

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 2023

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 2023.

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, science, technology, engineering and mathematics ("STEM") through the partnership with kindergartens and primary schools.

BUSINESS REVIEW

Since 2019, Hong Kong Children In Need Foundation Limited ("HKCIN") has been recognized as a charitable organization under Section 88 of the Inland Revenue Ordinance (Cap. 112). HKCIN is dedicated to delivering high-quality STEAM education and experiences for children in Hong Kong. We look to motivate the next generation by embracing teamwork and creating a future filled with enjoyment, meaning and lifelong learning. We aim to motivate and discover children's potential creativity and individuality. And to nurture a positive and proactive life value by using STEAM innovation to address societal needs, family ties and individual well-being.

Between 2022 and 2023, HKCIN introduced STEAM programs with a focus on "Smart Living" and "Health and Well-being". These programs were immensely beneficial for over 1,247 students, 34 parents, 41 teachers, and 5 schools. The programs included several initiatives such as the 'STEM Maker in School Train-the-Teachers Program 2020-2022', 'STEM UP! Workshops', 'STEM OUT! Outings', and 'EV car and upcycling workshops' among others. The programs aimed at providing valuable experiences to children and helped them develop critical thinking, design thinking, and problem-solving skills.

Moving forward, HKCIN is dedicated to empowering children through STEAM education. We intend to create and enhance STEAM programs that inspire children with a Self-directed Learning mindset. These programs include STEAM competitions, life-value education, and financial planning programs. In conclusion, HKCIN will continue to seek out additional partnerships, sponsorships, and donations to ensure the sustainability and financial support of its programs.

RESULTS

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

The directors propose that the accumulated surplus of HK\$100,489 at 31st March 2023 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 Biu 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\$85,000 and received insurance recharge of HK\$34,183 from Hong Kong Children In Need Foundation Limited during the year ended 31st March 2023.

Messrs, Ho Tak Pong Matthew donated HK\$425,000 to Hong Kong Children In Need Foundation Limited during the year ended 31st March 2023.

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, 18th December 2023

**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 2023, 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 2023, 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 ("HKSAAs") 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.

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.

**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)

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

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.

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.

**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)

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 HKSA's, 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.
- 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.

**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 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, 18th December 2023

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 2023

	Note	2023 HK\$	2022 HK\$
Income			
Donation receipts		1,819,950	1,019,503
Other income	6	<u>56,570</u>	<u>-</u>
		<u>1,876,520</u>	<u>1,019,503</u>
Expenses			
Program costs		438,091	601,761
Staff costs		663,524	655,938
Consultancy fee		75,642	-
Design fee		8,318	-
Administrative expenses		<u>25,346</u>	<u>17,417</u>
		<u>1,210,921</u>	<u>1,275,116</u>
Surplus/(deficit) before taxation	7	<u>665,599</u>	<u>(255,613)</u>
Taxation	9	<u>-</u>	<u>-</u>
Surplus/(deficit) and total comprehensive surplus/(deficit) for the year		665,599	(255,613)
Accumulated deficit brought forward		<u>(565,110)</u>	<u>(309,497)</u>
Accumulated surplus/(deficit) carried forward		<u>100,489</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 FINANCIAL POSITION
AS AT 31ST MARCH 2023

	Note	2023 HK\$	2022 HK\$
ASSETS			
Current assets			
Prepayment		8,130	7,891
Bank balances		<u>489,864</u>	<u>119,281</u>
Total assets		<u><u>497,994</u></u>	<u><u>127,172</u></u>
FUND			
Accumulated surplus/(deficit)		<u>100,489</u>	<u>(565,110)</u>
Total fund		<u>100,489</u>	<u>(565,110)</u>
LIABILITIES			
Current liabilities			
Accounts payable		-	130,000
Receipt in advance	10	381,489	546,489
Accrued expenses		<u>16,016</u>	<u>15,793</u>
		<u>397,505</u>	<u>692,282</u>
Total fund and liabilities		<u><u>497,994</u></u>	<u><u>127,172</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 2023

	Accumulated surplus/ (deficit) HK\$	Total HK\$
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	(565,110)	(565,110)
Surplus and total comprehensive surplus for the year	<u>665,599</u>	<u>665,599</u>
At 31st March 2023	<u><u>100,489</u></u>	<u><u>100,489</u></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 2023

	2023	2022
	HK\$	HK\$
Cash flows from operating activities		
Surplus/(deficit) before taxation	665,599	(255,613)
	-----	-----
Operating surplus/(deficit) before working capital changes	665,599	(255,613)
Increase in prepayment	(239)	(3,287)
Decrease in amount to a related company	-	(61,317)
Decrease in accounts payable	(130,000)	(172,100)
(Decrease)/increase in receipt in advance	(165,000)	546,489
Increase in accrued expenses	223	10,793
	-----	-----
Net cash from operating activities	370,583	64,965
	-----	-----
Net increase in bank balance	370,583	64,965
Bank balance at beginning of the year	119,281	54,316
	-----	-----
Bank balance at end of the year	489,864	119,281
	=====	=====

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, 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 both years 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.

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

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 2023, the Company adopted the following amendments and improvement to existing standards below, which are relevant to its operations.

Amendments and improvement to existing standards

HKAS 16 (Amendment)	Property, Plant Equipment - Proceeds before Intended Use
HKAS 37 (Amendment)	Onerous Contracts - Cost of Fulfilling a Contract
HKFRSs	Annual Improvements 2018-2020 Reporting Cycle
HKFRS 3 (Amendment)	Business Combinations
HKFRS 16 (Amendment)	COVID-19 - Related Rent Concessions beyond 30th June 2021

The adoption of the above amendments and improvement 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>		<u>Effective for accounting periods beginning on or after</u>
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

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

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 (continued)</u>		<u>Effective for accounting periods beginning on or after</u>
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 and HKFRS 17 (Amendment)	Insurance Contracts	1st January 2023
HK Int 5 (Revised)	Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1st January 2024
HKAS 1 (Amendment)	Classification of Liabilities as Current or Non-Current	1st January 2024
HKAS 1 (Amendment)	Non-Current Liabilities with Covenants	1st January 2024
HKFRS 16 (Amendment)	Lease Liability in a Sale and Leaseback	1st January 2024
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 HKAS 1 and HKFRS Practice Statement 2 (Amendments), HKAS 8 (Amendment), HKAS 12 (Amendment), HKFRS 17 and HKFRS 17 (Amendment), HK Int 5 (Revised), HKAS 1 (Amendment), HKAS 1 (Amendment), HKFRS 16 (Amendment) and HKFRS 10 and HKAS 28 (Amendments) is not expected to have a significant effect on the financial statements of the Company.

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

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.

Government subsidy is recognised when the right to receive payment is certain.

Interest income is recognised on a time proportion basis, taking into account the principal amounts outstanding and the interest rates applicable.

(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.

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

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 2022 and 2023.

(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 2023	
Receipt in advance	<u>381,489</u>
At 31st March 2022	
Accounts payable	130,000
Receipt in advance	<u>546,489</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, receipt in advance, accounts payable and accrued expenses are assumed to approximate their carrying amount due to the short-term maturities of these assets and liabilities.

HONG KONG CHILDREN IN NEED FOUNDATION LIMITED
(童享慈善基金會有限公司)
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NOTES TO THE FINANCIAL STATEMENTS

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

	2023	2022
	HK\$	HK\$
Government subsidy on employment support scheme	48,000	-
Reimbursement from event sponsor	8,460	-
Interest income	110	-
	<u>56,570</u>	<u>-</u>

7. Surplus/(deficit) before taxation

	2023	2022
	HK\$	HK\$
Surplus/(deficit) before taxation is arrived at after crediting and charging:		
Crediting		
Interest income	<u>110</u>	<u>-</u>
Charging		
Auditor's remuneration	1,500	1,500
Staff costs:		
Salaries	589,329	589,000
Mandatory provident fund	25,000	28,450
Insurance	42,795	38,488
Training	<u>6,400</u>	<u>-</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)
NOTES TO THE FINANCIAL STATEMENTS

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 (2022: nil). No consideration was provided to or receivable by third parties for making available directors' services (2022: nil).

There are no loans, quasi-loans or other dealings in favour of directors of the Company, their controlled bodies corporate and connected entities (2022: 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 (2022: 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 (2022: 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. Receipt in advance

The company received a donation of HK\$660,000 during the year ended 31st March 2022 from an organisation to run a children programme for four years. The unused amount of HK\$381,489 (2022: HK\$546,489) as at 31st March 2023 was disclosed in the company's statement of financial position under receipt in advance.

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

11. Related party transactions

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

	2023	2022
	HK\$	HK\$
Receipt of donations	<u>510,000</u>	<u>50,000</u>
Payment of insurance recharge	<u>34,183</u>	<u>33,487</u>

Messrs Ho, Tak Pong Matthew is a director of a related company, Everest Capital Associates (HK) Limited which donated HK\$85,000 (2022: HK\$50,000) and received insurance recharge of HK\$34,183 (2022: HK\$33,487) from Hong Kong Children In Need Foundation Limited during the year ended 31st March 2023.

Messrs Ho, Tak Pong Matthew is a director and founder member who donated HK\$425,000 (2022: HK\$nil) to Hong Kong Children In Need Foundation Limited during the year ended 31st March 2023.

12. Approval of financial statements

The financial statements were approved by the board of directors on 18th December 2023.

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 2023

(FOR MANAGEMENT INFORMATION PURPOSES ONLY)

	2023	2022
	HK\$	HK\$
Income		
Donation receipts	1,819,950	1,019,503
Other income		
Government subsidy on employment support scheme	48,000	-
Reimbursement from event sponsor	8,460	-
Interest income	110	-
	<u>56,570</u>	<u>-</u>
	<u>1,876,520</u>	<u>1,019,503</u>
Program costs		
School training programmes	7,999	9,500
Teacher and coach fees	302,130	190,250
Website set up fee for programme platform	-	40,000
Photographer and video making	-	173,565
Programme materials	-	40,915
Gift to children and volunteers	600	800
Internet expense for programme	-	466
Teacher training fee	60,450	58,500
Logo design fee for programme	-	14,000
Scholarship program	65,522	68,674
Others	1,390	5,091
	<u>438,091</u>	<u>601,761</u>
Expenses		
Salaries	589,329	589,000
Consultancy fee	75,642	-
Mandatory provident fund	25,000	28,450
Accounting fee	2,500	2,500
Auditor's remuneration	1,500	1,500
Balance carried forward	693,971	621,450

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 2023

(FOR MANAGEMENT INFORMATION PURPOSES ONLY)

	2023	2022
	HK\$	HK\$
Balance brought forward	693,971	621,450
Bank charges	4,704	3,637
Courier and postage	1,378	184
Insurance for staff	42,795	38,488
Internet expenses	1,816	4,444
Local travelling	7,459	2,399
Printing and stationery	4,216	575
Stripe payment service charge	-	1,083
Training	6,400	-
Transportation	-	65
Telecommunication	-	200
Design fee	8,318	-
Sundries	1,773	830
	<u>772,830</u>	<u>673,355</u>
Total expenses	<u>1,210,921</u>	<u>1,275,116</u>
Surplus/(deficit) before taxation	<u>665,599</u>	<u>(255,613)</u>