

WONG CHI KEUNG, DENNIS

Certified Public Accountant, Hong Kong.

王志強執業會計師

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED

(童享慈善基金會有限公司)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 2022

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)
REPORT OF THE DIRECTORS

The directors have pleasure in submitting their report together with the audited financial statements for the year ended 31st March 2022.

PRINCIPAL ACTIVITIES

The company principally offers local underprivileged children diverse learning experiences that are normally not an option, given their financial constraints and familial expectations. It offers a diverse spectrum of programmes on music, sports, and science, technology, engineering and mathematics ("STEM") through the partnership with kindergartens and primary schools.

BUSINESS REVIEW

With effect from 15th October 2019, Hong Kong Children In Need Foundation Limited becomes a charitable institution of a public character that is tax-exempt under Section 88 of the Inland Revenue Ordinance (Cap. 112).

Despite the hit of COVID-19, the company strives to provide the most needing service to narrow the social inequalities faced by under-resourced students. During the year, there were no major legal issues concerning the company. The general outlook of the company is positive, but the "new normal" inspired by COVID-19 may cause concern about the types of services to be delivered. Hence, the future development of the company will continue to serve our primary target beneficiaries with a new focus on STEM. One of the particular events that occurred since the end of the financial year is the new online STEM bilingual education platform "SOLAB", a free-of-charge online self-learning platform designed for local students, which has officially launched in October 2021. In addition, the company will continue to organize various services, including both one-off and regular events, for different levels of children. To continue serving in the new normal environment, the company will organize face-to-face events for children next year. The company will explore more sponsorships and donations in supporting its programs.

RESULTS

The results of the company for the year are on page 7.

The directors propose that the accumulated deficit of HK\$565,110 at 31st March 2022 be carried forward.

DIRECTORS

The directors during the year and up to the date of this report are:

Mr Ho, Tak Pong Matthew
Mr Tsang, Ling Bui Gilbert

DIRECTORS (CONTINUED)

In accordance with Article 17 of the company's Articles of Association, all present directors continue in office.

DIRECTORS' INTERESTS

Messrs Ho, Tak Pong Matthew is a director of a related company, Everest Capital Associates (HK) Limited which donated HK\$50,000 and received insurance recharge HK\$33,487 from Hong Kong Children In Need Foundation Limited during the year ended 31st March 2022.

Apart from the above, no other contracts of significance in relation to the company's business to which the company was a party and in which a director of the company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

At no time during the year was the company a party to any arrangements to enable the directors of the company to acquire benefits by means of the acquisition of shares in, or debentures of, the company or any other body corporate.

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 PROVISION

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

AUDITOR

The financial statements have been audited by Wong Chi Keung, Dennis who retires and, being eligible, offers himself for re-appointment.

On behalf of the board



Ho, Tak Pong Matthew
Director

HONG KONG, 16th December 2022

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)**

Report on the Audit of the Financial Statements

Opinion

I have audited the financial statements of Hong Kong Children In Need Foundation Limited ("the Company") set out on pages 7 to 18, which comprise the statement of financial position as at 31st March 2022, the income statement, the statement of cash flow and the statement of changes in fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements give a true and fair view of the financial position of the company as at 31st March 2022, and of its financial performance and its cash flows of the company for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

I conducted my audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and I have fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Fundamental uncertainty: Going concern

The financial statements have been prepared on a going concern basis. This basis may not be appropriate because the company incurred a loss of HK\$255,613 during the year ended 31st March 2022 and at that date its current liabilities exceeded its current assets by HK\$565,110. The company also has a capital deficiency of HK\$565,110. There is therefore no certainty that the company will be able to continue as a going concern.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)**

Report on the Audit of the Financial Statements (Continued)

Fundamental uncertainty: Going concern (Continued)

Should the company be unable to continue in business as a going concern, adjustments would have to be made to reduce the value of assets to their recoverable amount and to provide for any further liabilities which might arise.

I consider that appropriate disclosures have been made and my opinion is not qualified in this respect.

Information Other than the Financial Statements and Auditor's Report Thereon

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

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

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I 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 the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)**

Report on the Audit of the Financial Statements (Continued)

Responsibilities of Directors and Those Charged with Governance for the Financial Statements (Continued)

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

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my opinion. I report my opinion solely to you, as a body, in accordance with Section 405 of the Hong Kong Companies Ordinance and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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.

WONG CHI KEUNG, DENNIS

Certified Public Accountant, Hong Kong.

王志強執業會計師

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)**

Report on the Audit of the Financial Statements (Continued)

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

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

I 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 I identify during my audit.



WONG CHI KEUNG, DENNIS

Certified Public Accountant

HONG KONG, 16th December 2022

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)
INCOME STATEMENT
FOR THE YEAR ENDED
31ST MARCH 2022

		Year ended	15.10.2019
		31.3.2022	to
	Note	HK\$	31.3.2021
			HK\$
Income			
Donation receipts		1,019,503	1,980,650
Other income	6	<u>-</u>	<u>116,005</u>
		<u>1,019,503</u>	<u>2,096,655</u>
Expenses			
Program costs		601,761	1,552,919
Staff costs		655,938	777,393
Application fee for trademark		-	8,800
Administrative expenses		<u>17,417</u>	<u>67,040</u>
		<u>1,275,116</u>	<u>2,406,152</u>
Deficit before taxation	7	(255,613)	(309,497)
Taxation	9	<u>-</u>	<u>-</u>
Deficit and total comprehensive deficit for the year/period		(255,613)	(309,497)
Deficit brought forward		<u>(309,497)</u>	<u>-</u>
Deficit carried forward		<u>(565,110)</u>	<u>(309,497)</u>

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)
STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2022

	Note	2022 HK\$	2021 HK\$
ASSETS			
Current assets			
Prepayment		7,891	4,604
Bank balance		<u>119,281</u>	<u>54,316</u>
Total assets		<u><u>127,172</u></u>	<u><u>58,920</u></u>
FUND			
Accumulated deficit		<u>(565,110)</u>	<u>(309,497)</u>
Total fund		<u>(565,110)</u>	<u>(309,497)</u>
LIABILITIES			
Current liabilities			
Amount due to a related company	10	-	61,317
Accounts payable		130,000	302,100
Receipt in advance		546,489	-
Accrued expenses		<u>15,793</u>	<u>5,000</u>
		<u>692,282</u>	<u>368,417</u>
Total fund and liabilities		<u><u>127,172</u></u>	<u><u>58,920</u></u>



Ho, Tak Pong Matthew
Director



Tsang, Ling Biu Gilbert
Director

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)
STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED
31ST MARCH 2022

	Accumulated deficit HK\$	Total HK\$
At 15th October 2019	-	-
Deficit and total comprehensive deficit for the period	<u>(309,497)</u>	<u>(309,497)</u>
At 31st March 2021	(309,497)	(309,497)
Deficit and total comprehensive deficit for the year	<u>(255,613)</u>	<u>(255,613)</u>
At 31st March 2022	<u>(565,110)</u>	<u>(565,110)</u>

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED**(童享慈善基金會有限公司)****(Incorporated in Hong Kong with limited guarantee)****STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED****31ST MARCH 2022**

	2022	2021
	HK\$	HK\$
Cash flows from operating activities		
Deficit before taxation	(255,613)	(309,497)
	<hr/>	<hr/>
Operating deficit before working capital changes	(255,613)	(309,497)
Increase in prepayment	(3,287)	(4,604)
(Decrease)/increase in amount to a related company	(61,317)	61,317
(Decrease)/increase in accounts payable	(172,100)	302,100
Increase in receipt in advance	546,489	-
Increase in accrued expenses	10,793	5,000
	<hr/>	<hr/>
Net cash from operating activities	64,965	54,316
	<hr/>	<hr/>
Net increase in bank balance	64,965	54,316
Bank balance at beginning of the year/period	54,316	-
	<hr/>	<hr/>
Bank balance at end of the year/period	119,281	54,316
	<hr/>	<hr/>

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED

(童享慈善基金會有限公司)

(Incorporated in Hong Kong with limited guarantee)

NOTES TO THE FINANCIAL STATEMENTS

1. General information

Hong Kong Children In Need Foundation Limited, is a company limited by guarantee incorporated in Hong Kong. The address of its registered office is Room 1302, 13th Floor, Prosperity Tower, No. 39 Queen's Road Central, Central, Hong Kong.

2. Principal activities

The company principally offers local underprivileged children diverse learning experiences that are normally not an option, given their financial constraints and familial expectations. It offers a diverse spectrum of programmes on music, sports, and science, technology, engineering and mathematics ("STEM") through the partnership with kindergartens and primary schools.

3. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to the year/period presented.

(a) Statement of compliance and basis of preparation

For the purposes of compliance with Sections 379 and 380 of the Hong Kong Companies Ordinance (Cap. 622), the financial statements of Hong Kong Children In Need Foundation Limited have been prepared to present a true and fair view of the financial position and financial performance of the company. Consequently, the financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (HKFRSs, which term collectively includes Hong Kong Accounting Standards (HKASs) and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants, accounting principles generally accepted in Hong Kong and the requirements of the Hong Kong Companies Ordinance (Cap. 622) that are relevant to the preparation of the financial statements.

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants. The financial statements have been prepared under the historical cost convention.

3. Summary of significant accounting policies (Continued)

(a) Statement of compliance and basis of preparation (Continued)

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires the management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 5.

The adoption of revised HKFRS

In 2022, the Company adopted the following amendments to existing standards below, which are relevant to its operations.

Amendments to existing standards

HKFRS 16 (Amendment) COVID-19 - Related Rent Concessions

HKAS 39, HKFRS 4,
HKFRS 7, HKFRS 9 and
HKFRS 16 (Amendments) Interest Rate Benchmark Reform
- Phase 2

The adoption of the above amendments to the existing standards does not have a material impact to the results and financial position of the company.

New standard, amendments and improvement to existing standards that are relevant but not yet effective to the company

<u>New standard, amendments and improvement to existing standards</u>		Effective for accounting periods beginning on or after
HKFRS 16 (Amendment)	COVID-19 - Related Rent Concessions beyond 30th June 2021	1st April 2021
HKAS 16 (Amendment)	Property, Plant and Equipment - Proceeds before Intended Use	1st January 2022
HKAS 37 (Amendment)	Onerous Contracts - Cost of Fulfilling a contract	1st January 2022

3. Summary of significant accounting policies (Continued)

(a) Statement of compliance and basis of preparation (Continued)

New standard, amendments and improvement to existing standards that are relevant but not yet effective to the company (Continued)

<u>New standard, amendments and improvement to existing standards</u>		<u>Effective for accounting periods beginning on or after</u>
HKFRSs	Annual Improvements 2018-2020 Reporting Cycle	1st January 2022
HKFRS 3 (Amendment)	Business Combinations	1st January 2022
HKAS 1 (Amendment)	Classification of Liabilities as Current or Non-Current	1st January 2023
HKAS 1 and HKFRS Practice Statement 2 (Amendments)	Disclosure of Accounting Policies	1st January 2023
HKAS 8 (Amendment)	Definition of Accounting Estimates	1st January 2023
HKAS 12 (Amendment)	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1st January 2023
HKFRS 17	Insurance Contracts	1st January 2023
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The adoption of HKFRS 16 (Amendment), HKAS 16 (Amendment), HKAS 37 (Amendment), HKFRSs Annual Improvements 2018-2020 Reporting Cycle, HKFRS 3 (Amendment), HKAS 1 (Amendment), HKAS 1 and HKFRS Practice Statement 2 (Amendments), HKAS 8 (Amendment), HKAS 12 (Amendment), HKFRS 17 and HKFRS 10 and HKAS 28 (Amendments) is not expected to have a significant effect on the financial statements of the Company.

3. Summary of significant accounting policies (Continued)

(b) Revenue

Revenue represents donations received and receivable from the donors.

(c) Revenue recognition

Donations are recognised upon the receipt of donations from the donors.

(d) Foreign currencies

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency of primary economic environment in which the company operates (the "functional currency"). The financial statements are presented in Hong Kong dollar, which is the company's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

(e) Related parties

Related parties are individuals and companies where the individual or company has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions.

(f) Impairment of assets

An assessment is made at each financial reporting date to determine whether there is any indication of impairment or reversal of previous impairment, including items of plant and equipment. 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.

(g) Taxation

The Company is exempt from Hong Kong profits tax assessment.

4. Financial risk management

4.1 Financial risk factors

The company's activities expose it to certain financial risks, including currency risk and liquidity risk. The company's overall risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance.

(a) Foreign exchange risk

The company mainly operates in Hong Kong with most of the transactions settled in Hong Kong dollar and did not have significant exposure to foreign exchange risk during 2021 and 2022.

(b) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash. The company aims to maintain flexibility in funding by keeping sufficient cash.

The table below analyses the company's financial liabilities into relevant maturity groupings based on the remaining period at the financial position date to the contractual maturity date. The amount disclosed in the table is the contractual undiscounted cash flow. Balance due within 12 months equal its carrying balance as the impact of discounting is not significant.

	Less than 1 year HK\$
At 31st March 2022	
Accounts payable	130,000
Receipt in advance	<u>546,489</u>
At 31st March 2021	
Amount due to a related company	61,317
Accounts payable	<u>302,100</u>

4.2 Capital risk management

The company's objective when managing capital is to safeguard the company's ability to continue as a going concern in order to maintain an optimal capital structure to reduce the cost of capital.

4.3 Fair value estimation

The fair values of prepayment, bank balance, amount due to a related company, accounts payable, receipt in advance and accrued expenses are assumed to approximate their carrying amount due to the short-term maturities of these assets and liabilities.

5. Critical accounting estimates and judgments

Estimates and judgements used in preparing the financial statements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The resulting accounting estimates will, by definition, seldom equal the related actual results. There is no significant risk on the estimates and assumptions used in causing a material adjustment to the carrying amounts of assets and liabilities of the company.

6. Other income

	Year ended 31.3.2022 HK\$	15.10.2019 to 31.3.2021 HK\$
Government subsidy of employment support scheme	-	108,000
University subsidy for STEM internship scheme	-	8,005
	<u>-</u>	<u>116,005</u>

7. Deficit before taxation

	Year ended 31.3.2022 HK\$	15.10.2019 to 31.3.2021 HK\$
Deficit before taxation is arrived at after charging:		
Auditor's remuneration	<u>1,500</u>	<u>1,500</u>
Staff costs:		
Salaries	589,000	714,005
Mandatory provident fund	28,450	34,300
Insurance	38,488	24,795
Training	<u>-</u>	<u>4,293</u>

8. Directors' remuneration

The following disclosures are made pursuant to section 383(1)(a) to (f) of the Hong Kong Companies Ordinance Cap. 622 and Parts 2 to 4 of the Companies (Disclosure of Information about Benefits of Directors) Regulation Cap. 622G:

During the year, no emoluments, retirement benefits, payments or benefits in respect of termination of directors' services were paid or made, directly or indirectly, to the directors; nor are any payable (2021: nil). No consideration was provided to or receivable by third parties for making available directors' services (2021: nil).

There are no loans, quasi-loans or other dealings in favour of directors of the Company, their controlled bodies corporate and connected entities (2021: nil).

During the year and at the year end, no director of the Company had or has a material interest, directly or indirectly, in any significant transactions, arrangements and contracts in relation to the Company's business to which the Company was or is a party (2021: nil).

9. Taxation

No provision for Hong Kong profits tax has been made as the company is exempt from Hong Kong profits tax assessment for the year (2021: nil).

With effect from 15th October 2019, Hong Kong Children In Need Foundation Limited becomes a charitable institution of a public character that is tax-exempt under Section 88 of the Inland Revenue Ordinance (Cap. 112).

10. Amount due to a related company

The amount due to a related company is unsecured, interest free and has no specific repayment terms.

11. Related party transactions

Significant transactions conducted in the normal course of business with a related company during the year are as follows :

	Year ended 31.3.2022 HK\$	15.10.2019 to 31.3.2021 HK\$
Receipt of donation	<u>50,000</u>	<u>279,000</u>
Payment of insurance recharge	<u>33,487</u>	<u>-</u>

11. Related party transactions (Continued)

Messrs Ho, Tak Pong Matthew is a director of a related company, Everest Capital Associates (HK) Limited which donated HK\$50,000 (2021: HK\$129,000) and received insurance recharge HK\$33,487 (2021: HK\$nil) from Hong Kong Children In Need Foundation Limited during the year ended 31st March 2022.

Messrs Ho, Tak Pong Matthew is a director and founder member who donated HK\$nil (2021: HK\$150,000) to Hong Kong Children In Need Foundation Limited during the year ended 31st March 2022.

12. Financial support

The founder member and director of the company, Messrs Ho, Tak Pong Matthew has agreed and confirmed that he will definitely provide sufficient financial resources to the company for a period of at least 12 months from the date of this report to enable the company both to meet its liabilities and obligations as they fall due and to carry on business without a significant curtailment of operations.

The company received a donation of HK\$660,000 during the year ended 31st March 2022 from an organization to run a children programme for four years. The unused amount of HK\$546,489 was disclosed in the statement of financial position under receipt in advance. As at 31st March 2022, the company has inadequate fund to continue running the designated childrens' programme in the coming three years. Messrs Ho, Tak Pong Matthew has signed a consent letter to further contribute cash of not less than HK\$546,489 to the company, as requested to complete the designated childrens' programme.

13. Approval of financial statements

The financial statements were approved by the board of directors on 16th December 2022.

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)
DETAILED INCOME STATEMENT
FOR THE YEAR ENDED
31ST MARCH 2022

(FOR MANAGEMENT INFORMATION PURPOSES ONLY)

	Year ended 31.3.2022 HK\$	15.10.2019 to 31.3.2021 HK\$
Income		
Donation receipts	1,019,503	1,980,650
Other income		
Government subsidy of employment support scheme	-	108,000
University subsidy for STEM internship scheme	-	8,005
	-	116,005
	<u>1,019,503</u>	<u>2,096,655</u>
Program costs		
School training programmes	9,500	1,134,630
Teacher and coach fees	190,250	110,888
Website set up fee for programme platform	40,000	190,000
Photographer and video making	173,565	71,655
Curriculum development fee	-	10,000
Programme materials	40,915	7,765
Gift to children and volunteers	800	6,713
Insurance for participants	-	6,706
Internet expense for programme	466	2,184
Teacher training fee	58,500	3,500
Logo design fee for programme	14,000	-
Scholarship program	68,674	-
Others	5,091	8,878
	<u>601,761</u>	<u>1,552,919</u>
Expenses		
Salaries	589,000	714,005
Mandatory provident fund	28,450	34,300
Accounting fee	2,500	3,500
Auditor's remuneration	1,500	1,500
Balance carried forward	621,450	753,305

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
(Incorporated in Hong Kong with limited guarantee)
DETAILED INCOME STATEMENT (CONTINUED)
FOR THE YEAR ENDED
31ST MARCH 2022

(FOR MANAGEMENT INFORMATION PURPOSES ONLY)

	Year ended 31.3.2022 HK\$	15.10.2019 to 31.3.2021 HK\$
Balance brought forward	621,450	753,305
Application fee for trademark	-	8,800
Bank charges	3,637	2,733
Courier and postage	184	365
Design fee for company identity	-	17,231
Insurance for staff	38,488	24,795
Internet expenses	4,444	4,706
Local travelling	2,399	1,514
Printing and stationery	575	5,836
Secretarial fee	-	170
Stripe payment service charge	1,083	59
Training	-	4,293
Transportation	65	235
Translation fee	-	1,800
Telecommunication	200	-
Website design fee	-	25,019
Sundries	830	2,372
	<u>673,355</u>	<u>853,233</u>
Deficit before taxation	<u>(255,613)</u>	<u>(309,497)</u>