

**AWANA HONG KONG LIMITED**  
(LIMITED BY GUARANTEE)

REPORTS AND AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021

**Stanley Fok & Co.**  
Certified Public Accountants  
Hong Kong

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Unit 701, 7/F, 102 Austin Road,  
Jordan, Kowloon, Hong Kong



**AWANA HONG KONG LIMITED**  
**(LIMITED BY GUARANTEE)**

**REPORTS AND AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

<b><u>CONTENTS</u></b>	<b><u>PAGE</u></b>
REPORT OF THE DIRECTORS	1-2
INDEPENDENT AUDITOR'S REPORT	3-5
INCOME STATEMENT	6
STATEMENT OF FINANCIAL POSITION	7
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS	8-15
DETAILED INCOME STATEMENT (For Management Purposes Only)	16-18

**AWANA HONG KONG LIMITED**  
(LIMITED BY GUARANTEE)

**DIRECTORS**

Fung Ka Keung  
Ma Wellen Kwei Yan  
Har Man Lai  
Yuen Yuet Mui  
Ho Kwing Kwong Alex  
Yeung Shing Wo  
Kwan Hui Ching

**REPORT OF THE DIRECTORS**

The directors have pleasure in submitting their annual report and the audited financial statements for the year ended 31<sup>st</sup> March 2021.

**PRINCIPAL ACTIVITIES**

The principal activity of the company is providing club programs for children through the local churches for the promotion of Christianity.

**RESULTS AND APPROPRIATIONS**

The result of the company for the year ended 31<sup>st</sup> March 2021 and the state of the company's affairs as at that date are set out in the company's financial statements on pages 6 to 15.

**DIRECTORS**

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

Ma Wellen Kwei Yan  
Har Man Lai  
Yuen Yuet Mui  
Fung Ka Keung  
Ho Kwing Kwong Alex  
Yeung Shing Wo  
Kwan Hui Ching

(appointed on 1.11.2021)

In accordance with Article No. 40 of the company's Articles of Association, all directors retire at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

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## MANAGEMENT CONTRACTS

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

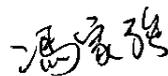
## PERMITTED INDEMNITY PROVISIONS

At no time during the year and up to the date of this report, there was, or is, any permitted indemnity provision being in force for the benefit of any of the directors of the company.

## AUDITORS

The financial statements were audited by Messrs. Stanley Fok & Co., who retire and, being eligible, offer themselves for re-appointment.

For and on behalf of the Board,



Fung Ka Keung  
Chairman  
Hong Kong,

4 JAN 2022

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INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AWANA HONG KONG LIMITED  
(LIMITED BY GUARANTEE)

(incorporated in Hong Kong with limited liability)

**Opinion**

We have audited the financial statements of Awana Hong Kong Limited (“the company”) set out on pages 6 to 15, which comprise the statement of financial position as at 31<sup>st</sup> March 2021, and the income statement for the year then ended, and explanatory notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the company are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-sized Entity Financial Reporting Standard (“SME-FRS”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and have been properly prepared in compliance with the Hong Kong Companies Ordinance (Cap. 622).

**Basis for Opinion**

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

**Information other than the Financial Statements and Auditor’s Report Thereon**

The directors are responsible for the other information. The other information comprises all information included in the directors’ report and the detailed income statement, but does not include the financial statements and our auditor’s report thereon.

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

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

**Responsibilities of Directors and those charged with Governance for the Financial Statements**

The directors are responsible for the preparation of financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance (Cap. 622), and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made solely to you, as a body, in accordance with Section 405 of the Hong Kong Companies Ordinance (Cap. 622), and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of the report.

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

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

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors; and
- 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 exist related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

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.



Stanley Fok & Co.  
Certified Public Accountants  
Unit 701, 7/F  
No. 102 Austin Road  
Jordan, Kowloon  
Hong Kong,

4 JAN 2022

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**AWANA HONG KONG LIMITED**  
(LIMITED BY GUARANTEE)

INCOME STATEMENT  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021

(EXPRESSED IN HONG KONG DOLLARS)

		<u>2021</u>	<u>2020</u>
<b><u>REVENUE</u></b>	(Note 4)	1,712,152	2,484,366
<b><u>COST OF GOODS SOLD</u></b>		( 393,814)	( 482,028)
		<u>1,318,338</u>	<u>2,002,338</u>
<b><u>OTHER INCOME</u></b>	(Note 5)	20,241	7,211
<b><u>INCOME FROM</u></b>			
<b><u>EMPLOYMENT SUPPORT SCHEME</u></b>		209,334	---
<b><u>STAFF COSTS</u></b>		( 1,019,401)	( 833,245)
<b><u>DEPRECIATION</u></b>		( 552,383)	( 547,031)
<b><u>OTHER OPERATING EXPENSES</u></b>	(Note 6)	( 304,289)	( 832,799)
<b><u>FINANCE COSTS</u></b>	(Note 7)	( 85,255)	( 74,381)
<b><u>NET DEFICIT FOR THE YEAR</u></b>	(Note 13)	<u>( 413,415)</u>	<u>( 277,907)</u>

The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.

**AWANA HONG KONG LIMITED**  
(LIMITED BY GUARANTEE)

**STATEMENT OF FINANCIAL POSITION AS AT 31<sup>ST</sup> MARCH 2021**

(EXPRESSED IN HONG KONG DOLLARS)

		<u>2021</u>	<u>2020</u>
<b><u>NON-CURRENT ASSETS</u></b>			
Property, plant & equipment	(Note 10)	7,392,308	7,918,995
<b><u>CURRENT ASSETS</u></b>			
Inventories	(Note 11)	162,034	179,868
Utility & other deposits		20,446	23,022
Accounts receivable		8,460	184,238
Sundry debtors & prepayments		19,111	20,402
Bank & cash balances		1,592,897	1,322,312
		<u>1,802,948</u>	<u>1,729,842</u>
<b><u>CURRENT LIABILITIES</u></b>			
Mortgage loans – secured	(Note 12)	2,807,386	2,869,947
Accounts payable		157,297	149,785
Receipt in advance		26,343	1,200
Sundry creditors & accruals		21,200	32,960
		<u>3,012,226</u>	<u>3,053,892</u>
<b><u>NET CURRENT LIABILITIES</u></b>		<u>(1,209,278)</u>	<u>(1,324,050)</u>
<b><u>NET ASSETS</u></b>		<u>6,183,030</u>	<u>6,594,945</u>
<b><u>RESERVES</u></b>			
Accumulated fund	(Note 13)	1,843,429	1,722,672
Office development fund	(Note 14)	4,339,601	4,872,273
<b><u>TOTAL RESERVES</u></b>		<u>6,183,030</u>	<u>6,594,945</u>

These financial statements were approved and authorised for issue by the board of directors on **4 JAN 2022**



\_\_\_\_\_  
Fung Ka Keung  
Director



\_\_\_\_\_  
Ma Wellen Kwei Yan  
Director

The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.

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**AWANA HONG KONG LIMITED**  
(LIMITED BY GUARANTEE)

ACCOUNTING POLICIES AND EXPLANATORY NOTES  
TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021

(EXPRESSED IN HONG KONG DOLLARS)

**1. GENERAL INFORMATION OF THE REPORTING ENTITY**

Awana Hong Kong Limited (“the company”) is a limited by guarantee company incorporated in Hong Kong. The address of its registered office is situated at Unit 2707, 27/F, Billion Trade Centre, No. 31 Hung To Road, Kwun Tong, Kowloon, and the principal place of business is the same as the registered office of the company.

The principal activity of the company is providing club programs for children through the local churches for the promotion of Christianity.

**2. BASIS OF PREPARATION**

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

**3. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements comply with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants (HKICPA) and have been prepared under the accrual basis of accounting and on the basis that the company is a going concern.

The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements :-

3.1 Revenue

Revenue is recognised when it is probable that the economic benefits will flow to the company and when the revenue can be measured reliably, on the following bases :-

- (i) Sale of goods is recognised when the goods are delivered and the risks and rewards of ownership have passed to the customer.

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- (ii) Offerings and contributions are recognised upon received.
- (iii) Walkathon income is recognised upon received.
- (iv) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.
- (v) Activities income, freight income and registration fee income are recognized upon received.

### 3.2 Foreign exchange

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

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

### 3.3 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciate amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal annual rates used for depreciation are as follows :-

Leasehold land	Over the lease terms
Buildings	4%
Computer equipment	33⅓%
Furniture, fixtures and equipment	20%
Leasehold improvement	50%

### 3.4 Impairment of assets

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

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### 3.5 Operating leases

Leases where substantially all the risks and rewards of ownership of assets are not transferred to the lessee are accounted for as operating leases. Annual rents applicable to such operating leases are charged or credited to the income statement respectively on a straight-line basis over the lease term.

### 3.6 Inventories

Inventories are finished goods and are stated at the lower of cost (using weighted-average method) and net realisable value. In arriving at net realisable value an allowance has been made for deterioration and obsolescence.

### 3.7 Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income statement.

### 3.8 Government grants

Government grants are recognised as income over the periods necessary to match them with the related costs. Grants related to depreciable assets are presented as deferred income and are released to income over the useful lives of the assets. Grants related to expense items are recognised in the same period as those expenses are charged in the income statement.

### 3.9 Related parties

A related party is a person or entity that is related to the entity that is preparing its financial statements (the "reporting entity").

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

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- (ii) An entity is related to a reporting entity if any of the following conditions applies :-
- (a) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (b) 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).
  - (c) Both entities are joint ventures of the same third party.
  - (d) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
  - (e) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
  - (f) The entity is controlled or jointly controlled by a person identified in the explanatory note 3.9(i) to the financial statements.
  - (g) A person identified in the explanatory note 3.9(i)(a) to the financial statements 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).

### 3.10 Provisions

A provision is recognised when the entity has a present legal or constructive obligations as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of obligation can be made. Expenditures for which a provision has been recognised are charged against the related provision in the year in which the expenditures are incurred. Provisions are reviewed at each reporting period and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount provided is the present value of the expenditures expected to be required to settle the obligation. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision should be reversed.

### 3.11 Staff benefits

#### (i) Retirement benefit costs

The company operates a defined contribution Mandatory Provident Fund retirement benefits scheme in Hong Kong (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance, for those employees who are eligible to participate in the MPF Scheme. Contributions are made based on a percentage of the employees' basic salaries and are charged to the income statement as they become payable in accordance with the rules of the MPF Scheme. The company's employer contributions vest fully with the employees when contributed into the MPF Scheme.

#### (ii) Accrued liabilities on unused annual leave

Employee entitlements to annual leave are recognised when they accrue to employees and provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the reporting date.

#### (iii) Post-employment benefits in the form of long service payments

Provision is made for the best estimate of the retirement gratuities and long service payments that are required to be paid to the employees of the company in respect of their services to date less any amount that would be expected to be met out of the company's existing retirement scheme.

## 4. REVENUE

An analysis of the company's revenue is as follows :-

	<u>2021</u>	<u>2020</u>
Sales of goods	1,058,825	1,839,658
Offerings and contributions	423,766	368,699
Activities income (net)	71,586	---
Freight income	14,257	88,708
Interest income	4,573	2,471
Registration fee income	139,145	184,830
	<u>1,712,152</u>	<u>2,484,366</u>

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## 5. OTHER INCOME

Other income includes :-

	<u>2021</u>	<u>2020</u>
Gain on exchange difference (net)	386	---
Sundry income	19,855	7,211
	<u>20,241</u>	<u>7,211</u>

## 6. OTHER OPERATING EXPENSES

The following expenses are charged under the other operating expenses :-

	<u>2021</u>	<u>2020</u>
After charging the following items :-		
Bad debts	1,231	2,158
Donations	56,274	105,826
Rental charges under operating leases	---	123,629
Loss on exchange difference (net)	---	776
	<u>                    </u>	<u>                    </u>

## 7. FINANCE COSTS

	<u>2021</u>	<u>2020</u>
Interest on mortgage loans	85,255	74,381
	<u>                    </u>	<u>                    </u>

## 8. DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to Section 383(1) of the Hong Kong Companies Ordinance (Cap. 622) is as follows :-

	<u>2021</u>	<u>2020</u>
Fees	---	---
Salaries & allowance	---	---
Other benefits	---	---
Contribution to defined contribution retirement benefits scheme	---	---
	<u>                    </u>	<u>                    </u>
	<u>                    </u>	<u>                    </u>

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## 9. INCOME TAX

No provision for Hong Kong profits tax is made in the financial statements as the company is exempted from tax liabilities under Section 88 of the Inland Revenue Ordinance by reason of being a charitable institution (2020 : NIL).

## 10. PROPERTY, PLANT & EQUIPMENT

	<u>Leasehold land &amp; buildings</u>	<u>Computer equipment</u>	<u>Furniture, fixtures &amp; equipment</u>	<u>Leasehold improvement</u>	<u>Total</u>
At cost					
at 1.4.2020	7,934,750	80,300	279,381	494,340	8,788,771
additions	---	14,399	11,297	---	25,696
at 31.3.2021	<u>7,934,750</u>	<u>94,699</u>	<u>290,678</u>	<u>494,340</u>	<u>8,814,467</u>
Accumulated depreciation and impairment losses					
at 1.4.2020	287,002	63,568	272,036	247,170	869,776
depreciation for the year	287,002	14,115	4,096	247,170	552,383
at 31.3.2021	<u>574,004</u>	<u>77,683</u>	<u>276,132</u>	<u>494,340</u>	<u>1,422,159</u>
Net carrying amount					
at 31.3.2021	<u>7,360,746</u>	<u>17,016</u>	<u>14,546</u>	<u>---</u>	<u>7,392,308</u>
at 31.3.2020	<u>7,647,748</u>	<u>16,732</u>	<u>7,345</u>	<u>247,170</u>	<u>7,918,995</u>

The leasehold land and buildings are situated in Hong Kong.

The net carrying amount of leasehold land and buildings pledged as security for a loan granted to the company at 31<sup>st</sup> March 2021 was HKD7,360,746 (2020 : HKD7,647,748).

## 11. INVENTORIES

Inventories comprise entirely of stock in trade, which consists of :-

	<u>2021</u>	<u>2020</u>
Finished goods	<u>162,034</u>	<u>179,868</u>

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**12. MORTGAGE LOANS – secured**

	<b><u>2021</u></b>	<b><u>2020</u></b>
Repayable :-		
current portion	70,500	65,500
non-current portion		
- 2 to 5 years	282,000	262,000
- over 5 years	2,454,886	2,542,447
	<u>2,807,386</u>	<u>2,869,947</u>

The mortgage loan is secured by a mortgage on the company's leasehold land & buildings and is repayable by instalments with interest at fluctuating rates which are related to bank prime rate.

As the banker has the sole discretion to terminate, cancel or suspend the banking facilities granted to the company, the bank loans are included in "current liabilities".

**13. CHANGES IN RESERVES**

	<b><u>Accumulated fund</u></b>	<b><u>Office development fund</u></b>	<b><u>Total reserves</u></b>
Balance at 1.4.2020	1,722,672	4,872,273	6,594,945
Net office development fund received	---	1,500	1,500
Net deficit for the year	( 413,415)	---	( 413,415)
Transferred	534,172	( 534,172)	---
Balance at 31.3.2021	<u>1,843,429</u>	<u>4,339,601</u>	<u>6,183,030</u>

**14. OFFICE DEVELOPMENT FUND**

	<b><u>2021</u></b>	<b><u>2020</u></b>
Balance at 1.4	4,872,273	4,745,685
Offerings received	1,500	660,760
	<u>4,873,773</u>	<u>5,406,445</u>
Less : transferred to accumulated fund	( 534,172)	( 534,172)
Balance at 31.3	<u>4,339,601</u>	<u>4,872,273</u>

0017

**AWANA HONG KONG LIMITED**  
(LIMITED BY GUARANTEE)

DETAILED INCOME STATEMENT  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021

(EXPRESSED IN HONG KONG DOLLARS)

FOR MANAGEMENT PURPOSES ONLY

	<u>2021</u>	<u>2020</u>
<b>SALES</b>	1,058,825	1,839,658
<b>LESS : COST OF GOODS SOLD</b>		
Opening inventories at 1.4	179,868	177,319
Purchases	375,980	484,577
Less : closing inventories at 31.3	( 162,034)	( 179,868)
	393,814	482,028
<b>GROSS PROFIT</b>	665,011	1,357,630
<b>OFFERINGS AND CONTRIBUTIONS</b>	423,766	368,699
<b><u>OTHER REVENUE</u></b>		
Activities income (net)	71,586	---
Freight income	14,257	88,708
Interest income	4,573	2,471
Registration fee income	139,145	184,830
	229,561	276,009
<b><u>OTHER INCOME</u></b>		
Exchange gain	386	---
Sundry income	19,855	7,211
	20,241	7,211
<b><u>INCOME FROM</u></b>		
<b><u>EMPLOYMENT SUPPORT SCHEME</u></b>	209,334	---
	1,547,913	2,009,549

0018

	<u>2021</u>	<u>2020</u>
<b><u>LESS : EXPENSES</u></b>		
<b><u>STAFF COSTS</u></b>		
Provident fund	49,686	40,700
Staff salaries	969,715	792,545
	<hr/>	<hr/>
	1,019,401	833,245
	<hr/>	<hr/>
<b><u>DEPRECIATION</u></b>	552,383	547,031
	<hr/>	<hr/>
<b><u>OTHER OPERATING EXPENSES</u></b>		
Activities expenses (net)	---	28,879
Advertising & promotion	9,600	---
Audit fee	11,000	10,000
Bad debts	1,231	2,158
Bank charges	6,702	7,613
Building management fee	43,404	61,597
Cleaning	24,000	21,460
Computer expenses	17,416	14,430
Declarations	3,786	1,442
Donations	56,274	105,826
Electricity & water	2,505	5,552
Entertainment	10,407	18,074
Exchange loss	---	776
Freight charges	42,961	284,696
Insurance	15,574	22,013
Legal & professional fee	4,250	---
Postage & courier	3,649	2,949
Printing & stationery	13,022	11,300
Rent & rates	5,670	127,820
Repairs & maintenance	---	45,904
Storage	---	7,213
Sundry expenses	19,043	38,131
Telephone, fax & internet	13,144	10,093
Travelling – local	651	774
– overseas	---	4,099
	<hr/>	<hr/>
	304,289	832,799
	<hr/>	<hr/>
<b><u>FINANCE COSTS</u></b>		
Mortgage loan interest	85,255	74,381
	<hr/>	<hr/>
<b><u>TOTAL EXPENSES</u></b>	1,961,328	2,287,456
	<hr/>	<hr/>
<b><u>DEFICIT FOR THE YEAR</u></b>	( 413,415)	( 277,907)
	<hr/>	<hr/>

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**AWANA HONG KONG LIMITED**  
**(LIMITED BY GUARANTEE)**

**DETAILED INCOME STATEMENT**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

**(EXPRESSED IN HONG KONG DOLLARS)**

**FOR MANAGEMENT PURPOSES ONLY**

*The figures and financial information relating to the years ended 31<sup>st</sup> March 2021 and 2020 included in the detailed income statement are not the company's statutory annual financial statements for that year. Further information relating to those statutory financial statements required to be disclosed in accordance with Section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows :-*

*The company will deliver the statutory financial statements to the Registrar of Companies in due course. Our auditor has reported on the statutory financial statements and the auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under Section 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap. 622).*

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