HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

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

范 陳 會 計 師 行 有 限 公 司

FAN, CHAN & CO. LIMITED

CERTIFIED PUBLIC ACCOUNTANTS

HONG KONG

DIRECTORS' REPORT

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

Principal activities

The principal activity of Hong Kong Sheng Kung Hui Welfare Council Limited ("the Association") and its subsidiaries (the "Group") is the provision of social welfare services to Hong Kong people. There were no significant changes in the nature of the Group's principal activities during the year.

The principal activities of the subsidiaries are set out in note 26 on the consolidated financial statements.

Financial statements

The financial performance of the Group for the year ended 31 March 2021 and the state of affairs of the Group and the Association at that date are set out in the consolidated financial statements on pages 9 to 75.

Directors

The directors of the Association during the financial period and up to the date of this report were:

Dr. LI Kwok Tung, Donald	(Chairman)
Mr. LAI Kam Cheung, Michael	(Vice Chairman)
Dr. CHENG Mo Chi, Moses	(Honorary Legal Adviser) (ex-officio)
Mr. MOK Yu Sang, Wilson	(Honorary Treasurer) (ex-officio)
The Revd Canon KOON Peter Douglas	(Honorary Secretary) (ex-officio)
Ms. TONG Chee Ching Diana	(Independent Director)

In accordance with article 41 of the Association's articles of association, all of above persons were appointed as the directors of the Association by the Archbishop. The term of office for all directors, save and except the ex-officio directors, shall be two years. All directors except Dr. Li Kwok Tung, Donald shall retire from office but, being eligible, offer themselves for re-election.

Directors of the Association's subsidiaries

During the year and up to date of this report, Mr. MOK Yu Sang, Wilson is also a director in certain subsidiaries of the Association. Other directors of the Association's subsidiaries during the year and up to the date of this report include: Dr. LEE Ching Yee, Jane, Simon Peter Nominees Limited, Mr. MAN Hung Yee, Joseph, Ms. Wong Sim Yim, Mr. SIN Tak Ki, Mr. YEUNG Sek Kuen and Mr. NG Yuk Ming.

Management contracts

No contracts concerning the management and administration of the whole or any substantial part of the Association's business were entered into or existed during the year.

Business review

1. Overview

During the year 2020/21, in response to the changing needs of a turbulent society, the Association has ensured the smooth running of the operations yet worked hard in adapting to the new normal and emerging needs of the society. The income for the year is mainly arisen from 4 categories, including 69% from Social Welfare Department ("SWD"), 3.6% from Education Bureau, 11% from Trusts, Charitable Foundation, Donation and Grants, and 11.8% from dues and fees. The total income received for the year after inter-centre elimination amounts to HK$1,656 million, representing a growth of 6.4% when compared to HK$1,557 million in 2019/20.

The expenditure incurred for the year after inter-centre elimination are HK$1,562 million and HK$1,550 million in 2020/21 and 2019/20, respectively.

The Lump Sum Grant ("LSG") reserve has increased from HK$203 million of 2019/20 to HK$223 million of 2020/21 while the total reserve has increased from HK$453 million of 2019/20 to HK$517 million of 2020/21.

2. Principal risks and uncertainties

The risk of significant drop in income is low. About 72.6% of income come from stable sources: subvention from SWD and Education Bureau. Several new projects of different scales which will commence in 2021/2022 are also mainly funded by different Government Bureaus.

Due to the continuous challenges from coronavirus pandemic since 2019/20, several self-finance services have ceased operation.

As the Association adopts a conservative strategy for reserve investment which is closely monitored by the Board of Directors, the investment risk is expected to be relatively low. The Board of Directors and members of the Executive Committee have upheld corporate governance by adapting policies and measures to the changing times, paying special attention to crisis management to ensure the sustainable development of the Association.

3. Important events during the reporting period

The Association continued to expand in the social service sector and ventured into new service areas.

New services centres have started operation during the year:

The Grace Garden for Rehabilitation - Day Activity Centre & Hostel
Following the launch of services at Ying Tung Estate by the Tung Chung Integrated Services, during the year, the Association received the green light to operate the Grace Garden for Rehabilitation - Day Activity Centre & Hostel. The service unit has 30 bed spaces and a quota of 60 persons for its day activities. After undergoing renovations, the service unit began operating in September 2020.

Outreaching Team for Multi-Cultural Community
The Association has become one of the three "Outreaching Teams for Ethnic Minorities" operators. Since early 2020, it has been serving ethnic minorities in the New Territories (Tuen Mun, Yuen Long, Shatin, Tsuen Wan, Kwai Tsing, Tai Po and North District) and providing them with access to mainstream social services. We hope to prevent problems within ethnic minority families, improve their resilience, reinforce family ties and strengthen support networks to ultimately help ethnic minorities fit in with the local community, and promote racial harmony.

Business review (continued)

3. Important events during the reporting period (continued)

New services centres have started operation during the year: (continued)

Yan Chun Day Care Centre for the Elderly
During the year, the Association made a successful bid to run a Day Care Centre for the Elderly in Chun Yeung Estate, Shatin and was set to begin services within the first half of 2020. However, since the estate was converted into a COVID-19 quarantine facility, the launch of the centre's services has been postponed to 2021.

New service areas and new funding sources:

"United Court" Transitional Housing Project
In January 2020, the Association announced its collaboration with Sun Hung Kai Properties and the Transport and Housing Bureau to build "United Court", a transitional housing project that aims to provide low-income families with decent living spaces. Placing special emphasis on mutual assistance, the project is set to provide residents with services such as employment and spiritual support. "United Court" is set for completion in 2022 and is expected to provide reasonable living spaces for about 1,800 low-income families. The project is expected to benefit 3,600 families in 6 years.

Wong Tai Sin District Health Centre
In September 2020, the Food and Health Bureau offered a 3-year contract to the Association to establish the Wong Tai Sin District Health Centre, which would provide services in health promotion, health assessments, managing chronic illnesses, social rehabilitation, medical and health consultations and/or assessments. The district health centre would also coordinate social and medical and wellness services provided by its partners within the district by arranging referral services.

Jockey Club Kwai Wah Wellness Centre of the Lady MacLehose Centre
With funding from the Hong Kong Jockey Club Charities Trust and the support of Chinachem Group, the Lady MacLehose Centre established a one-stop service centre in Kwai Chung for health education, wellness services and community support to help raise awareness on health, improve wellness and accelerate healing. The centre provides health assessments and guidance, wellness courses and physical training; health maintenance services inspired by traditional Chinese medicine (TCM) and TCM therapy; pharmacological advice; and pharmaceutical services etc. The centre also trains health coaches and volunteer wellness guides who then execute various aspects of the centre's wellness programmes in the community

BOC-HKBU Chinese Medicine Community Stroke Prevention and Rehabilitation Scheme
In partnership with the Hong Kong Baptist University, the Association was awarded funding by the "BOCHK Centenary Charity Programme" to run the "BOC-HKBU Chinese Medicine Community Stroke Prevention and Rehabilitation Scheme". The scheme, which launched in October 2020, combines TCM with social work to provide individuals at high risk of stroke with TCM health management plans to reduce the risk of stroke, and to support recovering elderly stroke patients with financial difficulties by providing free TCM therapy to prevent future incidences of stroke. The scheme also offers comprehensive rehabilitation support—from hospitals and the community to homes—to help alleviate the burden on public medical resources.

Business review (continued)

3. Important events during the reporting period (continued)

New service areas and new funding sources: (continued)

Bank of China— "Good Times" Scheme

The "BOCHK Centenary Charity Programme" provided the Lady MacLehose Centre with funding to launch the "Good Times" Scheme. Launched on 1 October, 2020, the 4.5-year-scheme addresses the needs of low-income caregivers living in Kwai Tsing and borrows the concept of "time banking" as a form of intervention. The scheme encourages low-income caregivers to conduct "transactions" using their time and potential to encourage mutual assistance in the community, sustainability, the formation of support networks and social capital. The scheme also relies on generous donations of materials and services to provide less privileged families with financial assistance, help them build resilience and escape their troubles.

4. Future development of the Association's operations

With the leadership from the Board of Directors, the Association will continue to care for the less privileged and stand united in the shared goal to humbly serve the society.

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

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

Permitted indemnity provisions

During the year and up to the date of this report, the Association has in force permitted indemnity provisions for the benefit of the directors of the Association (whether made by the Association), or an associated company (if made by the Association). The permitted indemnity provisions are provided in the Association's articles of association.

Events after the reporting period

Details of significant events occurring after the reporting period are set out in note 27 to the consolidated financial statements.

Auditor

During the year, Messrs. Li, Tang, Chen & Co., resigned as auditor of the Association and Fan, Chan & Co. Limited were appointed by the Board to fill the casual vacancy so arising. A resolution to reappoint Fan, Chan & Co. Limited as auditor of the Association will be put forth at the forthcoming Annual General Meeting.

On behalf of the Board

Dr. LI Kwok Tung, Donald
Chairman

Hong Kong, 17 September 2021

范陳會計師行有限公司
Fan, Chan & Co. Limited

INDEPENDENT AUDITOR'S REPORT
TO THE SOLE MEMBER OF HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

(Incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the consolidated financial statements of Hong Kong Sheng Kung Hui Welfare Council Limited (the "Association") and its subsidiaries (together, "the Group") set out on pages 9 to 75, which comprise the consolidated statement of financial position as at 31 March 2021 and the consolidated statement of comprehensive income, the consolidated statement of cash flows and consolidated statement of changes in reserves and funds for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 2021, and of its consolidated financial performance and its consolidated 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"), the "Lump Sum Grant Manual", the "Rules on the use of the Social Welfare Subventions" as set out in the "Guide to Social Welfare Subventions", the requirements as stipulated by Community Care Fund on implementing the Community Care Fund Programme, the requirements of other funders and other instructions issued by the Director of Social Welfare from time to time 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 ("HKSAs") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group 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 Matter

The consolidated financial statements of the Association for the year ended 31 March 2020 were audited by another auditor who expressed an unmodified opinion on 10 September 2020.

Other Information

The directors of the Association are responsible for the other information. The other information comprises all the information included in the directors' report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated 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.

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INDEPENDENT AUDITOR'S REPORT
TO THE SOLE MEMBER OF HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

(Incorporated in Hong Kong and limited by guarantee)

Responsibility of Directors and Those Charged with Governance for the Consolidated Financial Statements

The directors of the Association are responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA, the "Lump Sum Grant Manual", the "Rules on the use of Social Welfare Subventions" as set out in the "Guide to Social Welfare Subventions", the requirements as stipulated by Community Care Fund on implementing the Community Care Fund Programme, the requirements of other funders and other instructions issued by the Director of Social Welfare from time to time and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors are responsible for assessing the Group'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 Group or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting status.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

INDEPENDENT AUDITOR'S REPORT
TO THE SOLE MEMBER OF HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

(Incorporated in Hong Kong and limited by guarantee)

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 consolidated 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 Group's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- 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 Group'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 consolidated 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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtained sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Fan, Chan & Co.

Fan, Chan & Co. Limited
Certified Public Accountants
Leung Kwong Kin
Practising Certificate Number P03702
Hong Kong, 17 September 2021

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

	Note	2021 HK$	2020 HK$
Income			
Subvention from Social Welfare Department	4	1,141,536,126.02	1,033,254,839.16
Subvention from Education Bureau	5	60,382,952.56	62,379,361.76
Grant from other government departments	6	69,032,747.78	45,824,347.79
Grant from The Hong Kong Jockey Club Charities Trust	7	71,627,642.80	47,753,145.58
Other grant and subsidy	8	33,496,052.93	27,219,693.85
Income from fund-raising activities		275,596.85	4,459,783.55
Donation		8,346,083.68	28,316,387.47
Dues and fees		194,730,641.61	206,672,871.71
Sales of food beverage		1,072,395.00	6,515,560.27
Sales of medical, health and rehabilitation products		26,110,677.49	26,794,808.40
Sales of fashion, accessories and photograph		603,674.60	298,119.32
Programme income		21,564,987.94	51,864,359.40
Dividend income		1,452,541.57	1,255,207.63
Interest income		5,047,217.33	4,738,329.86
Other income		6,855,219.44	9,252,116.74
Net realised and unrealised gains on other financial assets		13,373,349.06	55,281.52
		1,655,507,906.66	1,556,654,214.01
Expenditure	9	(1,562,310,940.42)	(1,500,039,984.98)
Surplus for the year	10	93,196,966.24	56,614,229.03
Other comprehensive expenditure			
Financial assets: net movement in the investment revaluation reserve	20	-	(11,817,884.55)
Release upon disposal of available-for-sale financial assets	20	-	1,461,759.27
Other comprehensive expenditure for the year		-	(10,356,125.28)
Total comprehensive income for the year		93,196,966.24	46,258,103.75

The schedule annexed hereto form an integral part of these consolidated financial statements.

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HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	Notes	2021 HK$	2020 HK$
Non-current assets			
Property, plant and equipment	11	26,928,098.50	22,931,527.49
Other financial assets	12	55,962,676.92	-
Available-for-sale financial assets	12	-	45,185,750.00
		82,890,775.42	68,117,277.49
Current assets			
Certificate of deposits		67,238,853.00	66,606,660.00
Account receivables, deposits and prepayments	13	103,550,844.13	115,873,442.06
Designated deficit to be recovered	14	5,857,931.94	306,926.93
Cash and cash equivalents	15	454,119,043.23	361,409,789.37
		630,766,672.30	544,196,818.36
Current liabilities			
Fees and grants received in advance and deposits received		65,447,832.76	51,189,888.37
Account payables and accrued expenses		96,146,250.66	99,852,270.57
Designated surplus accounts	16	34,793,867.49	8,464,661.50
		196,387,950.91	159,506,820.44
Net current assets		434,378,721.39	384,689,997.92
Net assets		517,269,496.81	452,807,275.41
Reserves and funds			
Accumulated surplus		92,424,588.92	63,230,760.74
Lump Sum Grant and Provident Fund Reserves	17	311,055,082.56	287,396,455.99
Other designated surplus accounts	18	31,681,022.26	29,883,617.72
Other designated funds	19	82,108,803.07	81,698,161.96
Investment revaluation reserve	20	-	(9,401,721.00)
Total funds		517,269,496.81	452,807,275.41

Approved and authorised for issue by the board of directors on 17 September 2021.

Mr. MOK Yu Sang, Wilson
Director

Dr. LI Kwok Tung, Donald
Chairman

HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN RESERVES AND FUNDS FOR THE YEAR ENDED 31 MARCH 2021

	Accumulated surplus HK$	Lump Sum Grant and Provident Fund Reserves HK$	Other designated surplus account HK$	Other designated funds HK$	Investment revaluation reserve HK$	Total HK$
At 1 April 2020	63,230,760.74	287,396,455.99	29,883,617.72	81,698,161.96	(9,401,721.00)	452,807,275.41
Surplus/(deficit) for the year	58,485,609.25	25,473,273.58	9,805,282.45	(567,199.04)	-	93,196,966.24
Transfer of Surplus to Designated surplus accounts	(14,764,051.22)	-	-	-	-	(14,764,051.22)
Transfer of Surplus to Designated deficit to be recoverable	(4,444,835.35)	-	-	-	-	(4,444,835.35)
Utilization of F&E Replenishment and Minor Works Block Grant Reserve account	-	-	(536,041.56)	-	-	(536,041.56)
Refund of Provident Fund Reserve and Other designated surplus accounts	(46.00)	(1,813,112.00)	(137,855.50)	(143,083.52)	-	(2,094,097.02)
Transfer of reserves	(10,081,386.44)	(1,535.01)	(439,723.22)	1,120,923.67	9,401,721.00	-
Transfer of Prior Year Surplus to Designated surplus accounts	(1,462.06)	-	-	-	-	(1,462.06)
Projects' surpluses be reclassified as current liabilities/current assets as these surpluses to be refunded to Social Welfare Department	-	-	(6,894,257.63)	-	-	(6,894,257.63)
At 31 March 2021	92,424,588.92	311,055,082.56	31,681,022.26	82,108,803.07	-	517,269,496.81

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HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN RESERVES AND FUNDS
FOR THE YEAR ENDED 31 MARCH 2021

	Accumulated surplus HK$	Lump Sum Grant and Provident Fund Reserves HK$	Other designated surplus account HK$	Other designated funds HK$	Investment revaluation reserve HK$	Total HK$
At 1 April 2019	(16,078,688.31)	271,972,511.79	22,055,431.78	135,037,764.36	2,416,163.55	415,403,183.17
Surplus/(deficit) for the year	9,368,365.32	16,613,041.61	10,083,231.24	20,549,590.86	-	56,614,229.03
Other comprehensive income	1,461,759.27	-	-	-	(11,817,884.55)	(10,356,125.28)
Transfer of Surplus to Designated surplus accounts	(5,473,635.88)	-	-	-	-	(5,473,635.88)
Transfer of Deficit to Designated deficit to be recoverable	172,301.63	-	-	-	-	172,301.63
Utilization of F&E Replenishment and Minor Works Block Grant Reserve account	-	-	(541,591.33)	-	-	(541,591.33)
Refund of Provident Fund Reserve and Other designated surplus accounts	(14,446.12)	(1,533,139.00)	(420,198.01)	-	-	(1,967,783.13)
Transfer of reserves	73,610,525.02	279,626.74	(958.50)	(73,889,193.26)	-	-
Transfer of Prior Year Surplus to Designated surplus accounts	184,579.81	64,414.85	241,445.65	-	-	490,440.31
Projects' surpluses be reclassified as current liabilities/current assets as these surpluses to be refunded to Social Welfare Department	-	-	(1,533,743.11)	-	-	(1,533,743.11)
At 31 March 2020	63,230,760.74	287,396,455.99	29,883,617.72	81,698,161.96	(9,401,721.00)	452,807,275.41

HONG KONG SHENG KUNG HUI WELFARE COUNCIL LIMITED

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

	2021 HK$	2020 HK$
Operating activities		
Surplus for the year	93,196,966.24	56,614,229.03
Adjustments for:		
Interest income	(5,047,217.33)	(4,738,329.86)
Dividend income from listed equity securities	(1,452,541.57)	(1,255,207.63)
Gains on financial assets at fair value through profit or loss	(13,373,349.06)	(55,281.52)
Depreciation	7,929,698.29	6,608,359.72
Gain on disposal of property, plant and equipment	(252,841.00)	-
Write-off of property, plant and equipment	1,469,670.19	191,698.94
Operating surplus before changes in working capital	82,470,385.76	57,365,468.68
Decrease/(increase) in accounts receivable, deposits and prepayments	12,322,597.93	(5,311,328.28)
Increase in fees and grants received in advance and deposits received	14,257,944.39	11,192,696.55
(Decrease)/increase in accounts payable and accrued expenses	(3,706,019.91)	11,931,916.51
(Decrease)/increase in designated surplus accounts	(191,334.01)	3,219.69
Decrease in amount due to S.K.H. Holy Carpenter Church	-	(2,000,000.00)
Net cash generated from operating activities	105,153,574.16	73,181,973.15
Investing activities		
Acquisition of property, plant and equipment	(65,801,320.92)	(54,857,265.69)
Proceeds from disposal of property, plant and equipment	252,841.00	-
Utilization of F&E Replenishment and Minor Works Block Grant reserve account	(536,041.56)	(541,591.33)
Acquisition of listed equity securities and investment funds	(56,407,091.25)	(18,408,923.05)
Acquisition of unlisted equity securities	-	(3,057,258.14)
Acquisition of Certificate of deposits	(85,000,000.00)	(44,500,000.00)
Fund withdrawn from an investment manager for investments	639,608.00	246,723.98
Proceeds on disposal of listed equity securities and investment funds	59,123,683.22	1,833,381.52
Proceeds on disposal of certificate of deposits	84,500,000.00	50,000,000.00
Increase in non-pledged bank deposits with original maturity of more than three months	(70,782.62)	(9,052,462.36)
Interest received	5,047,217.33	4,738,329.86
Dividend received	560,570.74	582,220.82
Net cash used in investing activities	(57,691,316.06)	(73,016,844.39)

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

	Note	2021 HK$	2020 HK$
Financing activities			
Recovery of Provident Fund Reserve for snapshot staff		(2,489,084.00)	(2,114,532.00)
Additional subvention for Provident Fund Reserve for 6.8% posts		675,972.00	581,393.00
Refund of designated surplus		(5,416,056.29)	(2,465,459.53)
Grant and designated donations received for sole purpose of the acquisition of property, plant and equipment		52,405,381.43	43,006,766.95
Net cash generated from financing activities		45,176,213.14	39,008,168.42
Increase in cash and cash equivalents		92,638,471.24	39,173,297.18
Cash and cash equivalents at beginning of the year		203,625,653.65	164,452,356.47
Cash and cash equivalents at end of the year	15	296,264,124.89	203,625,653.65

1. General information

Hong Kong Sheng Kung Hui Welfare Council Limited (the "Association") was incorporated in Hong Kong on 30 August 2012 and is limited liability by guarantee without a share capital under the Hong Kong Companies Ordinance.

The address of the Association's registered office is 12/F., 112 Kennedy Road, Wanchai, Hong Kong.

The Association is wholly owned by Hong Kong Sheng Kung Hui via the Anglican Services Limited and has been granted tax exemption status under section 88 of the Inland Revenue Ordinance.

The Association is a Non-Government Organisation. The principal activity of the Association is the provision of social welfare services to Hong Kong people. The principal activities of the Association's subsidiaries are set out in note 26 on the financial statements.

These consolidated financial statements are presented in Hong Kong dollars, which is the same as the functional currency of the Group.

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. Those policies have been consistently applied to all the periods presented, unless otherwise stated.

a) Basis of preparation

These consolidated financial statements include the financial statements of the Association and its one hundred and one direct service units and five subsidiaries (together referred to as the "Group") for the year ended 31 March 2021. Details of the one hundred and one direct service units are as follows:

1. Blessed Food
2. Centre of Wellness – East Kowloon
3. Centre of Wellness
4. Central and Western District Day Care Centre for the Elderly
5. Chuk Yuen Canon Martin District Elderly Community Centre
6. Community Medical Support Service Network
7. Counselling Service
8. Cyril and Amy Cheung Aged Care Complex
9. Family Life Education Unit
10. Good Shepherd Home for the Elderly
11. Grace Garden for Rehab- Day Activity Centre and Hostel

2. Summary of significant accounting policies (continued)

a) Basis of preparation (continued)

12. Ha Sui Wan Nursery School
13. Hok Yuen Integrated Home Care Services Team
14. Holy Carpenter Church Community Centre
15. Holy Carpenter Church District Elderly Community Centre
16. Holy Carpenter Church Kowloon City Integrated Home Care Services Team
17. Holy Nativity Church Ming Wah Centre
18. Holy Nativity Neighbourhood Elderly Centre
19. Home of Loving Care for the Elderly
20. Kids in Love – Pilot Scheme on Social Work Service for Pre-primary Institutions
21. Kei Oi Nursery School
22. Kei Oi Neighbourhood Elderly Centre
23. Kindly Light Church Neighbourhood Elderly Centre
24. Kindly Light Church Social Service Centre
25. Kowloon City Children and Youth Integrated Service Centre – Jockey Club Youth Express
26. Kowloon City Family Support Networking Team
27. Lady MacLehose Centre – Catering Training Centre
28. Lady MacLehose Centre – Community Centre
29. Lady MacLehose Centre – Community Health Promotion Centre
30. Lady MacLehose Centre – Dr. Lam Chik Suen District Elderly Community Centre
31. Lady MacLehose Centre – Dr. Lam Chik Suen District Elderly Community Centre Integrated Home Care Services Team
32. Lady MacLehose Centre – Enhanced Home & Community Care Services
33. Lady MacLehose Centre – Integrated Career Development Service
34. Lady MacLehose Centre – Integrated Family Services Centre
35. Lady MacLehose Centre – Lo Wai / Sun Chuen / Fu Yung Shan Neighbourhood Level Community Development Project
36. Lady MacLehose Centre – Shek Lei Integrated Home Care Services Team
37. Lady MacLehose Centre – Tsing Yi Estate Community Hall
38. Lady MacLehose Centre – Tsing Yi Integrated Service Centre

2. Summary of significant accounting policies (continued)

a) Basis of preparation (continued)

39. Lady MacLehose Centre (Shek Yam) Day Nursery
40. Lady MacLehose Centre (Shek Yam) Kindergarten
41. Lady MacLehose Centre Day Nursery
42. Lady MacLehose Centre Joyful Children World
43. Lady MacLehose Centre Kindergarten
44. Lam Woo Home for the Elderly
45. LEAD Professional Training Centre
46. Li Ka Shing Care and Attention Home for the Elderly
47. Li Ka Shing Day Care Centre for the Elderly
48. Lok Man Integrated Home Care Services Team
49. Lok Man Alice Kwok Integrated Service Centre – District Elderly Community Centre
50. Lok Man Alice Kwok Integrated Service Centre – Integrated Home Care Services Team
51. Lok Wah Day Care Centre for the Elderly
52. Love to Learn Enhancement Centre
53. Loving Arts Youth Academy
54. Ma On Shan (North) Children and Youth Integrated Service Centre – Jockey Club Youth Express
55. Ma On Shan (South) Children and Youth Integrated Service Centre – Jockey Club Youth Express
56. Mei Mao Keen Ying Home for Senior Citizens
57. Neo – Horizon
58. Pilot Scheme on Multi-disciplinary Outreaching Support Team for the Elderly (Kowloon Central Clusters)
59. Pilot Scheme on Multi-disciplinary Outreaching Support Team for the Elderly (Kowloon East Clusters)
60. Hong Kong Sheng Kung Hui Nursing Home
61. On Yam Day Care Centre for the Elderly
62. Outreaching Team for Multi-Cultural Community
63. Primary School Counselling Service

2. Summary of significant accounting policies (continued)

a) Basis of preparation (continued)

64. Shamshuipo Integrated Home Care Services Team
65. Shatin Children and Youth Integrated Service Centre – Jockey Club Youth Express
66. St. Joseph's Church & Social Centre
67. St. Luke's Settlement Integrated Home Care Services Team
68. St. Luke's Settlement Neighbourhood Elderly Centre
69. St. Matthew's Neighbourhood Elderly Centre
70. St. Matthias' Integrated Services – Jockey Club Youth Express
71. St. Nicholas' Nursery School
72. St. Paul's Home for the Elderly
73. St. Simon's Leung King Nursery School
74. St. Simon's Sai Kung Nursery School
75. St. Simon's Tai Hing Nursery School
76. St. Thomas' Child Care Centre
77. Tai Wo Neighbourhood Elderly Centre
78. The Church of Our Saviour Social Service Centre
79. The Providence Garden for Rehabilitation
80. Training Institute
81. Tseung Kwan O Aged Care Complex – Jockey Club District Elderly Community Centre Cum Day Care Unit
82. Tseung Kwan O Aged Care Complex – John Yuen Home for the Elderly
83. Tseung Kwan O Aged Care Complex – Loving Joy Court
84. Tsz Wan Shan Day Care Centre for the Elderly
85. Tuen Mun Integrated Services – Jockey Club Youth Express
86. Tuen Mun District Support Centre – The Gathering
87. Tuen Mun Integrated Community Centre for Mental Wellness – The Club
88. Tung Chung Home Help Service Unit
89. Tung Chung Integrated Services

2. Summary of significant accounting policies (continued)

a) Basis of preparation (continued)

90. Tung Chung Integrated Services – Creative Zone
91. Tung Chung Nursery School
92. Vitalita Academy for Life Long Learning
93. Walk with Love Project
94. We Love: Jockey Club Centre for Family Enhancement
95. Western District Elderly Community Centre
96. Western District Elderly Community Centre – Integrated Home Care Services Team
97. Wong Tai Sin District Elderly Community Centre
98. Wong Tai Sin Integrated Home Care Services Team
99. Wu King Integrated Rehabilitation Services – Day Activity Centre and Hostel
100. Yan Chun Day Care Centre to the Elderly
101. Youth Employment Integrated Service Centre

These consolidated financial statements have been prepared 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"), accounting principles generally accepted in Hong Kong, the "Lump Sum Grant Manual", the "Rules on the use of Social Welfare Subventions" as set out in the "Guide to Social Welfare Subventions", the requirements as stipulated by Community Care Fund on implementing the Community Care Fund Programme, the requirement of other funders and other instructions issued by the Director of Social Welfare from time and time and the requirements of the Hong Kong Companies Ordinance. These consolidated financial statements have been prepared under accrual basis of accounting and on the basis that the Association is a going concern, They have been prepared under the historical cost convention, as modified by the financial assets at fair value through profit or loss and available-for-sale financial assets which are carried at fair value.

Judgements made by management in the application of HKFRS for Private Entities' that have significant effect on the consolidated financial statements and estimates with significant risk of material adjustments in the next year are discussed in note 3.

2. Summary of significant accounting policies (continued)

b) Consolidation

A subsidiary is an entity over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

Intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated. When necessary, amounts reported by subsidiaries have been adjusted to conform to the Group's accounting policies.

c) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and any impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use.

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

Leasehold building	2% per annum
Motor vehicles	10% - 20% per annum
Furniture, fixtures and equipment	10% - 33⅓% per annum
Computer and equipment	20% - 33⅓% per annum

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

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

d) Financial instruments

Account receivables are initially recognised at the transaction price. At the end of each reporting period, the carrying amounts of account 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). Account 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 Association has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

2. Summary of significant accounting policies (continued)

d) Financial instruments (continued)

Investments in quoted shares are initially recognised at the transaction price and subsequently measured at fair value, with changes in fair value being recognised in profit or loss. Fair value is determined using the quoted bid price at the reporting date.

Investments in unquoted shares are measured at cost less impairment, since their fair value cannot be measured reliably. If there is an indication of possible impairment, the carrying amount is reduced to management's best estimate of the amount that the Association would receive for the asset if it were to be sold at the reporting date.

e) Other financial assets and Certificate of Deposits/Available-for-sale financial assets

Other financial assets and Certificate of Deposits/Available-for-sale financial assets comprising quoted shares, bond funds and equity funds are initially recognised at the transaction price and subsequently measured at fair value, with changes in fair value being recognised in surplus or deficit. Fair value is determined using the quoted bid price at the reporting date. Unrealised gains and losses arising from changes in the fair value are recognised in investment revaluation reserve. When the securities are sold, the difference between the sales proceeds and the carrying value, and the accumulated fair value adjustment in the investment revaluation reserve are treated as gains or losses on disposal.

f) Cash and cash equivalents

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise cash on hand and demand deposits, and short-term highly liquid investments which are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, and have a short maturity of generally within three months when acquired, less bank overdrafts which are repayable on demand and form an integral part of the Group's cash management.

g) Impairment of non-financial assets

An assessment is made at the end of each reporting period of whether there is any indication of impairment of any asset, or whether there is any indication that an impairment loss previously recognised for an asset in prior years may no longer exist or may have decreased. If any such indication exists, the asset's recoverable amount is estimated. An asset's recoverable amount is calculated as the higher of the asset's value in use and its net selling price.

An impairment loss being the amount by which the carrying amount of an asset exceeds its recoverable amount is recognised immediately in profit or loss. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount of an asset, however not to an amount higher than the carrying amount that would have been determined (net of any depreciation), had no impairment loss been recognised for the asset in prior years. A reversal of any impairment loss is recognised in profit or loss.

2. Summary of significant accounting policies (continued)

h) Government grants subventions and designated donations

Government grants are recognised as income over the periods necessary to match them with the related costs. Grants related to expense items are recognised in the same period as those expenses are charged to surplus or deficit and are reported separately as income. Grants related to the purchase of property, plant and equipment are accounted for as a deduction against the costs of the related assets.

i) Revenue recognition

i) Government subventions and designated donations are recognised as income over the periods necessary to match them with the related costs and expenses. Subventions and designated donations related to expense items are recognised in the same period as those expenses are charged to the consolidated statement of comprehensive income and are reported separately as income. Other grants and donations are accounted on an accrual basis.

ii) Subscriptions, dues and fees are recognised on an accrual basis.

iii) Programme income is recognised upon the completion of the relevant programme.

iv) Interest income is accrued using the effective interest method.

v) Sales of food and beverage, medical and health and rehabilitation products and other merchandise are recognised upon delivery of goods.

vi) Consultancy fee income is recognised upon the relevant services rendered.

vii) Entrance fee income is recognised when the relevant tickets are sold.

viii) Dividend income from listed equity securities is recognised on a cash received basis.

ix) Management and administration fees income are recognised in the period in which the relevant services are provided.

2. Summary of significant accounting policies (continued)

j) Sources of income and nature of funds

The fund balances of the Association are classified as Accumulated surplus, Lump Sum Grant Reserve, Provident Fund Reserves, Other designated surplus accounts, Other designated funds and investment revaluation reserve as follows:

(i) The Accumulated surplus consists of non-subvented income and expenditure account.

(ii) Lump Sum Grant Reserve
Any surplus or deficit from funding and service agreement ("FSA") activities under SWD Lump Sum Grant, during the year plus interest earned thereon are reflected in the Lump Sum Grant Reserve. The level of cumulative reserves (including interest but excluding provident fund reserve) at the financial year end will be capped at 25% of the Association's operating expenditure (excluding provident fund expenditure) for that year. Any amount above this cap needs to be refunded to the Government in the following financial year, unless the cap is raised by the Director of Social Welfare upon application with justification from the Association.

(iii) Provident Fund Reserves
Any surplus or deficit arising from Provident Fund subventions for FSA activities under Lump Sum Grant are reflected in the Provident Fund reserves. Any unspent Provident Fund surplus can only be used for Provident Fund commitments in the future.

(iv) Other designated surplus accounts
Any surplus or deficit arising from subvention from SWD (other than Lump Sum Grant and Provident Fund) and other funders are reflected in other designated surplus accounts.

(v) Other designated funds
Any surplus or deficit arising from the donation with designated purpose and charitable activities of the Group are reflected in other designated funds.

(vi) Investment revaluation reserve
Any change in fair value arising from the available-for-sale financial assets are reflected in investment revaluation reserve.

k) Designated surplus accounts

Any surplus from subvented activities excluding Lump Sum Grant ("LSG") during the period plus interest earned thereon are reflected in the designated surplus accounts. These surpluses are being refunded or utilised within the next twelve months from the end of the reporting period upon the completion of projects.

2. Summary of significant accounting policies (continued)

l) Foreign currency translation

Transactions in currencies other than the functional currency of the Group (foreign currencies) are recorded in its functional currency (i.e. the currency of the primary economic environment in which the Group operates) at the rates of exchanges prevailing on the dates of the transactions. Monetary items denominated in foreign currencies are retranslated at the rates prevailing at the end of each reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are recognised in the consolidated statement of comprehensive income in the period in which they arise.

m) Operating leases

Assets leased to customers under agreements where substantially all the rewards and risks of ownership, other than legal title, are not transferred to the lessee are accounted for as operating leases. Rentals applicable to such operating leases are charged to profit or loss on the straight-line basis over the lease term.

n) Employee retirement benefits costs

The Group operates two approved defined contribution retirement benefits schemes for employees: a Mandatory Provident Fund Exempted Occupational Retirement Scheme ("ORSO Scheme") and the Mandatory Provident Fund Schemes ("MPF Scheme"). The assets of the schemes are held separately from those of the Group in independently administered funds. For both schemes, the employees are vested fully with the Group's voluntary contributions from their tenth year of services

The contributions payable to the ORSO Scheme and MPF Scheme are charged to the consolidated statement of comprehensive income as incurred.

2. Summary of significant accounting policies (continued)

o) Related parties

For the purpose of these financial statements, related party includes a person and entity as defined below:

a) A person, or a close member of that person's family, is related to the Group if that person:

   i) has control or joint control over the Group;
   ii) has significant influence over the Group; or
   iii) is a member of the key management personnel of the Group or the Group's parent.

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

   i) The entity and the Group 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 Group or an entity related to the Group.

   vi) The entity is controlled or jointly controlled by a person identified in (a).

   vii) A person identified in (a) 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 Group or to the Group'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.

3. Key sources of estimation uncertainty

Fair value of investment

The fair value of investment is derived from the current market prices. The Group uses observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset.

Property, plant and equipment and depreciation

The Group determines the estimated useful lives and related depreciation charges for the Group's property, plant and equipment. This estimate is based on the historical experience of the actual useful lives of property, plant and equipment of similar nature and functions. The Group 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.

Allowance for impairment of trade receivables

Allowance for impairment of trade receivables are assessed and provided based on the executive committees' 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.

4. Subvention from Social Welfare Department

	2021 HK$	2020 HK$
Lump Sum Grant and Provident Fund Subvention	893,378,058.99	815,203,800.00
Rent and Rates Subvention	28,407,638.00	28,542,374.00
Subvention for Dementia Supplement	14,905,449.00	14,161,077.00
Subvention for Infirmary Care Supplement	7,043,468.00	6,691,746.00
Social Welfare Development Fund Grant	1,881,259.00	3,167,465.00
Lotteries Fund Block Grant (non-capital)	1,496,222.30	1,743,477.90
Lotteries Fund Grant (non-capital)	1,571,026.46	3,589,951.18
Subvention for Food Bank	45,337,382.20	19,495,347.41
Subsidy under Child Care Centre Subsidy Scheme	567,599.00	573,462.00
SWD Subvention for Enhanced Home and Community Care Services	16,158,798.00	29,744,766.00
Subvention for After School Care Programmes and Enhanced After School Care Programmes	2,152,704.00	1,265,580.00
Subvention for Employment Support Service / Integrated Employment Assistance Programme for Self-reliance	9,490,330.75	7,490,629.18
Subvention for Pilot Scheme on Multi-disciplinary Outreaching Support Team for the Elderly – Kowloon Central Cluster	40,697,004.00	35,232,600.00
Subvention for Pilot Scheme on Multi-disciplinary Outreaching Support Team for the Elderly – Kowloon East Cluster	25,782,000.00	22,320,136.00
Subvention for Social Work Service for Pre-primary Institutions (Phase I)	7,972,725.00	7,582,836.00
Subvention for Social Work Service for Pre-primary Institutions (Phase II)	7,972,725.00	6,494,903.00
Subvention for Pilot Scheme on Provision of Wi-Fi Service	1,561,900.00	3,958,800.00
Subvention for Training Subsidy Programme for Children on the Waiting List of Subvented Pre-school Rehabilitation Services	445,173.00	580,618.00
Subvention for Pilot Scheme on Training for Foreign Domestic Helpers on Elderly Care	367,656.00	532,538.00
Grant from Pilot Project on Child Care Training from Grandparents	238,945.00	122,972.00
Subvention for Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy	1,570,000.00	1,080,000.00
Subsidy for Manpower Enhancement for Child Care Centre	1,818,338.00	2,002,782.25
Subsidy for Operation Enhancement for Child Care Centre	880,111.00	744,862.00
Subsidy for Further Manpower Enhancement under SME	2,492,714.00	2,454,865.00
Subsidy for Assistant Supervisor for Child Care Centre	857,279.00	-
Subvention for Subsidy Scheme for Extended Hours Child Care Services	44,075.00	44,075.00
Subvention for Subsidy Scheme for Occasional Child Care Services	58,300.00	63,600.00
One-off Subsidy for Organising Social Activities for Elderly Persons & Disable Persons	-	1,146,000.00
One-off Subsidy for Elderly Centres for Purchase of Warm Items	1,094,800.00	1,094,800.00
Balance carried forward	1,116,243,680.70	1,017,126,062.92

4. Subvention from Social Welfare Department (continued)

	2021 HK$	2020 HK$
Balance brought forward	1,116,243,680.70	1,017,126,062.92
Grant for District Support Scheme for Child and Youth Development Project	60,000.00	50,000.00
Child Care Centre Special Grant under Anti-epidemic Fund	6,517,732.00	1,862,208.00
Special Grant on Manpower Support for Residential & Home-based Care Service Units in respect of the "Severe Respiratory Disease" associated with a Novel Infectious Agent	-	3,753,790.00
Subvention of Special Allowance for Staff of Subvented Residential Service Units in respect of COVID-19	4,918,908.00	4,918,908.00
Special Grant to Step up Preventive Measures against the Spread of Coronavirus Disease 2019 (COVID-19) - for subvented and subsidised service units and contract Enhanced Home and Community Care Services units	1,500,000.00	1,390,000.00
Special Grant to Step up Preventive Measures against the Spread of Coronavirus Disease 2019 (COVID-19) - for service units operating After School Care Programme in non-subvented premises	24,000.00	12,000.00
Special Grant for Continuous Service Operation of Recognised Service Units (RSPs) Providing Centre-based Service under the Pilot Scheme on Community Care Service Voucher for the Elderly (CCSV) in respect of COVID-19	100,000.00	672,000.00
Special Grant to Step up Preventive Measures against the Spread of Coronavirus Disease 2019 (COVID-19) - for Community Care Service Voucher services	-	75,000.00
Subvention for Anti-virus Coating Spray Subsidy for Residential Care Homes for the Elderly	3,581,992.00	-
Subvention for Special Allowance for Compulsory Testing for Staff of Residential Care Homes for the Elderly, Residential Care Homes for persons with Disabilities and Nursing Homes	1,497,000.00	-
Special Grant for Undergoing Combined Nasal and Throat Swab Tests	137,040.00	-
Special Subsidy for subvented Homes to enhance Infection Control and Ventilation	437,136.00	-
Subsidy for Time-limited Posts for Elderly and Rehabilitation Services	2,681,400.00	-
Subvention for Ethnic Minority District Ambassador posts	609,219.00	-
Other Grant from Social Welfare Department	3,228,018.32	3,394,870.24
	1,141,536,126.02	1,033,254,839.16

5. Subvention from Education Bureau

	2021 HK$	2020 HK$
Teacher Salary Related Subsidy	26,255,788.80	26,168,083.80
Other Operating Expenses Related Subsidy	17,503,859.20	17,445,389.20
Grant for Support to Non-Chinese Speaking Students	733,770.00	535,425.00
Rent and Rates Subsidy	1,827,694.14	1,925,222.91
Grant for a Cook	1,793,835.00	1,748,520.00
Tide-over Grant	1,841,178.00	1,837,433.00
Grant for District-based After-School Learning and Support Programme	5,162,735.85	8,551,905.44
Grant for School-based After-School Learning and Support Programme	1,355,924.85	1,649,764.58
Subsidy under Child Care Centre Subsidy Scheme	442,697.24	461,858.35
Promotion of Reading Grant for Kindergarten	120,840.00	125,000.00
Staff Relief Grant for Staff Taking Paid Maternity Leave	124,402.08	141,674.18
Support Grant	2,160,000.00	1,440,000.00
Special Anti-epidemic Grant	100,000.00	135,000.00
DIY Handicraft and Learning Package Scheme Grant	720,000.00	-
Other Grants from Education Bureau	240,227.40	214,085.30
	60,382,952.56	62,379,361.76

6. Grant from other government departments

	2021 HK$	2020 HK$
Grant from Employees Retraining Board	21,146,793.80	16,671,724.52
Grant from Employees Retraining Board – Anti-epidemic special grant	1,003,994.00	1,154,890.00
Grant from Employment Support Scheme	20,368,129.54	-
Grant from Urban Renewal Fund	9,327,654.84	9,522,442.95
Grant from Home Affairs Department	3,083,943.25	2,486,582.13
Grant from Community Investment and Inclusion Fund	4,026,593.35	4,507,930.87
Grant from Beat Drugs Fund	1,568,515.97	2,764,912.29
Grant from District Board Fund	697,809.80	762,399.41
Grant from Quality Education Fund	940,385.42	598,526.82
Grant from Environment and Conservation Fund	20,298.71	65,800.00
Grant from Hospital Authority	5,679,000.00	5,524,000.00
Grant from Civic Education Promotion Committee	4,026.00	21,336.50
Grant from Hong Kong Housing Authority	861.50	190,828.10
Grant from Labour and Welfare Bureau	-	44,067.90
Grant from Leisure and Cultural Services Department	80,218.10	6,988.50
Grant from Office of the Government Chief Information Officer	289,763.50	512,157.80
Grant from Office of the Government Chief Information Officer-WiFi Service	119,760.00	119,760.00
Grant from Food & Environmental Hygiene	180,000.00	160,000.00
Grant from Subsidy Scheme – Food License under Anti-epidemic Fund	-	280,000.00
Grant from Subsidy Scheme – Licensed Guesthouses under Anti-epidemic Fund	-	430,000.00
Other Anti-epidemic special grant	495,000.00	-
	69,032,747.78	45,824,347.79

7. Grant from The Hong Kong Jockey Club Charities Trust

	2021 HK$	2020 HK$
Age-Friendly City Project「賽馬會齡活城市計劃」- 傳承動 『腦』 READY GO	411,236.86	89,633.55
Age-Friendly City Project「賽馬會齡活城市計劃」- 愛同行「區樂步」	577,231.78	400,666.73
ARISE III Project	1,284,200.00	1,284,200.00
Arts Dynamics Youth Development Project	1,507,688.41	-
Centre for Family Enhancement for Children with Disabilities	838,194.05	2,258,623.60
Chinese Herbs Employment Training and Education Programme	1,414,363.91	1,349,900.00
Community e-Health Care Project for Older People	-	3,057,692.24
Extension of Jockey Club Community eHealth Care Project	3,929,077.32	441,875.62
Community Paediatric Palliative Care Service	3,406,911.09	1,114,847.01
"Drug Free, with Love" Project for Children and Families of Substance Abusers	2,227,262.22	1,390,161.48
"E-Generation" Chronic Knee Pain Management Project for Seniors	4,813,383.02	5,536,264.15
Electronic Management System for Residential Care Homes for the Elderly & Disable Persons	3,690,939.00	343,200.00
End-of-Life Community Care Project	-	671,087.83
Family Support Programme in Tung Chung	853,972.48	-
Healthy Ageing Centre in Kwai Tsing	5,908,793.50	223,200.00
"Hospice in Family" (Phase II)	3,375,562.05	4,557,264.70
Human Re-engineering Project for Building Better Community	1,678,000.00	1,400,658.47
InnoPower@JC : Fellowship for Social Workers「賽馬會社工創新力量」: 有營市場	-	244,146.82
InnoPower@JC : Fellowship for Social Workers「賽馬會社工創新力量」: 智能共學空間	126,390.00	94,917.60
Balance carried forward	36,043,205.69	24,458,339.80

7. Grant from The Hong Kong Jockey Club Charities Trust (continued)

	2021 HK$	2020 HK$
Balance brought forward	36,043,205.69	24,458,339.80
IT Common Application for Home Care Services	4,845,637.06	-
JC A-Connect: Jockey Club Autism Support Network (Project Extension)	3,494,264.42	2,643,759.01
JoyAge Project for Elderly Mental Wellness Project Extension	3,639,429.86	850,422.33
Kindergarten IT Enhancement Scheme	196,761.00	-
Loving Sports Youth Development Programme 賽馬會「愛・動樂青年發展計劃	1,875,421.68	245,812.00
"Moving Ahead-Fostering Changes" Project on Enhancing Resilience for Addressing Adversities in At-Risk Families	1,326,475.79	2,034,348.50
Novel Coronavirus (COVID-19) Emergency Fund	491,184.70	-
Pilot Project on Holistic Support for Elderly Mental Health	-	1,389,497.80
Pilot Project To Support Homebound Elderly through Technology	561,420.96	-
Prevention of Novel Coronavirus Infection for the Vulnerable Groups	1,105,957.04	475,960.10
Project Spin - Sports Inclusion Network Programme	1,199,151.24	1,567,232.71
Refurbishment of MacLehose Canteen and Sharing Economy Project	744,150.80	571,179.11
Setting Up Loving Arts Youth Hub at Ma On Shan and Supporting Arts Programme for the Underachieving Youth	-	1,288,020.85
Special Project to Support Elderly Singletons and Doubletons under COVID-19	1,551,647.13	-
Smart Family-Link Project 賽馬會智家樂計劃	437,933.88	358,327.86
"Stand-by U" Caregivers Community	122,054.84	-
"Starry Kids" Dance Education Programme	2,240,517.03	1,309,587.67
"Sunshine Project" Community Support Services	-	756,073.00
"Sunshine Project" Community Support Services for Residents of Sub-Divided Units	1,644,450.25	946,210.04
Support for Ethnic Minority Students in Local Kindergartens	6,659,083.10	6,262,357.23
Supporting Ethnic Minority Junior Primary Students for Smooth Transition and Social Integration	726,579.33	-
"Transformation Journey" Family Support Project in Kwai Tsing	818,664.99	-
"We Connect" Community Building Project in Kwai Fong	1,154,904.56	1,045,439.38
Youth Service Innovation Programme	413,715.05	554,493.97
Grant from The Hong Kong Jockey Club Summer Programme	-	63,320.80
Other Grants from HK Jockey Club	335,032.40	932,763.42
	71,627,642.80	47,753,145.58

8. Other grant and subsidy

	2021 HK$	2020 HK$
Bank of China (HK) Limited Grant	1,093,608.71	-
BOC Group Life Assurance Company Limited Grant	18,688.63	106,285.43
Chow Tai Fook Foundation Limited Grant	2,876,413.50	5,386,888.50
Community Chest Allocation	3,328,050.00	2,937,300.00
Community Chest Grant – "Little Steps" Stationing of School Social Workers at Kindergartens	268,133.28	607,417.03
Community Chest Grant - Good Homes' To Kwa Wan Road Community Housing Movement	2,650,590.31	1,048,580.20
Community Chest Rainbow Fund	2,960,672.00	1,024,556.00
Other Community Chest Grant	52,181.00	-
Community Care Fund Grant	882,820.49	144,482.50
Community Care Fund Grant – Social Welfare Department	4,650,041.00	5,296,317.00
Community Care Fund Grant - Home Affairs Bureau	304,660.00	-
DP World Grant	14,513.30	155,248.47
Dragon Boat Festival Project Grant	65,726.00	170,722.50
Elderly Commission Grant	53,744.06	77,680.80
Fu Tak Lam Foundation Limited Grant	768,585.97	1,258,844.67
Grant from Lee Hysan Foundation	768,585.97	453,987.67
Grant from Season Component Company Limited	614,900.63	895,099.77
Hong Kong Council Social Service Fund Grant	79,352.50	23,631.00
Hong Kong Electric – Centenary Trust Grant	112,901.90	30,703.60
Holy Carpenter Elderly Charity Fund Grant	10,000.00	18,000.00
Hong Kong Airport Authority Grant	889,705.34	2,065,383.70
Income from Charity Fund	114,417.00	165,994.10
Balance carried forward	22,578,291.59	21,867,122.94

8. Other grant and subsidy (continued)

	2021 HK$	2020 HK$
Balance brought forward	22,578,291.59	21,867,122.94
Joseph Lau Luen-hung Charitable Trust Grant	1,944,385.17	1,924,591.08
Ma Wan Park Limited Grant	3,442,020.00	-
Shanghai Fraternity Association Grant	99,120.00	102,320.00
Simon K. Y. Lee Foundation Limited Fund Grant – 4th phase of Simon K. Y. Lee Children's Fund for FLY Project	-	71,382.40
Simon K. Y. Lee Foundation Limited Fund Grant – 5th phase of Simon K. Y. Lee Children's Fund for FLY Project	10,073.90	169,407.40
Simon K. Y. Lee Foundation Limited Fund Grant - Combat COVID-19 Project - Online training programmes for children with SEN (童聚同愛 2020)	178,607.63	-
Simon K.Y. Lee Foundation Limited Fund Grant – Project GrandMove	329,496.49	154,638.30
Simon K. Y. Lee Foundation Limited Fund Grant - Caregiver Support Model & Psycho-education Program on Empowerment: Development and Validation Project	588,017.62	153,934.17
Sir David Trench Fund Grant	94,020.50	20,980.00
SKH Good Shepherd Primary School Grant	306,356.00	787,227.34
SKH Holy Carpenter Secondary School Grant	53,150.00	-
Spicy Fish Cultural Production Limited Grant	167,750.00	-
Sun Hung Kai Properties Limited Grant	425,009.50	61,482.50
The Board of Management of the Chinese Permanent Cemeteries Charity Fund Grant	1,108,766.59	585,319.64
The D. H. Chen Foundation Grant	755,331.48	260,373.18
The Hong Kong Bank Foundation Fund Grant	929,935.36	-
The Hong Kong Girl Guides Association Grant	273.00	-
The Hong Kong Society for the Aged Grant	2,754.00	-
The Scout Association of Hong Kong Grant	13,535.40	60,884.20
Youth Development Commission Grant	27,000.00	45,536.50
Yue Lee Lai Sim Foundation Grant	363,882.00	36,570.40
Miscellaneous Grants	78,276.70	917,923.80
	33,496,052.93	27,219,693.85

9. Expenditure

	Note	2021 HK$	2020 HK$
Personal emoluments			
Salaries and allowance		1,100,432,679.31	1,035,860,272.65
Contribution to staff provident fund		77,667,792.47	74,679,878.44
		1,178,100,471.78	1,110,540,151.09
Administrative and other operating business			
Administrative expenses		12,021,332.31	10,168,953.44
Auditors' remuneration		1,090,446.52	1,315,350.00
Depreciation		7,929,698.29	6,608,359.72
Food, meals and drinks		60,139,893.62	51,652,361.68
Utilities		23,408,410.48	27,113,248.37
Insurance		13,586,619.20	11,604,439.92
Transport and travelling		3,766,649.64	5,172,597.03
Repairs and maintenance		26,862,258.38	16,068,482.98
Stores and equipment		65,578,746.83	56,985,522.81
Outsourcing expenditures		35,554,186.28	38,542,339.25
Programme expenses		39,050,684.32	67,312,969.19
Rent, rates and building management fee		45,814,401.12	44,789,711.89
Staff development and medical expenses		931,092.32	2,553,331.22
Sundry expenses		7,493,819.26	9,222,418.15
Expenditure for fund-raising activities		-	201,712.20
Expenditure supported by fund-raising income		3,395,519.57	3,046,059.36
Write-off of property, plant and equipment		1,469,670.19	191,698.94
Other grants and designated donations expenditure	9A	36,117,040.31	36,950,277.74
		384,210,468.64	389,499,833.89
		1,562,310,940.42	1,500,039,984.98

9A. Other grants and designated donations expenditure

	2021 HK$	2020 HK$
Act of Love Grant Expenditure	16,000.00	21,900.00
Child Care Centre Special Grant Expenditure	872,844.00	917,920.00
Civic Education Promotion Committee Grant Expenditure	4,026.00	21,336.50
CLP Power Hong Kong Limited Grant Expenditure	49,298.70	32,478.00
Community Chest Grant Expenditure - "Little Steps" Stationing of School Social Worker at Kindergartens	268,133.28	607,547.03
Community Chest Rainbow Fund Expenditure	2,960,672.00	1,024,556.00
Community Care Fund Grant Expenditure	174,879.45	327,900.00
Charity Fund Expenditure	66,328.00	70,202.11
District Board Fund Grant Expenditure	697,809.80	760,999.41
DP World Grant Expenditure	14,513.30	155,248.47
Dragon Boat Festival Project Grant Expenditure	60,607.30	207,030.13
EDB DIY Handicraft and Learning Package Scheme Expenditure	8,990.00	-
EDB Grant for Support to Non-Chinese Speaking Students	25,254.20	25,238.17
EDB Pilot Scheme on the Promotion of Reading Grant Expenditure	140,664.98	37,667.85
EDB Special Anti-epidemic Grant Expenditure	105,201.60	10,162.30
EDB Support Grant Expenditure	517,601.98	-
Other Education Bureau Grant Expenditure	71,553.40	85,932.30
Elderly Commission Grant Expenditure	53,744.06	77,680.80
HK Council Social Service Fund Grant Expenditure	76,879.30	23,631.00
HK Electric - Centenary Trust Grant Expenditure	112,901.90	30,703.60
HK Jockey Club Charities Trust Grant Expenditure	335,032.40	1,458,193.95
HK Jockey Club Charities Trust Grant Expenditure – JC A-Connect: Jockey Club Autism Support Network	3,494,264.42	2,643,759.01
HK Jockey Club Charities Trust Grant Expenditure - Electronic Management System for Residential Care Homes for the Elderly & Disable Persons	(343,200.00)	343,200.00
Balance carried forward	9,784,000.07	8,883,286.63

9A. Other grants and designated donations expenditure (continued)

	2021 HK$	2020 HK$
Balance brought forward	9,784,000.07	8,883,286.63
HK Jockey Club Charities Trust Grant Expenditure - InnoPower@JC : Fellowship for Social Workers「賽馬會社工創新力量」: 有營市場	-	244,146.82
HK Jockey Club Charities Trust Grant Expenditure - InnoPower@JC : Fellowship for Social Workers「賽馬會社工創新力量」: 智能共學空間	126,390.00	94,917.60
HK Jockey Club Charities Trust Grant Expenditure - Age-Friendly City Project「賽馬會齡活城市計劃」- 傳承動『腦』READY GO	411,236.86	89,633.55
HK Jockey Club Charities Trust Grant Expenditure - Age-Friendly City Project「賽馬會齡活城市計劃」- 愛同行‧「區樂步」	577,231.78	400,666.73
HK Jockey Club Charities Trust Grant Expenditure - Family Enhancement for Children with Disabilities	838,194.05	2,258,623.60
HK Jockey Club Summer Programme Grant Expenditure	-	63,320.80
HK Jockey Club Kindergarten IT Enhancement Scheme Expenditure	196,761.00	-
Holy Carpenter Elderly Charity Fund Grant Expenditure	4,686.80	22,502.20
Home Affairs Department Grant Expenditure	266,552.08	489,539.66
Hong Kong Airport Authority Grant Expenditure	-	990,943.92
Hong Kong Housing Authority Grant Expenditure	861.50	190,718.10
Innovation and Technology Fund Grant Expenditure	16,000.00	-
Joseph Lau Luen-hung Charitable Trust Grant Expenditure	1,944,385.17	1,924,591.08
Labour and Welfare Bureau Grant Expenditure	-	44,067.90
Leisure and Cultural Services Department Grant Expenditure	80,218.10	6,988.50
Lotteries Fund Block Grant Expenditure (non-Capital)	1,496,222.30	1,743,477.90
Lotteries Fund Grant Expenditure (non-Capital)	1,571,026.46	3,589,951.18
Office of the Government Chief Information Officer - WiFi Service Grant Expenditure	119,760.00	119,760.00
Other SWD Grant Expenditure - About Antibiotic Resistant Bacteria	-	5,504.00
Other SWD Grant Expenditure - Anti-virus Coating Spray Subsidy for RCHEs	3,581,991.32	-
Other SWD Grant Expenditure - District Support Scheme for Child and Youth Development Project	60,000.00	50,000.00
Balance carried forward	21,075,517.49	21,212,640.17

9A. Other grants and designated donations expenditure (continued)

	2021 HK$	2020 HK$
Balance brought forward	21,075,517.49	21,212,640.17
Other SWD Grant Expenditure - SWD One-off Subsidy for Elderly Centres for Purchase of Warm Items	958,800.00	958,800.00
Other SWD Grant Expenditure - One-off Subsidy for Organising Social Activities for Elderly Persons & Disable Persons	-	57,285.00
Other SWD Grant Expenditure - Special Grant to Step up Preventive Measures against the Spread of Coronavirus Disease 2019 (COVID-19)	2,036,000.00	570,000.00
Other SWD Grant Expenditure - Special Subsidy for subvented Homes to enhance infection control and ventilation	2,900.00	-
Other SWD Grant Expenditure - Training Sponsorship Scheme for Master in Occupational Therapy & Physiotherapy	1,080,000.00	1,080,000.00
Other SWD Grant Expenditure - Undergoing Combined Nasal and Throat Swab Tests	1,584,128.00	-
Other SWD Grant Expenditure	686,456.35	934,775.59
Shanghai Fraternity Association Grant Expenditure	99,120.00	102,320.00
Simon K. Y. Lee Foundation Limited Fund Grant Expenditure - 4th phase of Simon K. Y. Lee Children's Fund for FLY Project	-	71,382.40
Simon K. Y. Lee Foundation Limited Fund Grant Expenditure - 5th phase of Simon K. Y. Lee Children's Fund for FLY Project	10,073.90	169,407.40
Simon K. Y. Lee Foundation Limited Fund Grant Expenditure - Combat COVID-19 Project - Online training programmes for children with SEN (童聚同愛 2020)	178,607.63	-
Sir David Trench Fund Grant Expenditure	94,020.50	20,980.00
St. Mark's Primary School Redevelopment Expenditure	1,292,428.94	-
Sun Hung Kai Properties Limited Grant Expenditure	11,895.00	61,482.50
Social Welfare Development Fund unrecognised expenditure	268,260.32	850,808.89
Temporary Financial Aid Subvention Grant Expenditure	36,312.60	24,755.20
The Scout Association of Hong Kong Grant Expenditure	13,535.40	60,884.20
The HK Girl Guides Association Grant Expenditure	273.00	-
The HK Society for the Aged Grant Expenditure	2,754.00	-
Youth Development Commission Grant Expenditure	27,000.00	45,536.50
Yue Lee Lai Sim Foundation Expenditure	363,882.00	36,570.40
Expenditure subsidised by Designated Donations	6,216,798.48	9,667,717.16
Miscellaneous Grant Expenditures	78,276.70	1,024,932.33
	36,117,040.31	36,950,277.74

10. Surplus for the year

	2021 HK$	2020 HK$
Surplus for the year is arrived at after charging the following items:		
(a) Staff costs		
Key personnel management		
Salaries and benefits	26,029,185.00	20,215,450.00
Contribution to defined contribution plans	3,062,078.01	2,141,970.00
Other staff		
Salaries and benefits	1,081,211,174.95	1,021,201,671.45
Contribution to defined contribution plans	74,939,079.76	72,792,052.22
	1,185,241,517.72	1,116,351,143.67
(b) Other items		
Auditor's remuneration	1,090,446.52	1,315,350.00
Depreciation	7,929,698.29	6,902,881.20
Operating lease rentals		
- land and buildings	36,430,672.88	35,752,904.57
Net realised and unrealized gains on other financial assets	13,373,349.06	55,281.52

11. Property, plant and equipment

	Leasehold building HK$	Furniture and equipment HK$	Computer hardware and software HK$	Motor vehicles HK$	Total HK$
Cost					
At 1 April 2020	4,544,901.61	44,374,652.41	26,842,638.00	1,151,109.48	76,913,301.50
Reclassification	(32,600.00)	14,260,796.65	(14,228,196.65)	-	-
Additions	-	11,623,673.77	1,772,265.72	-	13,395,939.49
Disposal/Written off	-	(4,857,702.57)	(1,158,717.45)	(535,857.48)	(6,552,277.50)
At 31 March 2021	4,512,301.61	65,401,420.26	13,227,989.62	615,252.00	83,756,963.49
Accumulated depreciation					
At 1 April 2020	2,568,739.25	29,586,969.93	20,674,955.35	1,151,109.48	53,981,774.01
Reclassification	(32,600.00)	10,814,287.32	(10,781,687.32)	-	-
Charge for the year	159,086.85	6,245,952.97	1,524,658.47	-	7,929,698.29
Disposal/Written off	-	(3,400,702.38)	(1,146,047.45)	(535,857.48)	(5,082,607.31)
At 31 March 2021	2,695,226.10	43,246,507.84	10,271,879.05	615,252.00	56,828,864.99
Net book value					
At 31 March 2021	1,817,075.51	22,154,912.42	2,956,110.57	-	26,928,098.50
Net book value					
At 31 March 2020	1,976,162.36	14,787,682.48	6,167,682.65	-	22,931,527.49

The Group had incurred furniture, fixtures and equipment, computers and motor vehicles at total cost of HK$65,801,320.92 (2020: HK$54,857,265.69) during the year ended 31 March 2021. The relevant lotteries fund grant, Innovation and Technology Fund grant and Hong Kong Jockey Club Charities Trust grant received for sole purpose of acquisition of the plant and equipment of the Group in the total amount of HK$52,405,381.43 (2020: HK$43,006,766.95) were directly deducted from the additions above.

12. Other financial assets/Available-for-sale financial assets

	2021 HK$	2020 HK$
Other financial assets	55,962,676.92	-
Available-for-sale financial assets	-	45,185,750.00
	55,962,676.92	45,185,750.00
Analysis of financial assets:		
Investment held by an investment manager:		
Unlisted equity fund	2,966,853.42	2,467,580.21
Unlisted bond fund	3,293,779.02	2,947,985.38
Cash held by an investment manager for investment purposes	-	13,208.00
Listed equity security	48,292,024.48	38,497,832.41
Listed investment funds	1,410,020.00	1,259,144.00
	55,962,676.92	45,185,750.00

Other financial assets stated at fair value as at 31 March, 2021 denominated in USD amounted to HK$6,260,632.44 (2020: HK$5,428,773.59).

Available for sales financial assets amounted to HK$45,185,750.00 as at 1 April 2020 have been reclassified as other financial assets. Accordingly, investment revaluation reserves amounted to HK$9,401,721.00 as at 1 April 2020 has been reclassified as accumulated surplus/(deficit).

13. Account receivables, deposits and prepayments

	2021 HK$	2020 HK$
Account receivables	69,814,349.74	79,618,672.47
Lotteries fund grant receivables	16,070,102.55	16,346,529.60
Utility deposits	11,397,512.91	9,624,955.21
Prepayments	6,268,878.93	10,283,284.78
	103,550,844.13	115,873,442.06

14. Designated deficit to be recovered

	Note	2021 HK$	2020 HK$
Pilot Scheme on Peer Support Service in Community Psychiatric Service Units Surplus Account	14A	-	19,855.77
Short Term Food Assistance Surplus Account	14B	4,069,933.84	-
Training Subsidy Programme for Children on the Waiting List of Subvented Pre-school Rehabilitation Service Surplus Account	14C	340,910.10	287,071.16
Special Grant for Undergoing Combined Nasal and Throat Swab Tests Surplus Account	14D	1,447,088.00	-
		5,857,931.94	306,926.93

14A. Pilot Scheme on Peer Support Service in Community Psychiatric Service Units Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	(19,855.77)	(19,855.77)
Amount recovered from Social Welfare Department	19,855.77	-
Balance at 31 March	-	(19,855.77)

14B. Short Term Food Assistance Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	(10,015,696.13)	(2,217,548.40)
Subvention allocation, donations and programme income	45,391,392.39	19,496,764.04
Expenditures incurred	(39,445,630.10)	(26,605,060.40)
Surplus/(deficit) for the year	5,945,762.29	(7,108,296.36)
Transfer of deficit to Other Fund	-	81,514.42
Clawed back by Social Welfare Department	-	(771,365.79)
Balance at 31 March	(4,069,933.84)	(10,015,696.13)

14C. Training Subsidy Programme for Children on the Waiting List of Subvented Pre-school Rehabilitation Service Surplus Account

	2021			2020
	1 October 2020 to 31 March 2021 HK$	1 April 2020 to 30 September 2020 HK$	Total HK$	HK$
Balance at 1 April	-	(287,071.16)	(287,071.16)	(114,769.53)
Subvention allocation	-	445,173.00	445,173.00	580,618.00
Salaries	-	(141,780.98)	(141,780.98)	(688,661.02)
Provident Fund Contribution	-	(9,440.89)	(9,440.89)	(39,136.64)
Insurance	-	(4,272.07)	(4,272.07)	(787.40)
Miscellaneous	-	-	-	(764.00)
Administration charges	-	-	-	(23,570.57)
Outsourcing expenditures	(343,518.00)	-	(343,518.00)	-
(Deficit)/surplus for the year	(343,518.00)	289,679.06	(53,838.94)	(172,301.63)
Balance at 31 March	(343,518.00)	2,607.90	(340,910.10)	(287,071.16)

14D. Special Grant for Undergoing Combined Nasal and Throat Swab Tests Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation	137,040.00	-
Expenditures incurred	(1,584,128.00)	-
Deficit for the year	(1,447,088.00)	-
Balance at 31 March	(1,447,088.00)	-

15. Cash and cash equivalents

	2021 HK$	2020 HK$
Fixed deposits with banks	180,758,802.91	159,372,461.22
Cash and bank balances	273,360,240.32	202,037,328.15
	454,119,043.23	361,409,789.37
Less: Bank deposits with original maturity of more than three months	(157,854,918.34)	(157,784,135.72)
	296,264,124.89	203,625,653.65

Cash at banks earns interest at floating rates based on daily bank deposits rates. Short-term time deposits are made for varying periods ranging from one to three months (2020: one to twelve months) and earn interest at the respective short-term time deposits rates.

16. Designated surplus accounts

	Note	2021 HK$	2020 HK$
Rent and rates surplus refundable to Government	16A	707,557.77	357,153.23
Training Subsidy for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Service Surplus Account	16B	132,426.00	132,426.00
Subsidy Scheme for Occasional Child Care Service Surplus Account	16C	58,300.00	59,758.29
Subsidy Scheme for Extended Hours Child Care Service Users Surplus Account	16D	42,477.20	28,919.16
Employee Assistance Fund Surplus Account		-	769,491.60
Training for Master in Occupational Therapy and Physiotherapy Surplus Account	16E	1,570,000.00	1,080,000.00
Pilot Project on Child Care Training for Grandparents Surplus Account	16F	145,362.53	77,046.60
Social Welfare Subvention Surplus Account	16G	10,640.64	10,640.64
Subvention Interest Adjustment Account		-	191,334.01
Community Care Fund Surplus Account	16H	195,806.67	62,092.58
Special Grant on Manpower Support for Homes and Home-based Care Service Units Surplus Account	16I	-	3,687,258.04
Special Allowance for Staff of Subvented Residential Service Units in respect of COVID-19 Surplus Account	16J	11,993.81	252,843.66
Special Grant for Pilot Scheme on Community Care Service Voucher for the Elderly in respect of COVID-19 Surplus Account	16K	313.00	40,305.00
Special Grant to Step up Preventive Measures against COVID-19 Surplus Account	16L	-	672,000.00
One-off Subsidy for Organising Social Activities for Elderly Persons with Disabilities Surplus Account	16M	1,005,715.00	1,005,715.00
One-off Start up Grant Surplus Account	16N	0.69	37,677.69
Special Allowance for Compulsory Testing for Staff of RCHEs, RCHDs and NHs Surplus Account	16O	430,064.00	-
Special Subsidy for subvented Homes to enhance infection control and ventilation Surplus Account	16P	434,236.00	-
Time-limited Posts for Elderly and Rehabilitation Services Surplus Account	16Q	2,080,927.85	-
Social Welfare Development Fund Surplus Account	18E	19,650.20	-
Pilot Project Surplus Account (Social Welfare Department)	16R	20,656,921.39	-
Pilot Project Surplus Account (Lotteries Fund)	18I	6,664,080.11	-
School-Based After-school Learning and Support Programme Surplus Account	16S	315,947.64	-
Quality Education Fund Surplus Account	16T	311,446.99	-
		34,793,867.49	8,464,661.50

16A. Rent and rates surplus refundable to Government

	2021 HK$	2020 HK$
Balance at 1 April	357,153.23	276,856.56
Transfer from accumulated surplus	0.02	-
Surplus for the year		
- Lump Sum Grant Units	650,761.77	311,934.23
- Aided Standalone Child Care Centres	16,141.00	4,644.00
Clawed back by Social Welfare Department	(316,498.25)	(236,281.56)
Balance at 31 March	707,557.77	357,153.23

16B. Training Subsidy for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Service Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	132,426.00	147,426.00
Expenditures incurred	-	(15,000.00)
Deficit for the year	-	(15,000.00)
Balance at 31 March (note)	132,426.00	132,426.00

Note: This balance includes a surplus of HK$132,426.00 (2020: HK$132,426.00) which is to be refunded to SWD within twelve months from the end of the reporting period.

16C. Subsidy Scheme for Occasional Child Care Service Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	59,758.29	61,632.55
Subvention allocation	58,300.00	63,600.00
Expenditures incurred	-	(3,841.71)
Surplus for the year	58,300.00	59,758.29
Clawed back by Social Welfare Department	(59,758.29)	(61,632.55)
Balance at 31 March	58,300.00	59,758.29

16D. Subsidy Scheme for Extended Hours Child Care Service Users Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	28,919.16	28,117.92
Subvention allocation	44,075.00	44,075.00
Expenditures incurred	(1,597.80)	(15,155.84)
Surplus for the year	42,477.20	28,919.16
Clawed back by Social Welfare Department	(28,919.16)	(28,117.92)
Balance at 31 March	42,477.20	28,919.16

16E. Training for Master in Occupational Therapy and Physiotherapy Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	1,080,000.00	1,080,000.00
Subvention allocation	1,570,000.00	1,080,000.00
Expenditure incurred	(1,080,000.00)	(1,080,000.00)
Surplus for the year	490,000.00	-
Balance at 31 March	1,570,000.00	1,080,000.00

16F. Pilot Project on Child Care Training for Grandparents Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	77,046.60	-
Subvention allocation and other income	242,345.00	122,972.00
Expenditures incurred	(174,029.07)	(45,925.40)
Surplus for the year	68,315.93	77,046.60
Balance at 31 March	145,362.53	77,046.60

16G. Social Welfare Subvention Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	10,640.64	250,566.92
Interest on balance of subvention surplus	-	1,519.37
Transfer of Surplus to After School Care Programme Surplus Account	-	(241,445.65)
Balance at 31 March	10,640.64	10,640.64

16H. Community Care Fund Surplus Account

	2021			2020		
	After School Care Pilot Scheme HK$	Pilot Scheme on Dementia Community Support Services for the Elderly HK$	Total HK$	After School Care Pilot Scheme HK$	Pilot Scheme on Dementia Community Support Services for the Elderly HK$	Total HK$
Balance at 1 April	62,092.58	-	62,092.58	15,455.93	266,095.44	281,551.37
Subvention allocation	166,950.00	-	166,950.00	174,300.00	-	174,300.00
Expenditure incurred	(33,235.91)	-	(33,235.91)	(127,663.35)	-	(127,663.35)
Surplus for the year	133,714.09	-	133,714.09	46,636.65	-	46,636.65
Transfer to accumulated surplus	-	-	-	-	(266,095.44)	(266,095.44)
Balance at 31 March	195,806.67	-	195,806.67	62,092.58	-	62,092.58

16I. Special Grant on Manpower Support for Homes and Home-based Care Service Units Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	3,687,258.04	-
Subvention allocation	-	3,753,790.00
Expenditures incurred	-	(66,531.96)
Surplus for the year	-	3,687,258.04
Clawed back by Social Welfare Department	(3,687,258.04)	-
Balance at 31 March	-	3,687,258.04

16J. Special Allowance for Staff of Subvented Residential Service Units in respect of COVID-19 Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	252,843.66	-
Subvention allocation	4,918,908.00	4,918,908.00
Expenditures incurred	(4,906,914.19)	(4,666,064.34)
Surplus for the year	11,993.81	252,843.66
Clawed back by Social Welfare Department	(252,843.66)	-
Balance at 31 March	11,993.81	252,843.66

16K. Special Grant for Pilot Scheme on Community Care Service Voucher for the Elderly in respect of COVID-19 Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	40,305.00	-
Transfer from accumulated surplus	185.19	-
Subvention allocation	100,000.00	747,000.00
Expenditures incurred	(138,973.00)	(706,695.00)
(Deficit)/Surplus for the year	(38,973.00)	40,305.00
Clawed back by Social Welfare Department	(1,204.19)	-
Balance at 31 March	313.00	40,305.00

16L. Special Grant to Step up Preventive Measures against COVID-19 Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	672,000.00	-
Subvention allocation	1,524,000.00	1,402,000.00
Expenditures incurred	(2,196,000.00)	(730,000.00)
(Deficit)/Surplus for the year	(672,000.00)	672,000.00
Balance at 31 March	-	672,000.00

16M. One-off Subsidy for Organising Social Activities for Elderly Persons with Disabilities Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	1,005,715.00	-
Subvention allocation	-	1,146,000.00
Expenditures incurred	-	(140,285.00)
Surplus for the year	-	1,005,715.00
Balance at 31 March	1,005,715.00	1,005,715.00

16N. One-off Start up Grant Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	37,677.69	1,518,287.18
Subvention allocation	-	-
Expenditure incurred	-	(1,480,609.49)
Deficit for the year	-	(1,480,609.49)
Clawed back by Education Bureau	(37,677.00)	-
Balance at 31 March	0.69	37,677.69

16O. Special Allowance for Compulsory Testing for Staff of RCHEs, RCHDs and NHs Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation	1,497,000.00	-
Expenditure incurred	(1,066,936.00)	-
Surplus for the year	430,064.00	-
Balance at 31 March	430,064.00	-

16P. Special Subsidy for subvented Homes to enhance infection control and ventilation Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation	437,136.00	-
Expenditure incurred	(2,900.00)	-
Surplus for the year	434,236.00	-
Balance at 31 March	434,236.00	-

16Q. Time-limited Posts for Elderly and Rehabilitation Services Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation	2,681,400.00	-
Expenditure incurred	(600,472.15)	-
Surplus for the year	2,080,927.85	-
Balance at 31 March	2,080,927.85	-

16R. Pilot Project Surplus Account (Social Welfare Department)

	Balance as at 1 April 2019 HK$	Surplus for the year HK$	Balance as at 31 March 2020 and 1 April 2020 HK$	Surplus for the year HK$	Balance as at 31 March 2021 HK$ (Note)
Pilot scheme on Multi-disciplinary Outreaching Support Team for the Elderly-Kowloon Central Cluster	1,795,481.56	6,395,427.18	8,190,908.74	5,337,399.31	13,528,308.05
Pilot scheme on Multi-disciplinary Outreaching Support Team for the Elderly-Kowloon East Cluster	1,057,222.91	2,614,037.31	3,671,260.22	3,457,353.12	7,128,613.34
	2,852,704.47	9,009,464.49	11,862,168.96	8,794,752.43	20,656,921.39

Note: The surplus of HK$20,656,921.39 is to be reclassified as "Designated surplus accounts".

16S. School-Based After-school Learning and Support Programme Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation, programme income and interest income	1,362,378.13	1,668,471.48
Expenditure incurred	(1,046,430.49)	(1,668,471.48)
Surplus for the year	315,947.64	-
Balance at 31 March	315,947.64	-

16T. Quality Education Fund Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Grant income and interest income	940,390.63	598,907.88
Expenditure incurred	(628,943.64)	(598,907.88)
Surplus for the year	311,446.99	-
Balance at 31 March	311,446.99	-

17. Lump Sum Grant and Provident Fund Reserves

	2021 HK$	2020 HK$
Reserve from lump sum grant		
Balance at 1 April	203,231,759.05	191,332,176.28
Transfer of Surplus from Social Welfare Subvention Surplus Account	-	64,414.85
Transfer to Provident Fund Reserve (6.8% Post)	(18,040.00)	-
Transfer of deficit (from)/to accumulated surplus	(4,670.49)	279,626.84
Surplus for the year	19,431,614.39	11,555,541.08
Balance at 31 March	222,640,662.95	203,231,759.05
Provident fund reserve		
i) Snapshot staff		
Balance at 1 April	5,014,654.30	4,603,615.98
Surplus for the year	2,976,741.48	2,525,570.42
Transfer from Provident Fund Reserve (6.8% Post)	248,897.25	-
Refund to Government	(2,489,084.00)	(2,114,532.10)
Balance at 31 March	5,751,209.03	5,014,654.30
ii) 6.8% and other posts		
Balance at 1 April	79,150,042.64	76,036,719.53
Surplus for the year	3,064,917.71	2,531,930.11
Transfer from Lump Sum Grant Reserve	18,040.00	-
Transfer to Provident Fund Reserve (snapshot staff)	(248,897.25)	-
Transfer of deficit to accumulated surplus	3,135.48	-
Additional subvention received for previous years	675,972.00	581,393.00
Balance at 31 March	82,663,210.58	79,150,042.64
Total reserve fund at 31 March	311,055,082.56	287,396,455.99

18. Other designated surplus accounts

	Note	2021 HK$	2020 HK$
Aided Day Nursery and Aided Standalone Child Care Centres Operating Surplus Account	18A	15,604,518.91	10,679,083.24
After School Care Programme Surplus Account	18B	1,662,708.89	1,316,187.01
Visiting Medical Practitioner Surplus Account	18C	127,239.76	127,239.76
Financial Incentive Scheme for Mentors of Employees with Disabilities Surplus Account	18D	59,208.00	59,208.00
Social Welfare Development Fund Surplus Account	18E	470,542.65	458,690.19
Short Term Food Assistance Surplus Account		-	(10,015,696.13)
Child Development Fund Surplus Account	18F	1,065,062.98	666,587.31
Subsidy for Manpower Enhancement Surplus Account	18G	601,164.26	1,033,612.53
Pilot Scheme on Training for Foreign Domestic Helpers on Elderly Care Surplus Account	18H	279,847.30	312,065.88
Pilot Project Surplus Account (Social Welfare Department)		-	11,862,168.96
Pilot Project Surplus Account (Lotteries Fund)	18I	1,851,256.29	8,555,505.35
Free Quality Kindergarten Education Scheme Funds Surplus Account	18J	2,701,825.26	2,470,563.48
Other EDB Grant Surplus Account	18K	2,992,057.12	1,125,859.28
Dragon Boat Festival Project Reserve Account	18L	111,647.33	106,528.63
F & E Replenishment and Minor Works Block Grant Reserve Account	18M	589,972.67	1,126,014.23
Employee Assistance Fund Surplus Account	18N	2,383,940.98	-
Subsidy for Assistant Supervisor Surplus Account	18O	726,681.00	-
Ethnic Minority District Ambassador Posts Surplus Account	18P	453,348.86	-
		31,681,022.26	29,883,617.72

18A. Aided Day Nursery and Aided Standalone Child Care Centres Operating Surplus Account

	2021 HK$	2020 HK$
Aided Day Nursery Operating Surplus Account		
Balances as at 1 April and 31 March	8,850,354.26	8,850,354.26
Aided Standalone Child Care Centres Operating Surplus Account		
Balance at 1 April	1,828,728.98	1,125,521.02
Surplus for the year	4,925,435.67	703,207.96
	6,754,164.65	1,828,728.98
Balance at 31 March	15,604,518.91	10,679,083.24

18B. After School Care Programme Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	1,316,187.01	1,030,490.86
Transfer from Social Welfare Surplus account		241,445.65
Subvention allocation	2,152,704.00	1,063,800.00
Recognised expenses under relief measures under the epidemic of COVID-19	(95,796.39)	(63,900.00)
Expenditures incurred	(1,710,385.73)	(955,649.50)
Surplus for the year	346,521.88	44,250.50
Balance at 31 March	1,662,708.89	1,316,187.01

18C. Visiting Medical Practitioner Surplus Account

	Balance At 1 April 2019, 31 March 2020 and 31 March 2021 HK$
Wu King Day Activity Centre Cum Hostel	16,283.00
The Providence Garden for Rehabilitation	
- Hostel for Moderately Mentally Handicapped Persons	24,787.86
- Hostel for Severely Mentally Handicapped Persons	22,583.72
- Care and Attention Home for Severely Disabled	2,900.09
- Halfway House	450.53
- Long Stay Care Home (A)	50,402.82
- Long Stay Care Home (B)	9,831.74
	127,239.76

18D. Financial Incentive Scheme for Mentors of Employees with Disabilities Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April and 31 Mar	59,208.00	59,208.00

18E. Social Welfare Development Fund Surplus Account

	2021				2020			
	Phase 2	Phase 3 (First and second round)	Phase 3 (Third round)	Total	Phase 2	Phase 3 (First and second round)	Phase 3 (Third round)	Total
	HK$	HK$	HK$	HK$	HK$	HK$	HK$	HK$
Balance at 1 April	-	458,690.19	-	458,690.19	1,710.78	2,848,813.32	-	2,850,524.10
Revenue:								
Funding Allocation received	-	1,337,800.00	543,459.00	1,881,259.00	-	3,167,465.00	-	3,167,465.00
Interest income	-	13.75	-	13.75	-	4,782.90	-	4,782.90
	-	1,337,813.75	543,459.00	1,881,272.75	-	3,172,247.90	-	3,172,247.90
Expenditure on approved projects:								
Scope A – Training and professional development programmes	-	-	(80,527.09)	(80,527.09)	-	(1,509,945.69)	-	(1,509,945.69)
Scope B – Business system upgrading projects	-	(1,769,243.00)	-	(1,769,243.00)	-	(3,699,405.12)	-	(3,699,405.12)
Scope C – Studies	-	-	-	-		(188,336.63)	-	(188,336.63)
Administrative support	-	-	-	-	-	(164,683.59)	-	(164,683.59)
	-	(1,769,243.00)	(80,527.09)	(1,849,770.09)	-	(5,562,371.03)	-	(5,562,371.03)
(Deficit)/Surplus for the year	-	(431,429.25)	462,931.91	31,502.66	-	(2,390,123.13)	-	(2,390,123.13)
Transfer of accumulated interest income	-	(7,610.74)	7,610.74	-	-	-	-	-
Clawed back by Social Welfare department	-	-	-	-	(1,711.99)	-	-	(1,711.99)
Transfer from accumulated surplus	-	-	-	-	1.21	-	-	1.21
Balance at 31 Mar	-	19,650.20*	470,542.65	490,192.85	-	458,690.19	-	458,690.19

* The surplus of HK$19,650.20 is to be refunded to SWD within twelve months from the end of the reporting period (Note 16).

18F. Child Development Fund Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	666,587.31	532,329.51
Subvention allocation	1,196,360.00	968,000.00
Other income received	2,558.76	35,140.60
Expenditures incurred	(800,443.09)	(738,765.04)
Surplus for the year	398,475.67	264,375.56
Clawed back by Social Welfare Department	-	(130,117.76)
Balance at 31 March	1,065,062.98	666,587.31

18G. Subsidy for Manpower Enhancement Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	1,033,612.53	214,150.41
Subvention allocation	4,311,052.00	4,457,647.17
Expenditures incurred	(4,743,500.27)	(3,638,185.05)
(Deficit)/surplus for the year	(432,448.27)	819,462.12
Balance at 31 March	601,164.26	1,033,612.53

18H. Pilot Scheme on Training for Foreign Domestic Helpers on Elderly Care Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	312,065.88	122,236.42
Subvention allocation	367,656.00	532,538.00
Other income	5.71	641.28
Expenditures incurred	(262,024.79)	(343,349.82)
Surplus for the year	105,636.92	189,829.46
Clawed back by Social Welfare Department	(137,855.50)	-
Balance at 31 March	279,847.30	312,065.88

18I. Pilot Project Surplus Account (Lotteries Fund)

	Balance as at 1 April 2019	Surplus for the year	Balance as at 31 March 2020 and 1 April 2020	Surplus/ (deficit) for the year	Balance as at 31 March 2021	Note
	HK$	HK$	HK$	HK$	HK$	
Pilot Scheme of Social Work Service for Pre-primary Institutions (Phase 1)	1,325,632.69	1,019,498.25	2,345,130.94	930,630.29	3,275,761.23	(1)
Pilot Scheme of Social Work Service for Pre-primary Institutions (Phase 2)	-	2,251,574.41	2,251,574.41	1,136,744.47	3,388,318.88	(1)
Pilot Project on Provision of Wi-Fi Service for Eligible Welfare Service Units	-	3,958,800.00	3,958,800.00	(2,107,543.71)	1,851,256.29	(2)
	1,325,632.69	7,229,872.66	8,555,505.35	(40,168.95)	8,515,336.40	

Note 1: The projects with surplus, totally HK$6,664,080.11 are to be expired within twelve months from the end of the reporting period (note 16).

Note 2:

	Wi-Fi Project 35141-837-4510-0000 Completion Date: 31 December 2023
	HK$
Income	
Lotteries Fund Grant – Pilot Scheme	1,561,900.00
Interest income	-
Total income	1,561,900.00
Expenditure	
Other expenditure	
(i) Technical set-up and installation cost	3,493,040.00
(ii) Operating expenses	176,403.71
Total expenditure	3,669,443.71
Deficit for the year	(2,107,543.71)
Add: Cumulated surplus	3,958,800.00
Less: Refund to Government	-
Cumulated surplus carried forward	1,851,256.29

18J. Free Quality Kindergarten Education Scheme Funds Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	2,470,563.48	2,245,288.95
Transferred to accumulated surplus	(440,021.92)	-
Other operating expenses related subsidy	393,430.25	31,744.38
Grant for a cook	107,250.95	79,387.39
Grant for support to Non-Chinese Speaking Students	184,966.00	47,276.91
Promotion of Reading Grant	(14,363.50)	66,865.85
Balance at 31 March	2,701,825.26	2,470,563.48

18K. Other EDB Grant Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	1,125,859.28	(6,361.80)
Transfer from accumulated surplus	298.70	-
Supply Teacher Grant	5,784.00	4,589.00
Promotion of Reading Grant	-	(4,309.90)
Staff Relief Grant	(105,485.92)	(24,566.22)
Support Grant	1,244,992.66	1,061,670.50
Special Anti-epidemic Grant	(75,201.60)	94,837.70
DIY Handicraft and Learning Package Scheme Grant	711,010.00	-
Gift Book Scheme Grant	74,800.00	-
Website Enhancement Grant	10,000.00	-
As at 31 March	2,992,057.12	1,125,859.28

18L. Dragon Boat Festival Project Reserve Account

	2021 HK$	2020 HK$
Balance at 1 April	106,528.63	142,836.26
Dragon boat festival project income	65,726.00	170,722.50
Dragon boat festival project expenses	(60,607.30)	(207,030.13)
Surplus/(deficit) for the year	5,118.70	(36,307.63)
Balance at 31 March	111,647.33	106,528.63

18M. F & E Replenishment and Minor Works Block Grant Reserve Account

	2021 HK$	2020 HK$
Balance at 1 April	1,126,014.23	1,667,605.56
Block Grant received during the year	13,116,000.00	11,814,000.00
Interest received	67.49	2,949.27
	13,116,067.49	11,816,949.27
Less: Expenditures incurred:		
- Minor works projects	(7,673,505.05)	(7,584,568.60)
- Vehicles overhauling	(152,230.00)	(261,734.10)
- Furniture and equipment	(5,826,374.00)	(4,512,237.90)
	(13,652,109.05)	(12,358,540.60)
Shortfall utilized from Block Grant Reserve for the year	(536,041.56)	(541,591.33)
Balance at 31 March	589,972.67	1,126,014.23

18N. Employee Assistance Fund Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	769,491.60	717,742.34
Transfer from accumulated fund	1,276.79	-
Subvention allocation	5,931,700.00	3,709,000.00
Expenditures incurred	(3,547,759.02)	(2,938,231.61)
Surplus for the year	2,383,940.98	770,768.39
Clawed back by Social Welfare Department	(770,768.39)	(719,019.13)
Balance at 31 March (note)	2,383,940.98	769,491.60

Note: The balance includes a surplus of Nil (2020: HK$ 769,491.60) which is to be refunded by SWD within twelve months from the end of the reporting period.

18O. Subsidy for Assistant Supervisor Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation	857,279.00	-
Expenditures incurred	(130,598.00)	
Surplus for the year	726,681.00	-
Balance at 31 March	726,681.00	-

18P. Ethnic Minority District Ambassador Posts Surplus Account

	2021 HK$	2020 HK$
Balance at 1 April	-	-
Subvention allocation	609,219.00	-
Expenditures incurred	(155,870.14)	-
Surplus for the year	453,348.86	-
Balance at 31 March	453,348.86	-

19. Other designated fund

	Note	2021 HK$	2020 HK$
Raffle Ticket Reserve Account	19A	2,309,793.25	5,705,312.82
Other Funds	19B	79,799,009.82	75,992,849.14
		82,108,803.07	81,698,161.96

19A. Raffle Ticket Reserve Account

	Centre unit code	Service type	Balance at 1 April 2019 HK$	Fund Transfer HK$	Funds allocated from Lottery Event 2020 HK$	Expenses HK$	Balance at 31 March 2020 and 1 April 2020 HK$	Fund Transfer HK$	Expenses HK$	Balance at 31 March 2021 HK$
Aberdeen Service Ministry	0723	Children & Family	500,000.00	-	500,000.00	(428,726.71)	571,273.29	(37,514.35)	(533,758.94)	-
Sheng Kung Hui St. Joseph's Church & Social Centre	1060	Counselling & Training	200,000.00	-	230,000.00	(21,572.91)	408,427.09	-	-	408,427.09
Hong Kong Sheng Kung Hui Counselling Service	2100	Counselling	350,000.00	-	250,000.00	(7,741.56)	592,258.44	-	-	592,258.44
Hong Kong Sheng Kung Hui PSCS Professional Support	3584/ 3570	Primary School Counselling	91,235.00	-	260,000.00	(211,066.34)	140,168.66	-	(140,168.66)	-
Stroke Rehabilitation Fund	3725	Stroke Rehabilitation	1,500,000.00	157,476.53	900,000.00	(1,398,998.42)	1,158,478.11	-	(1,150,343.64)	8,134.47
Grace Garden for Rehabilitation	3771	Stroke Rehabilitation	-	-	90,130.67	-	90,130.67	-	(600.35)	89,530.32
We Love: Jockey Club Centre for Family Enhancement	4703	Special Education Needs	250,000.00	-	350,000.00	(58,093.71)	541,906.29	-	-	541,906.29
Act of Love	4705	Counselling & Training	1,200,000.00	-	1,532,000.00	(897,187.71)	1,834,812.29	180,044.33	(1,372,390.28)	642,466.34
Innovative Social Service Projects	5060	Innovative Social Services	548,006.51	(157,476.53)	-	(22,672.00)	367,857.98	(142,529.98)	(198,257.70)	27,070.30
			4,639,241.51	-	4,112,130.67	3,046,059.36	5,705,312.82	-	(3,395,519.57)	2,309,793.25

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19A. Raffle Ticket Reserve Account (continued)

Details of Lottery Event 2019

Lottery Event held between 6 October 2019 to 29 November 2019

	HK$
Income	
Lottery Proceeds	3,554,080.00
Other donations	756,478.40
	4,310,558.40
Expenditure	(198,427.73)
Net proceeds	4,112,130.67

The net proceeds from the lottery event under Lottery Licence No. 004723 held between 6 October 2019 to 29 November 2019 have been used on the expenditure for supporting the following services:

	2021 HK$	2020 HK$	Reallocation of Fund HK$	Unspent balance carried forward HK$	Total HK$
Children and Family Services	1,492,345.95	-	(102,812.29)	642,466.34	2,032,000.00
Innovation/ Rehabilitation Services	600.35	-	-	89,530.32	90,130.67
Counselling and Training Services	-	119,831.34	(200,000.00)	820,168.66	740,000.00
Stroke Rehabilitation Services	891,865.53	-	-	8,134.47	900,000.00
Special Education Needs Services	-	-	302,812.29	47,187.71	350,000.00
	2,384,811.83	119,831.34	-	1,607,487.50	4,112,130.67

19A. Raffle Ticket Reserve Account (continued)

Details of Lottery Event 2018

Lottery Event held between 9 October 2018 to 11 November 2018

	HK$
Income	
Lottery Proceeds	3,947,740.00
Other donations	934,830.97
	4,882,570.97
Expenditure	(219,838.44)
Net proceeds	4,662,732.53

The net proceeds from the lottery event under Lottery Licence No. 004664 held between 9 October 2018 to 11 November 2018 have been used on the expenditure for supporting following services:

	2021 HK$	2020 HK$	2019 HK$	Reallocation of fund	Unspent balance carried forward HK$	Total HK$
Children and Family Services	413,803.27	428,726.71	-	(142,529.98)	-	700,000.00
Innovation/Rehabilitation Services	122,655.72	-	-	300,006.51	27,070.30	449,732.53
Counseling and Training Services	140,168.66	120,549.47	121,765.00	-	180,516.87	563,000.00
Stroke Rehabilitation Services	258,478.11	1,398,998.42	-	(157,476.53)	-	1,500,000.00
Special Education Needs Services	-	955,281.42	-	-	494,718.58	1,450,000.00
	935,105.76	2,903,556.02	121,765.00	-	702,305.75	4,662,732.53

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19A. Raffle Ticket Reserve Account (continued)

Details of Lottery Event 2017

Lottery Event held between 11 March 2017 to 5 May 2017

	HK$
Income	
Lottery Proceeds	3,842,480.00
Other donations	766,991.00
	4,609,471.00
Expenditure	(225,147.75)
Net proceeds	4,384,323.25

The net proceeds from the lottery event under Lottery Licence No. 004583 held between 11 March 2017 to 5 May 2017 have been used on the expenditure for supporting following services:

	2021 HK$	2020 HK$	2019 HK$	2018 HK$	Unspent balance carried forward HK$	Total HK$
Children and Family Services	-	-	-	189,707.65	-	189,707.65
Innovation Services	75,601.98	22,672.00	923,580.80	-	-	1,021,854.78
Counseling and Training Services	-	-	-	922,932.75	-	922,932.75
Stroke Rehabilitation Services	-	-	-	1,000,000.00	-	1,000,000.00
Special Education Needs Services	-	-	-	1,249,828.07	-	1,249,828.07
	75,601.98	22,672.00	923,580.80	3,362,468.47	-	4,384,323.25

19B. Other Funds

	2021 HK$	2020 HK$
Balance as at 1 April	75,992,849.14	130,398,552.85
Transferred to accumulated surplus	-	(73,807,678.84)
Transfer to Short Term Food Assistance Surplus Account	-	(81,514.42)
Transfer from Investment Revaluation Reserve	1,120,923.67	-
Surplus for the year	2,828,320.53	19,483,519.55
Clawed back of surplus by funders	(143,083.52)	-
Balance as at 31 March	79,799,009.82	75,992,849.14

20. Investment Revaluation Reserve

	2021 HK$	2020 HK$
Balance at 1 April	(9,401,721.00)	2,416,163.55
Released upon disposal of available-for-sale financial assets	-	(1,461,759.27)
Change in fair value of available-for-sale financial assets	-	(10,356,125.28)
Transfer to accumulated surplus and other fund	9,401,721.00	-
	9,401,721.00	(11,817,884.55)
Balance at 31 March	-	(9,401,721.00)

21. Benefits and interests of directors

The directors did not receive any fees or other emoluments in respect of their services to the Group during the year (2020: Nil).

22. Taxation

a) The Association

As a charitable organization, the Association exempted from all Hong Kong taxes pursuant to section 88 of the Inland Revenue Ordinance.

b) The subsidiaries of the Association

i) No provision for Hong Kong profits tax has been made for the Association's subsidiary, Grace Peace Limited, which incurred a tax loss for the years ended 31 March 2021 and 2020.

At 31 March 2021, Grace Peace Limited had unused tax losses of HK$16,224,913.00 (2020: HK$16,298,634.00) available to offset against future profits. These unused tax losses do not expire under current tax legislation. No deferred tax asset has been recognised for the said tax losses due to the unpredictability of future profits streams of Grace Peace Limited.

ii) HKSKH Blessed Service Management Limited is exempted from all Hong Kong taxes pursuant to section 88 of the Inland Revenue Ordinance.

iii) Kam Wah Design & Engineering Limited sustained a tax loss for the year ended 31 March 2021. At 31 March 2021, Kam Wah Design & Engineering Limited had unused tax losses of HK$142,540.00 (2020: HK$336,031.00) available to offset against future profits. No deferred tax asset has been recognised in respect of such tax losses due to the unpredictability of future profit streams. These unused tax losses do not expire under current tax legislation.

iv) HKSKH Lady MacLehose Centre Dental Clinic Limited and SKH Crown of Thorns Church Kit Tak Dental Clinic Limited are exempted from all Hong Kong taxes pursuant to section 88 of the Inland Revenue Ordinance.

23. Commitments

a) Capital commitments

Capital commitments outstanding at 31 March 2021 not provided for in the consolidated financial statements are as follows:

	2021 HK$	2020 HK$
i) Subvented by Furniture and Equipment Replenishment and Minor Works Grant		
Contracted for but not provided in the financial statements	231,838.00	328,142.05
ii) Subvented by others and self finance		
Contracted for but not provided in the financial statements	49,850,086.62	57,544,050.62
	50,081,924.62	57,872,192.67

b) Commitments under operating leases

At the end of the reporting period, the total future minimum lease payments in respect of properties under non-cancellable leases are payable as follows:

	2021 HK$	2020 HK$
Within one year	28,714,749.86	18,506,366.92
In the second to fifth years, inclusive	16,701,841.25	18,687,423.30
	45,416,591.11	37,193,790.22

24. Related party transactions

In addition to the transactions and balances disclosed elsewhere in these consolidated financial statements, the Group had the following transactions with related parties during the year:

	Name of related party	Nature of transaction	2021 HK$	2020 HK$
(a)	Diocesan Boys' School	Grant	-	310,664.00
	Church Body of Hong Kong Sheng Kung Hui	Office licence fee paid	(600,000.00)	(600,000.00)
	S.K.H. St. Simon's Social Services	Interest payable	-	(9,502.28)
		Sales income of medical material	13,503.59	-
		Service income of medical services	4,495.00	-
	S.K.H. Holy Carpenter Church	Administrative fee income	215,707.80	243,415.21
		Outsourcing expenditures	(695,442.15)	(877,815.37)

(b) Compensation paid to key management personnel of the Group is disclosed as follows:

	2021 HK$	2020 HK$
Short-term employee benefits	26,029,185.00	20,215,450.00
Post-employment benefits	3,062,078.01	2,141,970.00
	29,091,263.01	22,357,420.00

Key management personnel of the Association represent the Board of Directors and Executive Committees of the Association.

25. Statement of Financial Position and Changes in Reserves and Funds of the Association

	2021 HK$	2020 HK$
Non-current assets		
Property, plant and equipment	26,891,435.91	22,731,391.59
Investment in subsidiaries	2.00	2.00
Other financial assets	55,962,676.92	-
Available-for-sale financial assets	-	45,185,750.00
	82,854,114.83	67,917,143.59
Current assets		
Certificate of deposits	67,238,853.00	66,606,660.00
Account receivables, deposits and prepayments	99,675,622.48	110,419,850.82
Amounts due from subsidiaries	24,006,615.22	27,810,040.58
Designated deficit to be recovered	5,857,931.94	306,926.93
Cash and cash equivalents	452,978,862.12	357,798,934.10
	649,757,884.76	562,942,412.43
Current liabilities		
Fees and grants received in advance and deposits received	64,936,908.78	49,602,311.65
Account payables and accrued expenses	95,279,728.63	97,908,670.74
Designated surplus accounts	34,793,867.49	8,464,661.50
	195,010,504.90	155,975,643.89
Net current assets	454,747,379.86	406,966,768.54
Net assets	537,601,494.69	474,883,912.13
Reserves and funds		
Accumulated surplus	112,756,586.80	85,307,397.46
Lump Sum Grant and Provident Fund Reserves	311,055,082.56	287,396,455.99
Other designated surplus accounts	31,681,022.26	29,883,617.72
Other designated fund	82,108,803.07	81,698,161.96
Investment revaluation reserve	-	(9,401,721.00)
	537,601,494.69	474,883,912.13

Approved by the board of directors on 17 September 2021.

Mr. MOK Yu Sang, Wilson
Director

Dr. LI Kwok Tung, Donald
Chairman

25. Statement of Financial Position and Changes in Reserves and Funds of the Association (continued)

	Accumulated surplus HK$	Lump Sum Grant and Provident Fund Reserves HK$	Other designated surplus account HK$	Other designated funds HK$	Investment revaluation reserve HK$	Total HK$
At 1 April 2020	85,307,397.46	287,396,455.99	29,883,617.72	81,698,161.96	(9,401,721.00)	474,883,912.13
Surplus/(deficit) for the year	56,740,970.41	25,473,273.58	9,805,282.45	(567,199.04)	-	91,452,327.40
Transfer of Surplus to Designated surplus accounts	(14,764,051.22)	-	-	-	-	(14,764,051.22)
Transfer of Surplus to Designated deficit to be recoverable	(4,444,835.35)	-	-	-	-	(4,444,835.35)
Utilization of F&E Replenishment and Minor Works Block Grant Reserve account	-	-	(536,041.56)	-	-	(536,041.56)
Refund of Provident Fund Reserve and Other designated surplus accounts	(46.00)	(1,813,112.00)	(137,855.50)	(143,083.52)	-	(2,094,097.02)
Transfer of reserves	(10,081,386.44)	(1,535.01)	(439,723.22)	1,120,923.67	9,401,721.00	-
Transfer of Prior Year Surplus to Designated surplus accounts	(1,462.06)	-	-	-	-	(1,462.06)
Projects' surpluses be reclassified as current liabilities/current assets as these surpluses to be refunded to Social Welfare Department	-	-	(6,894,257.63)	-	-	(6,894,257.63)
At 31 March 2021	112,756,586.80	311,055,082.56	31,681,022.26	82,108,803.07	-	537,601,494.69

25. Statement of financial position and changes in reserves and funds of the Association (continued)

	Accumulated surplus HK$	Lump Sum Grant and Provident Fund Reserves HK$	Other designated surplus account HK$	Other designated funds HK$	Investment revaluation reserve HK$	Total HK$
At 1 April, 2019	1,946,456.05	271,972,511.79	22,055,431.78	135,037,764.36	2,416,163.55	433,428,327.53
Surplus for the year	13,419,857.68	16,613,041.61	10,083,231.24	20,549,590.86	-	60,665,721.39
Other comprehensive income	1,461,759.27	-	-	-	(11,817,884.55)	(10,356,125.28)
Transfer of Surplus to Designated surplus accounts	(5,473,635.88)	-	-	-	-	(5,473,635.88)
Transfer of Deficit to Designated deficit to be recoverable	172,301.63	-	-	-	-	172,301.63
Utilization of F&E Replenishment and Minor Works Block Grant Reserve account	-	-	(541,591.33)	-	-	(541,591.33)
Refund of Provident Fund Reserve and Other designated surplus accounts	(14,446.12)	(1,533,139.00)	(420,198.01)	-	-	(1,967,783.13)
Transfer of reserves	73,610,525.02	279,626.74	(958.50)	(73,889,193.26)	-	-
Transfer of Prior Year Surplus to Designated surplus accounts	184,579.81	64,414.85	241,445.65	-	-	490,440.31
Projects' surpluses be reclassified as current liabilities as these surpluses to be refunded to Social Welfare Department	-	-	(1,533,743.11)	-	-	(1,533,743.11)
At 31 March 2020	85,307,397.46	287,396,455.99	29,883,617.72	81,698,161.96	(9,401,721.00)	474,883,912.13

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26. Particulars of subsidiaries

As at 31 March 2021 and 31 March 2020, the Group had an interest in the following subsidiaries:

Name of subsidiary	Place of incorporation	Class of shares held	Percentage of equity interest held by the Association	Principal activities
Grace Peace Limited	Hong Kong	Ordinary	100%	Providing the management consultancy services for the elderly care centres in People's Republic of China
HKSKH Blessed Service Management Limited (Incorporated in Hong Kong with limited liability by guarantee)	Hong Kong	N/A	100%	Operating the (i) Solar Tower, the Hostel Area and the Hostel Extend Area in respect of Ma Wan Park, Hong Kong and (ii) Good Kitchen, the tuck shop in respect of Hang Seng Management College
Kam Wah Design & Engineering Limited	Hong Kong	Ordinary	100%	Provision of design and engineering services
H.K.S.K.H. Lady MacLehose Centre Dental Clinic Limited (Incorporated in Hong Kong with limited liability by guarantee)	Hong Kong	N/A	100%	Provision of dental and related services on a non-profit basis for the Hong Kong people, particularly among the elderly, the sick and the poor.
S.K.H. Crown of Thorns Church Kit Tak Dental Clinic Limited (Incorporated in Hong Kong with limited liability by guarantee)	Hong Kong	N/A	100%	Provision of dental and related services on a non-profit basis for the Hong Kong people, particularly among the elderly, the sick and the poor.

27. Subsequent event

As a result of the uncertainties caused by the coronavirus outbreak, there is a potential impact on the future performance of the Group. At this stage, the directors consider that the degree of impact could not be reasonably estimated. The directors will closely monitor the development of the epidemic and assess its impact on the financial position and operating results of the Group.