-</u>	<u>-</u>
m. Project : 社聯-香港交易所慈善基金 2020/21		
Subvention from Hong Kong Council of Social Service	100,000	-
Utilization for the year	(100,004)	-
Taken up by the centre	4	-
Balance at end of year	<u>-</u>	<u>-</u>
n. Project : 非凡活力·展 - 跳躍青年同行號		
Subvention from Wong Tai Sin District Youth Programme Executive Committee	51,184	-
Utilization for the year	(51,568)	-
Taken up by the centre	384	-
Balance at end of year	<u>-</u>	<u>-</u>
Balance c/f	<u>-</u>	<u>31,329</u>

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2021

14 CHANGE IN EQUITY

The changes in equity of the Church during the year are represented by the following changes in Funds:

	Operating Fund	Flag Day Fund	Specific Funds	Specific Project Funds	Total
	HK\$	HK\$	HK\$	HK\$	HK\$
Balance at 1 April 2019	2,446,330	-	1,887,668	41,335	4,375,333
(Deficit)/Surplus for the year	(287,517)	376,940	66,905	(10,006)	146,322
Transfer of funds	<u>376,940</u>	<u>(376,940)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at 1 April 2020	2,535,753	-	1,954,573	31,329	4,521,655
(Deficit)/Surplus for the year	(520,142)	171,651	76,976	118,100	(153,415)
Transfer of funds	149,429	-	-	(149,429)	-
Transfer of funds	<u>171,651</u>	<u>(171,651)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at 31 March 2021	<u>2,336,691</u>	<u>-</u>	<u>2,031,549</u>	<u>-</u>	<u>4,368,240</u>

15 REMUNERATION OF EXECUTIVE COMMITTEE MEMBERS

The Executive Committee members of the Church did not receive remunerations for services rendered during the year.

16 COMMITMENT UNDER OPERATING LEASES

The Church had the following minimum lease commitments, payable under non-cancellable operating leases on land and building:

	2021 HK\$	2020 HK\$
Not later than one year	230,808	230,808
Later than one year	-	230,808
	<u>230,808</u>	<u>461,616</u>

17 COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to current year presentations.

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 AUDIT ADJUSTMENT FOR THE YEAR ENDED 31 MARCH 2021

	DR HK\$	CR HK\$	(Increase)/Decrease in deficit HK\$
<b>Deficit per client's account</b>			(221,641.74)
1 Specific funds	76,976.40		76,976.40
Activities and departmental expenses	168,250.00		
Donation to specific funds received		245,226.40	
<i><u>Specific funds reallocated to P/L for the Church</u></i>			
2 Other income	235,512.00		-
Government subsidies		235,512.00	
<i><u>Being reallocated of government subsidies for the Church</u></i>			
3 Fund Transfer - flag day fund	171,650.56		171,650.56
Income from Flag Day Fund		171,650.56	
<i><u>Fund transfer being reallocated as income from Flag Day Fund for the Church</u></i>			
4 Unlisted funds - impairment provision	6,284.00		22,579.49
Listed equity - impairment provision	16,295.49		
Reversal of impairment losses		22,579.49	
<i><u>Reversal of impairment losses for the Church</u></i>			
5 Income from Flag Day Fund	20,598.07		(20,598.07)
Fund transfer - Flag Day Fund		20,598.07	
<i><u>Flag Day income being reclassified as fund transfer for the Lok Fu Centre</u></i>			
6 Management fee	8,343.50		-
Rent and rates		8,343.50	
<i><u>Being reallocated of management fee for the Lok Fu Centre</u></i>			
7 Other income	47,178.00		-
Government subsidies		47,178.00	
<i><u>Being reallocated of government subsidies for the Lok Fu Centre</u></i>			

APOSTOLIC FAITH CHURCH OF HONG KONG LIMITED  
 AUDIT ADJUSTMENT FOR THE YEAR ENDED 31 MARCH 2021

	DR HK\$	CR HK\$	(Increase)/Decrease in deficit HK\$
8			
Receipt in advance		50,498.40	67,601.92
Specific project funds	118,100.32		
Activities and departmental expenses	374,371.94		
Specific projects income		441,973.86	
<i><u>Opening adjustment for the Tung Tau Centre</u></i>			
9			
Other income	81,900.00		-
Government subsidies		81,900.00	
<i><u>Being reallocated of government subsidies for the Tung Tau Centre</u></i>			
10			
Income from Flag Day Fund	151,052.49		(151,052.49)
Fund transfer - Flag Day Fund		151,052.49	
<i><u>Flag Day income being reclassified as fund transfer for the Tung Tau Centre</u></i>			
11			
Specific projects income	98,930.76		(98,930.76)
Received in advance		98,930.76	
<i><u>Specific projects income being reclassified as received in advance for the Tung Tau Centre</u></i>			
<b>Deficit per audited account</b>			<b><u><u>(153,414.69)</u></u></b>

Approved by the Executive Committee:

  
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 Ng So Ling  
 Chairman  
 27 OCT 2021