



**HONG KONG FEDERATION OF  
HANDICAPPED YOUTH**  
(incorporated in Hong Kong with limited liability by guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

## **HONG KONG FEDERATION OF HANDICAPPED YOUTH**

### **BOARD OF DIRECTORS**

Chairperson	:	Dr. Ng Ka Wing	
Vice-chairperson	:	Mr. Chung Kam Shu	
Vice-chairperson	:	Mr. Wan Siu Hung	(Resigned on 1.1.2022)
Vice-chairperson	:	Ms. Ho Suet Mui	
Vice-chairperson	:	Dr. Lui Wai Cheung	
Honorary secretary	:	Dr. Lo Chee Pui	(Appointed on 1.1.2022)
Honorary treasurer	:	Mr. Kong Cheong Ping	
Director	:	Mr. Wong Kin Hung	(Resigned on 1.1.2022)
Director	:	Ms. Tsui Yuk Mui	
Director	:	Mr. Lam Kwok Hon	(Appointed on 1.1.2022)
Director	:	Ms. Hui Sim Fung	(Appointed on 1.1.2022)
Director	:	Ms. Wong Wai King	

### **REPORT OF THE DIRECTORS**

The directors submit to members their report and financial statements for the year ended 31 March 2022.

### **PRINCIPAL ACTIVITIES**

The principal activities of the Federation are promoting the welfare of the handicapped people.

### **FINANCIAL STATEMENTS**

The financial performance of the Federation for the year ended 31 March 2022 and the financial position of the Federation at that date are set out in the financial statements on pages 9 to 44.

### **COMBINED INCOME AND EXPENDITURE ACCOUNT**

Details of the combined income and expenditure account are set out on pages 3 to 5.

### **DIRECTORS**

In accordance with articles 48 and 50 of the Federation's Articles of Association, one-half of existing directors retire but, being eligible, offer themselves for re-appointment.

### **DIRECTORS' INTERESTS IN CONTRACTS**

No contracts of significance to which the Federation was a party and in which a director 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 Federation a party to any arrangements to enable the directors of the Federation to acquire benefits by means of the acquisition of shares in or debentures of other body corporate.

## **HONG KONG FEDERATION OF HANDICAPPED YOUTH**

### **REPORT OF THE DIRECTORS**

#### **MANAGEMENT CONTRACTS**

No contracts concerning the management and administration of the Federation were entered into or existed during the year.

#### **PERMITTED INDEMNITY PROVISIONS**

At no time during the 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 Federation (whether made by the Federation or otherwise), or an associated company (if made by the Federation).

#### **AUDITORS**

The financial statements have been audited by Messrs. Li, Tang, Chen & Co., who retire but, being eligible, offer themselves for re-appointment.

On behalf of the Board



.....  
Ng Ka Wing  
Chairperson

Hong Kong, 13 September 2022

HONG KONG FEDERATION OF HANDICAPPED YOUTH

COMBINED INCOME AND EXPENDITURE ACCOUNT FOR THE HEAD OFFICE, FIRST SENSE DESIGN, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, EMPLOYMENT SERVICE CENTRE, ACCOUNTING SUPPORT AND SUPERVISORY SUPPORT, HKFHY MOMENTUM ACADEMY

FOR THE YEAR ENDED 31 MARCH 2022

	Non-subvented Head Office HK\$	Non-subvented First Sense Design HK\$	Non-subvented Flower Workshop HK\$	Non-subvented Jockey Club Activity Centre HK\$	Subvented HK\$	Non-subvented Employment Service Centre HK\$	Subvented HK\$	Subvented Accounting and Supervisory Support HK\$	Non-subvented HKFHY Momentum Academy HK\$	2022 Total HK\$	2021 Total HK\$
<b>INCOME</b>											
Lump Sum Grant (LSG)	-	-	-	-	3,597,857	-	1,795,515	880,173	-	6,273,545	5,581,373
a) LSG (excluding Provident Fund)	-	-	-	-	234,134	-	79,703	28,419	-	342,256	298,984
b) Provisional Fund	-	-	-	-	-	-	-	-	-	-	5,000
Lotteries Fund (Vehicle replacement)	-	-	-	-	-	-	-	-	-	-	-
Lotteries Fund Block Grant (F&E, Vehicle Overhauling)	-	-	-	103,000	-	-	-	-	-	103,000	84,000
Other fund (Non-FSA)	37,395	700	28,619	-	39,600	181,046	300	-	9,160	190,206	1,780,211
Parkin shop coupon income	-	149,068	-	-	236,052	61,205	-	-	21,922	106,614	10,800
Rent and rates from SWD	-	-	-	-	-	-	-	-	-	468,247	382,638
Membership fees	-	-	-	-	-	-	-	-	-	-	1,900
Sales income	-	2,032,209	979,910	-	-	-	-	-	-	3,012,119	2,588,920
Anti-Corona Virus/other income (Non-FSA)	29,939	43,565	-	40,000	-	-	473,879	-	195,089	308,593	175,650
Program income	-	-	-	-	92,407	-	-	-	660	566,946	583,521
Clerical Support Income	84,000	-	-	-	-	-	-	-	-	84,000	84,000
I.T. Support Service Income	-	-	-	-	-	-	-	-	-	-	32,000
General Donation	-	-	-	-	-	-	-	-	-	-	-
- fund raising under Permit of SWD license	774,812	-	-	-	-	-	-	-	-	774,812	719,864
- without SWD license	774,812	-	-	-	-	-	-	-	-	774,812	719,864
Donation and collection from flag day	1,434,427	-	-	-	-	-	-	-	-	1,434,427	384,235
First Sense administration and management fee income	204,000	-	-	-	-	-	-	-	-	204,000	204,000
賽馬會 動融 項目 administration fee income	7,328	-	-	-	-	-	-	-	-	7,328	-
Interest from other investment	58,155	-	-	-	-	-	-	-	-	58,155	-
Interest from bank deposits	1,448	-	-	36	-	-	-	-	-	1,484	2,030
Exchange difference - gain	51,543	-	-	-	-	-	-	-	-	51,543	97,057
<b>TOTAL INCOME</b>	<b>2,683,047</b>	<b>2,225,542</b>	<b>1,008,529</b>	<b>143,000</b>	<b>4,200,086</b>	<b>242,251</b>	<b>2,349,397</b>	<b>908,592</b>	<b>226,831</b>	<b>13,987,275</b>	<b>13,016,183</b>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

COMBINED INCOME AND EXPENDITURE ACCOUNT FOR THE HEAD OFFICE, FIRST SENSE DESIGN, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, EMPLOYMENT SERVICE CENTRE, ACCOUNTING SUPPORT AND SUPERVISORY SUPPORT, HKFHY MOMENTUM ACADEMY

FOR THE YEAR ENDED 31 MARCH 2022

	Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented	
	Head Office	First Sense Design	Flower Workshop	Jockey Club Activity Centre	Employment Service Centre	Subvented	Subvented	Subvented	Subvented	Subvented	Subvented	Subvented	Subvented	Subvented	Subvented	Subvented
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
<b>EXPENDITURE</b>																
Personal emoluments																
a) Salaries	(1,129,699)	(993,524)	(512,254)	(2,375,466)	(2,037,720)	(880,173)	(416,299)	(8,345,135)	(7,664,259)							
b) Provident Fund contributions	-	(7,380)	-	-	-	-	-	(7,380)	(29,520)							
c) Mandatory Provident Fund contributions	(42,884)	(44,965)	(28,786)	(177,926)	(88,810)	(28,419)	(17,736)	(429,526)	(404,882)							
d) Incentive	-	-	(36,529)	-	-	-	-	(36,529)	(30,892)							
Production cost	-	(1,035,940)	(458,723)	-	-	-	-	(1,494,663)	(1,362,091)							
Other charges:																
Utilities	(19,999)	(20,669)	(14,229)	(47,624)	(24,135)	-	-	(3,040)	(50,443)							
Administrative expenses	(199,425)	(102,363)	(151,604)	(97,815)	(167,862)	-	-	(12,757)	(684,768)							
Stores and equipment	(156,991)	(55,261)	(16,541)	(183,923)	(76,358)	-	-	(31,089)	(521,376)							
Programme expenses	(8,952)	-	-	(386,565)	(434,474)	-	-	(197,684)	(728,574)							
Transportation and traveling	(1,203)	-	-	(166,534)	(7,338)	-	-	(454)	(56,741)							
Insurance premium	(14,536)	(14,751)	(8,307)	(24,893)	(21,053)	-	-	(8,532)	(86,215)							
Outgoings from General Donation - under permit of SWD license	(108,427)	-	-	-	-	-	-	-	(126,654)							
- without permit of SWD license	(108,427)	-	-	-	-	-	-	-	(126,654)							
Outgoing/incidental expenses from																
Play Day	(26,674)	-	-	-	(3,730)	-	-	-	(33,732)							
Miscellaneous	(43,692)	(825)	(554)	(4,947)	-	-	-	(56,969)	(44,702)							
Total other charges	(579,900)	(193,869)	(191,235)	(912,301)	(734,950)	-	-	(256,777)	(2,333,205)							
Lottery Fund Expenses																
Lotteries Fund Block Grant (F&E, Vehicle Overhauling)	-	-	-	(8,960)	(2,450)	-	-	-	(2,000)							
Fund expenditure (Non-FSA)	-	-	-	(44,926)	-	-	-	-	(107,461)							
Anti-Corona Virus expenses (Non-FSA)	-	-	-	-	(165,857)	-	-	(21,811)	(269,770)							
MTR 抗疫勞津貼	-	-	-	-	-	-	-	-	(76,732)							
Social & Recreational Prog. Expense (Non-FSA)	-	-	-	(7,450)	(77,474)	-	-	-	(21,000)							
Rent and rates	(105,224)	(149,067)	-	(206,795)	(77,474)	-	-	(21,922)	(549,351)							
<b>TOTAL EXPENDITURE</b>	<b>(1,857,707)</b>	<b>(2,424,745)</b>	<b>(1,227,528)</b>	<b>(3,672,488)</b>	<b>(2,861,480)</b>	<b>(908,592)</b>	<b>(734,545)</b>	<b>(13,994,201)</b>	<b>(12,851,163)</b>							

HONG KONG FEDERATION OF HANDICAPPED YOUTH

COMBINED INCOME AND EXPENDITURE ACCOUNT FOR THE HEAD OFFICE, FIRST SENSE DESIGN, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, EMPLOYMENT SERVICE CENTRE, ACCOUNTING SUPPORT AND SUPERVISORY SUPPORT; HKFHY MOMENTUM ACADEMY

FOR THE YEAR ENDED 31 MARCH 2022

	Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented		Non-subvented	
	Head Office	First Sense Design	Flower Workshop	Jockey Club Activity Centre	Subvented	Non-subvented	Subvented	Employment Service Centre	Subvented	Accounting and Supervisory Support	Non-subvented HKFHY Momentum Academy	Subvented	2022 Total	2021 Total	HK\$	HK\$
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>	825,340	(199,203)	(218,999)	81,664	527,598	(3,530)	(512,083)	-	(507,713)	(6,926)	165,020					
<b>TRANSFER FROM/(TO) RESERVE FUND</b>	-	-	-	-	596,316	-	-	-	-	-	596,316	-	(731,226)			
<b>TRANSFER FROM/(TO) LOTTERIES FUND BLOCK GRANT</b>	-	-	-	(58,074)	-	-	-	-	-	-	-	(58,074)	23,461			
<b>TRANSFER FROM/(TO) TRAINING DEVELOPMENT FUND</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	52,402		
<b>REFUND ANTI-CORONA SURPLUS TO SWD</b>	-	-	-	(161)	-	-	-	-	-	-	-	(161)	(3,129)			
<b>REFUND 2019-20 RENT &amp; RATE SURPLUS TO SWD</b>	-	-	-	-	(34,231)	-	-	-	-	-	-	(34,231)	(23,734)			
<b>BALANCE CARRIED FORWARD</b>	825,340	(199,203)	(218,999)	23,429	1,089,683	(3,530)	(512,083)	-	(507,713)	496,924	(517,206)					

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
(incorporated in Hong Kong with limited liability by guarantee)

**OPINION**

We have audited the financial statements of Hong Kong Federation of Handicapped Youth (“the Federation”) set out on pages 9 to 44, which comprise the statement of financial position as at 31 March 2022, and the statement of comprehensive income, the statement of changes in total funds and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial position of the company as at 31 March 2022 and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities (“HKFRS for Private Entities”) and have been properly prepared in compliance with the “Lum Sum Grant Manual” and the Hong Kong Companies Ordinance.

**BASIS FOR OPINION**

We conducted our audit in accordance with Hong Kong Standards on Auditing (“HKSA”) issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the 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.

**OTHER INFORMATION**

The directors are responsible for the other information. The other information comprises the information included in the directors' report, 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.

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.

to be cont'd/.....

## **RESPONSIBILITIES OF DIRECTORS AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS**

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with HKFRS for Private Entities 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 Federation'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 Federation or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Federation'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. We report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

As part of an audit in accordance with HKSA's, 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 Federation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

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**AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS  
(CONT'D)**

- 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 Federation'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 Federation 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.

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.

*Li Tang Chen & Co.*

Li, Tang, Chen & Co.  
Certified Public Accountants (Practising)  
Honorary Auditors  
17/F Leighton Centre  
77 Leighton Road  
Causeway Bay  
Hong Kong

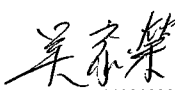
13 September 2022

RCCM/MACH

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022**

	Notes	2022 HK\$	2021 HK\$
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	3	55,930	77,760
Financial assets designated at fair value through other comprehensive income	4	1,842,800	1,547,000
		<u>1,898,730</u>	<u>1,624,760</u>
<b>CURRENT ASSETS</b>			
Sundry deposits		84,112	74,912
Accounts receivable and prepayments		405,290	435,165
Deferred income		157,800	269,200
Cash and bank balances	5	13,817,195	12,390,223
		<u>14,464,397</u>	<u>13,169,500</u>
Deduct:			
<b>CURRENT LIABILITIES</b>			
Sundry deposits and receipts in advance		540,860	143,389
Accounts payable and accrued expenses		524,556	392,971
Deferred Income - Cash Coupon		157,800	269,200
		<u>1,223,216</u>	<u>805,560</u>
<b>NET CURRENT ASSETS</b>		<u>13,241,181</u>	<u>12,363,940</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		15,139,911	13,988,700
<b>NON-CURRENT LIABILITY</b>			
Provision for long service payments	6	91,192	91,192
<b>NET ASSETS</b>		<u>15,048,719</u>	<u>13,897,508</u>
Financed by:			
<b>ACCUMULATED FUND</b>	7	11,332,582	10,009,657
<b>OTHER FUNDS</b>	8	4,140,267	4,575,035
<b>GENERAL RESERVE FUNDS</b>	9	1,876,184	2,472,501
<b>POLICY ADVOCACY FUND</b>	10	(551,977)	(636,402)
<b>INVESTMENT REVALUATION RESERVE</b>	11	(2,422,160)	(2,717,960)
<b>F &amp; E REPLENISHMENT &amp; MINOR WORKS FROM LOTTERIES FUND BLOCK GRANT RESERVE</b>	16	132,049	48,220
<b>SOCIAL WELFARE DEVELOPMENT FUND - PHASE III</b>	17	181,747	151,674
<b>TRAINING DEVELOPMENT FUND</b>	18	360,027	(5,217)
<b>VEHICLE REPLACEMENT FROM LOTTERIES FUND</b>	24	-	-
		<u>15,048,719</u>	<u>13,897,508</u>

The financial statements on pages 9 to 44 were approved and authorised for issue by the board of directors On 13 September 2022.

  
 .....  
 Ng Ka Wing  
 Chairperson

  
 .....  
 Kong Cheong Ping  
 Honorary Treasurer

AGENCY CODE: 324

NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH

SERVICE UNIT CODE: 2886

NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)  
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)

BASIS: LUMP SUM GRANT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2022

2021		FSA	Non-FSA		2022 Total	Remar k/ Notes
		Jockey Club Activity Centre	Jockey Club Activity Centre	Head Office		
Total		(a)			(b)	(c) = (a) + (b)
HK\$		HK\$	HK\$	HK\$	HK\$	HK\$
	<b>INCOME</b>					
	Lump sum grant (LSG)					
3,152,603	a) LSG (excluding Provident Fund)	3,597,857	-	-	-	3,597,857
200,596	b) Provident Fund	234,134	-	-	-	234,134
249,120	Other Fund (Non-FSA)	-	-	-	-	-
5,000	Lottery fund (vehicle replacement)	-	-	-	-	-
10,800	PARKN Shop Coupon Income	39,600	-	-	-	39,600
84,000	Lottery Fund Block Grant (F&E, Vehicle Overhauling)(Note 16)	-	103,000	-	103,000	103,000
236,693	Subvention for rent and rates	236,052	-	-	-	236,052
-	Block Grant	-	-	-	-	-
1,900	Fee income	-	-	-	-	-
-	Membership fees	-	-	-	-	-
-	Central Items	-	-	-	-	-
	Other Income (Non-FSA)					
-	a) General Donation					
	-with Permit of SWD License	-	-	-	-	-
719,864	-without Permit of SWD License	-	-	774,812	774,812	774,812
719,864		-	-	774,812	774,812	774,812
2,030	b) Interest received from bank deposit	36	-	1,448	1,448	1,484
-	c) Dividend received from financial assets designated fair value through other comprehensive income	-	-	58,155	58,155	58,155
384,235	d) Donation and collection from flag day	-	-	1,434,427	1,434,427	1,434,427
84,000	e) Clerical Support Income	-	-	84,000	84,000	84,000
204,000	f) First Sense Administration and Management Fee income	-	-	204,000	204,000	204,000
72,721	g) Other income	-	40,000	29,939	69,939	69,939
50,321	h) Programme income	92,407	-	-	-	92,407
-	i) Job trial income	-	-	37,395	37,395	37,395
32,000	j) IT support service	-	-	-	-	-
97,057	k) Exchange Difference - Gain	-	-	51,543	51,543	51,543
-	l) 賽馬會「動融」項目行政收入	-	-	7,328	7,328	7,328
<u>5,586,940</u>	<b>TOTAL INCOME</b>	<u>4,200,086</u>	<u>143,000</u>	<u>2,683,047</u>	<u>2,826,047</u>	<u>7,026,133</u> (A)

AGENCY CODE: 324

NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH

SERVICE UNIT CODE: 2886

NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)  
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)

BASIS: LUMP SUM GRANT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2022

2021 Total		FSA		Non-FSA		2022 Total (c) = (a) + (b)	Remark/ Notes
		Jockey Club Activity Centre (a)	Jockey Club Activity Centre	Head Office	Total (b)		
HK\$		HK\$	HK\$	HK\$	HK\$	HK\$	
	<b>EXPENDITURE</b>						
	<b>PERSONAL EMOLUMENTS</b>						
3,142,208	a) Salaries	(2,375,466)	-	(1,129,699)	(1,129,699)	(3,505,165)	
217,763	b) Mandatory Provident Fund	(177,926)	-	(42,884)	(42,884)	(220,810)	
3,359,971	<b>TOTAL PERSONAL EMOLUMENTS</b>	(2,553,392)	-	(1,172,583)	(1,172,583)	(3,725,975)	
	<b>OTHER CHARGES:</b>						
	Administrative Expenses						
-	- audit fee			-	-	-	
26,780	- other services		-	(26,924)	(26,924)	(26,924)	
10,850	Postage	(1,016)	-	(9,381)	(9,381)	(10,397)	
19,055	Telephone	(10,105)	-	(6,223)	(6,223)	(16,328)	
61,081	Internet charges	(16,422)	-	(51,797)	(51,797)	(68,219)	
1,334	Long service payment	-	-	-	-	-	
17,348	Cleaning charges	(2,750)	-	(22,176)	(22,176)	(24,926)	
16,000	I.T. support service fee		-				
24,000	Clerical support expense	(24,000)	-			(24,000)	
32,688	Advertising	(36,398)	-	(2,215)	(2,215)	(38,613)	
-	Staff training		-				
9,537	Bank charge		-	(10,598)	(10,598)	(10,598)	
4,050	Staff Training	(7,125)	-			(7,125)	
50,789	Volunteer Allowance		-	(70,110)	(70,110)	(70,110)	
-	Exchange Difference - Loss		-				
273,512	<b>SUB-TOTAL</b>	(97,816)	-	(199,424)	(199,424)	(297,240)	
	<b>UTILITIES</b>						
24,896	a) Electricity	(47,425)	-	(19,973)	(19,973)	(67,398)	
390	b) Water charge	(199)	-	(26)	(26)	(225)	
25,286	<b>SUB-TOTAL</b>	(47,624)	-	(19,999)	(19,999)	(67,623)	
	<b>STORES AND EQUIPMENT</b>						
3,835	- Cleaning Material	(10,985)	-			(10,985)	
91,456	- Printing & Stationery	(128,431)	-	(54,526)	(54,526)	(182,957)	
204,891	- Newsletter Expenses		-	(67,240)	(67,240)	(67,240)	
105	- Office Supplies	(1,251)	-	(1,580)	(1,580)	(2,831)	
-	- Newspapers & Periodic		-				
17,427	- Repair & maintenance	(30,200)	-	(16,695)	(16,695)	(46,895)	
14,883	- Depreciation for equipment & furniture		-	(12,786)	(12,786)	(12,786)	
50,297	- Accessory/Minor Purchase	(13,056)	-	(4,165)	(4,165)	(17,221)	
382,894	<b>SUB-TOTAL</b>	(183,923)	-	(156,992)	(156,992)	(340,915)	

**AGENCY CODE: 324**

**NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**SERVICE UNIT CODE: 2886**

**NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)  
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)**

**BASIS: LUMP SUM GRANT**

**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 31 MARCH 2022**

2021		FSA	Non-FSA		2022 Total	Remark / Notes
		Jockey Club Activity Centre	Jockey Club Activity Centre	Head Office		
Total		(a)			(b)	(c) = (a) + (b)
HK\$		HK\$	HK\$	HK\$	HK\$	HK\$
	<b>PROGRAMME EXPENSES</b>					
(192,243)	Programme expenses	(386,565)		(8,952)	(8,952)	(395,517)
(192,243)	<b>Sub-Total</b>	(386,565)		(8,952)	(8,952)	(395,517)
	<b>TRANSPORTATION AND TRAVELLING</b>					
(12,602)	- Other Vehicle Exp. (Incl. licence & repair)	(17,205)			-	(17,205)
(21,384)	- Vehicle Insurance	(67,866)			-	(67,866)
(8,496)	- Vehicle Fuel Cost	(30,796)			-	(30,796)
-	- Vehicle Parking Fee	(32,900)			-	(32,900)
(8,504)	- Vehicle Tunnel Fee	(15,200)			-	(15,200)
(2,411)	- Other transportation & travelling	(2,566)		(1,203)	(1,203)	(3,769)
(53,396)	<b>SUB-TOTAL</b>	(166,533)	-	(1,203)	(1,203)	(167,736)
	<b>INSURANCE PREMIUM</b>					
(36,217)	Insurance premium	(24,893)		(14,536)	(14,536)	(39,429)
(36,217)	<b>Sub-Total</b>	(24,893)		(14,536)	(14,536)	(39,429)
	<b>MISCELLANEOUS</b>					
(4,599)	- Sundry expenses	(3,869)		(2,051)	(2,051)	(5,620)
-	- Long Service/Serverance Payment	-		-	-	-
(4,980)	- Membership Fee	-		(4,980)	(4,980)	(4,980)
(314)	- Medical Expenses	-		-	-	-
(29,315)	- Meal & Entertainment	(1,079)		(36,662)	(36,662)	(37,741)
(107,461)	Lottery Fund Block Grant Exp.(F&E, Vehicle Overhauling)	-	(44,926)		(44,926)	(44,926)
(2,000)	Lottery Fund Exp.(Vehicle replacement) – Net	-	(8,960)		(8,960)	(8,960)
(126,654)	- Outgoings from General Donation (incl. fundraising events with SWD Permit)	-		(108,427)	(108,427)	(108,427)
(33,732)	- Outgoings /Incidental Exp. from Flag Day	-		(26,674)	(26,674)	(26,674)
-	Social & Recreational Prog. Expense (Non-FSA)	-	(7,450)		(7,450)	(7,450)
(3,300)	Fund Expenditure (Non-FSA)	-			-	-
(312,354)	<b>SUB-TOTAL</b>	(4,948)	(61,336)	(178,793)	(240,130)	(245,078)
1,275,902	<b>TOTAL OTHER CHARGES</b>	(912,302)	(61,336)	(579,900)	(641,236)	(1,553,538)
	<b>CENTRAL ITEMS</b>					
(76,732)	Anti-Corona Virus Expenses (Non-FSA)	-	-	-	-	-
(76,732)	<b>Sub-Total</b>	-	-	-	-	-

**AGENCY CODE: 324**

**NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**SERVICE UNIT CODE: 2886**

**NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)  
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)**

**BASIS: LUMP SUM GRANT**

**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 31 MARCH 2022**

2021 Total		FSA	Non-FSA		2022 Total © = (a) + (b)	Remark/ Notes
		Jockey Club Activity Centre (a)	Jockey Club Activity Centre	Head Office		
HK\$		HK\$	HK\$	HK\$	HK\$	
	<b>COST OF ACCOMMODATION:</b>					
	<b>GOVERNMENT RENT UNDER ANNEX III</b>					-
(302,316)	<b>RENT</b>	(200,364)	-	(101,952)	(101,952)	(302,316)
(3,165)	<b>RATES</b>	(6,430)	-	(3,272)	(3,272)	(9,702)
(305,481)	<b>TOTAL COST OF ACCOMMODATION</b>	(206,794)	-	(105,224)	(105,224)	(312,018)
5,018,086	<b>TOTAL EXPENDITURE</b>	(3,672,488)	(61,336)	(1,857,702)	(1,919,043)	(5,591,532) (B)
568,854	<b>SURPLUS/(DEFICIT) FOR THE YEAR (A) - (B)</b>	527,598	81,664	825,340	907,004	1,434,602
	<b>OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR</b>					
(166,616)	(Deficit)/surplus in the accounts of other funds and reserves					70,730
45,900	Fair value gain/( loss) on financial assets designated at FVOCI					295,800
(120,716)	<b>TOTAL OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR</b>					366,530
448,138	<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR</b>					1,801,132

HONG KONG FEDERATION OF HANDICAPPED YOUTH

STATEMENT OF CHANGES IN TOTAL FUNDS

FOR THE YEAR ENDED 31 MARCH 2022

	Accumulated Fund	Other Funds	Reserve Funds	Policy Advocacy Fund	Business Development Reserve	Investment Revaluation Reserve (non-recycling)	F&E Replenishment and Minor works Lotteries Fund Block Grant Reserve	Social Welfare Development Fund - Phase III	Training Development Fund	Total
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Balance at 31.3.2020	10,894,093	4,004,594	1,741,275	(681,152)	-	(2,763,860)	71,681	121,644	87,958	13,476,233
Surplus for the year	568,854	(148,221)	-	44,750	-	45,900	-	-	-	568,854
Other comprehensive income/(loss) for the year	-	-	-	-	-	-	-	30,030	(93,175)	(120,716)
Total comprehensive income/(loss) for the year	568,854	(148,221)	-	44,750	-	45,900	-	30,030	(93,175)	448,138
Refunded to SWD	(26,863)	-	-	-	-	-	-	-	-	(26,863)
Transfer to general reserve fund	(731,226)	-	731,226	-	-	-	-	-	-	-
Transfer (to)/from Lotteries Fund Block Grant Reserve	23,461	-	-	-	-	-	(23,461)	-	-	-
Transfer (to)/from other funds	(718,662)	718,662	-	-	-	-	-	-	-	-
Balance at 31.3.2021	10,009,657	4,575,035	2,472,501	(636,402)	-	(2,717,960)	48,220	151,674	(5,217)	13,897,508
Surplus for the year	1,434,602	(434,767)	-	84,425	-	295,800	25,755	30,073	365,244	1,434,602
Other comprehensive income/(loss) for the year	-	-	-	-	-	-	-	-	-	366,530
Total comprehensive income/(loss) for the year	1,434,602	(434,767)	-	84,425	-	295,800	25,755	30,073	365,244	1,801,132
Refunded to SWD	(34,392)	-	-	-	-	-	-	-	-	(34,392)
Transfer to general reserve fund	596,317	-	(596,317)	-	-	-	-	-	-	-
Transfer from/(to) Lotteries Fund Block Grant Reserve	(83,829)	-	-	-	-	-	58,074	-	-	(25,755)
Transfer to Claw back the excess LSG reserve	(589,772)	-	-	-	-	-	-	-	-	(589,772)
Balance at 31.3.2022	11,332,583	4,140,268	1,876,184	(551,977)	-	(2,422,160)	132,049	181,747	360,027	1,5048,721

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

	<u>Notes</u>	<u>2022</u> HK\$	<u>2021</u> HK\$
<b>OPERATING ACTIVITIES</b>			
Surplus for the year		1,434,602	568,854
Adjustments for:			
Rent and rates subvention refunded to SWD		(34,231)	(23,734)
Anti-Coronavirus subvention surplus refunded to SWD		(161)	(3,129)
Transfer from General Reserve Fund		596,316	(731,226)
Transfer from Other Fund		-	(718,662)
Transfer (to)/from Lotteries Fund Block Grant Reserve		(83,829)	23,461
Claw back the excess LSG reserve		(589,772)	-
Dividend income		(58,155)	-
Interest income		(1,448)	(2,031)
Depreciation		48,913	51,463
<b>Operating deficit before movements in working capital</b>		<u>1,312,235</u>	<u>(835,004)</u>
Decrease in accounts receivable and prepayments		29,874	179,211
Increase in sundry deposits and receipts in advance		388,270	8,570
Increase in accounts payable and accrued expenses		131,585	210,118
<b>Net cash generated from/(used in) operating activities</b>		<u>1,861,964</u>	<u>(437,105)</u>
<b>INVESTING ACTIVITIES</b>			
Dividend received		58,155	-
Interest received		1,448	2,031
<b>Net cash generated from investing activities</b>		<u>59,603</u>	<u>2,031</u>
<b>FINANCING ACTIVITY</b>			
Purchases of property, plant and equipment	3	(27,083)	(26,659)
(Decrease)/increase in Reserve Funds		(596,316)	731,226
(Decrease)/increase in Other Funds		(434,767)	570,441
Increase in Policy Advocacy Fund		84,425	44,750
Increase/(decrease) in Lotteries Fund Block Grant		83,829	(23,461)
Increase in Social Welfare Development Fund - Phase III		30,073	30,030
Increase/(decrease) in Trading Development Fund		365,244	(93,175)
<b>Net cash (used in)/generated from financing activities</b>		<u>(494,595)</u>	<u>1,233,152</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		1,426,972	798,078
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>		<u>12,390,223</u>	<u>11,592,145</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>		<u>13,817,195</u>	<u>12,390,223</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	5	<u>13,817,195</u>	<u>12,390,223</u>



## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 1. STATUS OF THE FEDERATION

Hong Kong Federation of Handicapped Youth (“the Federation”) was incorporated on 12 January 1998 under the Hong Kong Companies Ordinance as a company limited by guarantee without a share capital. Every member of the Federation undertakes to contribute to the assets of the Federation in the event of its being wound up, such amount as may be required not exceeding HK\$10.

The registered office of the Federation is located at No. 16-21, G/F., Wang Kei House, Wang Tau Hom Estate, Kowloon, Hong Kong.

The principal activities of the Federation are promoting the welfare of the handicapped people.

The financial statements are presented in Hong Kong dollars, which is the same as the functional currency of the Federation.

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### a) Basis of preparation:

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standard for Private Entities (“HKFRS for Private Entities”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and accounting principles generally accepted in Hong Kong and the Hong Kong Companies Ordinance. The financial statements have been prepared under the historical cost convention, except for the financial assets designated at fair value through other comprehensive income are stated at fair value, as explained in accounting policies set out below.

The preparation of financial statements in conformity with HKFRS for Private Entities requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenditure. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

##### b) Revenue recognition:

- i) Social welfare subvention, membership fees received, production income and programme income are accounted for on an accruals basis.
- ii) Donations, charity sales and lotteries fund are recognised on a cash received basis and includes all sums received up to the balance sheet date.

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

b) Revenue recognition: (cont'd)

- iii) Interest income is recognised as it accrues using the effective interest method.
- iv) Dividend income is recognised when the shareholder's right to receive the payment is established.
- v) Other grants are recorded as income upon receipt except for donations received for special project which are credited to funds designated for the specific purposes.

c) Property, plant and equipment:

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, is normally charged to the statement of comprehensive income or respective fund accounts as incurred in the period in which it is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of the property, plant and equipment, the expenditure is capitalised as an additional cost of that asset.

If the acquisition of property, plant and equipment are financed by specific government subventions and grants, the costs of such property, plant and equipment deduct such government subventions and grants in arriving at the carrying amounts of such assets. Those property, plant and equipment are stated at such carrying amounts less accumulated depreciation and any impairment losses.

Depreciation on property, plant and equipment is calculated on the straight-line basis to allocate cost to their residual value over their estimated useful lives as follows:

Furniture and fixtures	5 years
Office equipment	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The gain or loss arising on derecognition of the asset (calculated as the difference between the net sale proceeds and the carrying amount of the asset) is included in the statement of comprehensive income or respective fund accounts as incurred in the year in which the item is derecognised).

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

c) Property, plant and equipment: (cont'd)

d) Operating leases:

Leases where substantially all the risks and rewards of ownership of assets remain with the lessor are accounted for as operating leases. Rentals applicable to such operating leases are charged to the statement of comprehensive income or the respective fund accounts on a straight line basis over the lease term.

e) Cash and cash equivalents:

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

f) Government grants:

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

g) Loans and receivables:

Loans and receivables are carried at amortised cost using the effective interest method less allowance for credit losses for bad and doubtful debts except where the receivables are interest-free loans made to related parties without any fixed repayment terms or the effect of discounting would be immaterial. In such cases, the receivable are stated at cost less allowance for credit losses for bad and doubtful debts.

Interest income is recognised using the effective interest method and disclosed as interest income.

h) Payables:

Payables are initially recognised at fair value and thereafter stated at amortised cost, unless the effect of discounting would be immaterial, in which case they are stated at cost.

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### i) Investments in debt and equity investments:

Investments in debt and equity instruments are recognised and derecognised on the date when the Federation commits to purchase or sell the investments. The investments are initially stated at fair value plus transaction costs. These investments are subsequently accounted for as follows:

An investment in debt instruments are classified into one of the following measurement categories:

- Amortised cost, if the investment is held for the collection of contractual cash flows which represent solely payments of principal and interest. Interest income from the investment is calculated using the effective interest method.
- FVOCI (recycling), if the investment is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual cash flows are solely payments of principal and interest. Changes in fair value are recognised in other comprehensive income, except for impairment gains or losses and foreign exchange gains or losses, until the investment is derecognised. When the investment is derecognised, the changes in fair value accumulated in investment revaluation is reclassified (recycled) to surplus or deficit.
- FVPL – if the investments are not classified as at amortised cost and FVOCI (recycling). Changes in the fair value are recognized in surplus or deficit.

An investment in equity instrument is classified as fair value through profit or loss (FVPL), unless they are not held for trading and, on initial recognition of the investment, the Federation makes an irrevocable election to designate the investment at FVOCI (non-recycling). When the investment is derecognised, the changes in fair value accumulated in investment revaluation reserve is transferred to accumulated surplus and not recycled through surplus or deficit.

##### j) Related parties:

- a) A person, or a close member of that person's family, is related to the Federation if that person:
  - i) has control or joint control over the Federation;
  - ii) has significant influence over the Federation; or
  - iii) is a member of the key management personnel of the Federation or the Federation's parent.

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

j) Related parties: (cont'd)

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

- i) the entity and the Federation are members of the same group.
- ii) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- iii) both entities are joint ventures of the same third party.
- iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- v) the entity is a post-employment benefit plan for the benefit of employees of either the Federation or an entity related to the Federation .
- vi) the entity is controlled or jointly controlled by a person identified in (a).
- vii) a person identified in (a)(i) 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).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

k) Foreign currencies:

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

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**3. PROPERTY, PLANT AND EQUIPMENT**

	<u>Furniture and fixtures</u> HK\$	<u>Office equipment</u> HK\$	<u>Total</u> HK\$
<b>Cost:</b>			
At 1 April 2020	23,510	791,410	814,920
Additions	-	26,659	26,659
At 31 March 2021	<u>23,510</u>	<u>818,069</u>	<u>841,579</u>
<b>Accumulated depreciation:</b>			
At 1 April 2020	23,510	688,846	712,356
Charge for the year	-	51,463	51,463
At 31 March 2021	<u>23,510</u>	<u>740,309</u>	<u>763,819</u>
<b>Net book value:</b>			
At 31 March 2021	<u>-</u>	<u>77,760</u>	<u>77,760</u>
<b>Cost:</b>			
At 1 April 2021	23,510	818,069	841,579
Additions	-	27,083	27,083
At 31 March 2022	<u>23,510</u>	<u>845,152</u>	<u>868,662</u>
<b>Accumulated depreciation:</b>			
At 1 April 2021	23,510	740,309	763,819
Charge for the year	-	48,913	48,913
At 31 March 2022	<u>23,510</u>	<u>789,222</u>	<u>812,732</u>
<b>Net book value:</b>			
At 31 March 2022	<u>-</u>	<u>55,930</u>	<u>55,930</u>

**4. FINANCIAL ASSETS DESIGNATED AT FVOCI**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Shares listed in Hong Kong, at fair value	<u>1,842,800</u>	<u>1,547,000</u>
Market value of listed shares as at 31 March	<u>1,842,800</u>	<u>1,547,000</u>

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 5. CASH AND BANK BALANCES

	<u>2022</u> HK\$	<u>2021</u> HK\$
Cash at banks:		
Current accounts	4,363,738	4,145,252
Savings accounts	9,416,457	8,207,971
Cash in hand	37,000	37,000
	<u>13,817,195</u>	<u>12,390,223</u>

Cash at banks earns interest at floating rates based on daily bank deposit rates.

Cash and bank balances include the following amounts denominated in a currency other than the Federation's functional currency, Hong Kong dollars.

	<u>2022</u> HK\$	<u>2021</u> HK\$
Renminbi	<u>1,057,953</u>	<u>1,056,774</u>

#### 6. PROVISION FOR LONG SERVICE PAYMENTS

The provision is made for the employees of the workshops in the Federation who are entitled to the long service payments under the Employment Ordinance.

The directors of the Federation are of the opinion that the provision at the end of the reporting period is sufficient to cover potential obligations under the Employment Ordinance to make long service payments to eligible employees in certain specified circumstances.

#### 7. ACCUMULATED FUND

	HK\$
Balance at 1.4.2020	10,894,093
Surplus for the year	568,854
Transfer from General Reserve Fund	(731,226)
Transfer from Lotteries Fund Block grant – F& E & Minor Works	23,461
Transfer to Bradburg Bathing Shed Fund (Note 8a)	(718,662)
Less: Rent & Rates subvention surplus refund to SWD	(23,734)
Anti-Coronavirus subvention surplus refunded to SWD	(3,129)
Balance at 31.3.2021 and at 1.4.2021	<u>10,009,657</u>
Surplus for the year 2021-2022	1,434,602
Transfer to General Reserve Fund	596,316
Transfer to Lotteries Fund Block Grant – F& E & Minor Works	(83,829)
Transfer to Bradburg Bathing Shed Fund (Note 8a)	(589,772)
Less: Rent & Rates subvention surplus refund to SWD	(34,231)
Anti-Coronavirus subvention surplus refunded to SWD	(161)
Balance at 31.3.2022	<u>11,332,582</u>

Note: The movements of transfer of funds for the current and prior years are presented in the statement of changes in total funds on page 14 of the financial statements.

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS**

	<u>Notes</u>	<u>2022</u> HK\$	<u>2021</u> HK\$
Bradbury Bathing Shed Fund – (deficit)	8a	-	-
First Sense Design Fund – (deficit)	8b	(413,220)	(214,017)
Employees Retraining Board – surplus	8c	-	126,768
Supervisory Support for Rehabilitation Service Unit – (deficit)	8d	(580)	(580)
Employment Service Centre	8e	(723,927)	(208,313)
Accounting Support	8f	-	-
Flower Workshop	8g	2,159,016	2,378,015
Ho Kam Yung Foundation	8h	509,551	499,014
HKFHY - Momentum Academy – surplus	8i	(388,396)	119,317
Mentor Support	8j	61,250	61,250
Community based project (Princess Alexandra School)	8k	99,571	69,721
Community based project (Elaine Field School)	8l	19,781	52,055
Service Development Fund	8m	741,583	770,179
Youth Education Campaign	8n	1,639,694	713,018
Stargaze Camp for All & The Blind	8o	-	185,209
Elderly and Rehabilitation Service	8p	-	23,400
Elderly & Rehabilitation Service 2.0	8q	23,400	-
Sports Inclusion Programme	8r	351,762	-
Chinese Opera Troupe	8s	6,610	-
Make A New World	8t	54,172	-
		<u>4,140,267</u>	<u>4,575,035</u>

**8a. BRADBURY BATHING SHED FUND**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income	----- -	----- -
Less: Expenditure:	----- -	----- -
Deficit for the year		-
Balance brought forward - (deficit)	-	(718,662)
Transfer from Accumulated Fund (Note 7)	----- -	----- 718,662
Balance carried forward - (deficit)	----- -	----- -



**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8b. FIRST SENSE DESIGN FUND**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Production income	149,068	1,821,628
Rent and rate subsidies	2,032,209	145,945
Other income	43,565	1,914
Parkn Shop Coupon Income	700	-
Government subsidy	-	437,000
	<u>2,225,542</u>	<u>2,406,487</u>
Less: Expenditure:-		
Wages and salaries	993,524	1,123,200
Administration and management fee	84,000	84,000
Contribution to provident fund	52,345	70,920
Depreciation	11,632	15,701
Production expenses	1,035,940	1,010,763
Rent and rates	149,067	145,944
Printing and stationery	1,760	874
Others	96,477	73,064
	<u>2,424,745</u>	<u>2,524,466</u>
Deficit for the year	(199,203)	(117,979)
Balance brought forward – (deficit)/surplus	<u>(214,017)</u>	<u>(96,038)</u>
Balance carried forward – (deficit)	<u>(413,220)</u>	<u>(214,017)</u>

**8c. EMPLOYEES RETRAINING BOARD**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Employees Retraining Board Funding	<u>529,330</u>	<u>488,252</u>
Less: Expenditure:-		
Salaries	217,070	141,920
Administration and management fee	120,330	62,751
Others	318,698	156,813
	<u>656,098</u>	<u>361,484</u>
Surplus/(deficit) for the year	(126,768)	126,768
Balance brought forward – surplus	<u>126,768</u>	<u>-</u>
Balance carried forward	<u>-</u>	<u>126,768</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8d. SUPERVISORY SUPPORT FOR REHABILITATION SERVICE UNIT**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Social Welfare subvention		
Lump Sum Grant	541,000	389,284
	-----	-----
Less: Expenditure:-		
Salaries	530,086	380,339
Contribution to provident fund	10,914	8,945
	-----	-----
	541,000	389,284
	-----	-----
Surplus for the year	-	-
Balance brought forward - (deficit)	(580)	(580)
	-----	-----
Balance carried forward - (deficit)	(580)	(580)
	-----	-----

**8e. EMPLOYMENT SERVICE CENTRE**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Social Welfare subvention – Lump Sum Grant	1,875,218	1,875,218
Programme income	473,879	523,970
Rent and rates subsidies	61,205	-
Other fund	181,046	266,919
Other income	300	21,000
	-----	-----
	2,591,648	2,687,107
	-----	-----
Less: Expenditure:-		
Salaries	2,037,720	1,663,329
Contribution to provident fund	88,810	71,162
Programme expenses	434,474	477,466
Rent and rates	77,474	76,464
Others	468,784	501,611
	-----	-----
	3,107,262	2,790,032
	-----	-----
(Deficit)/surplus for the year	(515,614)	(102,925)
Balance brought forward – deficit	(208,313)	(105,388)
Transfer to training development fund (note 18)	-	-
	-----	-----
Balance carried forward – (deficit)	(723,927)	(208,313)
	-----	-----

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8f. ACCOUNTING SUPPORT**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Social Welfare subvention		
- Lump Sum Grant	367,591	262,656
	-----	-----
Less: Expenditure:-		
Salaries	350,087	250,149
Contribution to provident fund	17,504	12,507
	-----	-----
	367,591	262,656
	-----	-----
Surplus for the year and balance carried forward	-	-
	-----	-----

**8g. FLOWER WORKSHOP**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Sales	979,910	767,292
Other income	28,619	-
Other fund	-	155,732
	-----	-----
	1,008,529	923,024
	-----	-----
Less: Expenditure:-		
Salaries and wages	512,254	510,466
Contribution to mandatory provident fund	28,786	26,278
Incentive	36,530	30,892
Production expenses	458,723	351,328
Others	191,235	191,180
	-----	-----
	1,227,528	1,112,143
	-----	-----
Deficit for the year	(218,999)	(189,119)
Balance brought forward – surplus	2,378,015	2,567,134
	-----	-----
Balance carried forward – surplus	2,159,016	2,378,015
	-----	-----

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8h. HO KAM YUNG FOUNDATION**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Donation	500,000	500,000
Less: Expenditure:-		
Rehabilitation equipment/tool	477,563	591,074
Leasing Rehabilitation Equipment	11,900	-
	<u>489,463</u>	<u>592,060</u>
(Deficit)/surplus for the year	10,537	(92,060)
Balance brought forward – surplus	<u>499,014</u>	<u>591,074</u>
Balance carried forward – surplus	<u>509,551</u>	<u>499,014</u>

**8i. HKFHY – MOMENTUM ACADEMY**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Programme income	260	200
Donations	9,160	671,440
SWD subvention – Rent & Rate	21,922	-
Other income	195,489	89,045
	<u>226,831</u>	<u>760,685</u>
Less: Expenditure:-		
Salaries	416,299	594,568
Contribution to provident fund	17,736	26,827
Depreciation	9,453	5,268
Programme expenses	197,684	58,865
Rent and rates	21,922	21,462
Others	71,450	47,505
	<u>734,544</u>	<u>754,495</u>
(Deficit)/surplus for the year	(507,713)	6,190
Add: Transfer from Youth Education Campaign (note 8n)	-	-
Balance brought forward – surplus/(deficit)	<u>119,317</u>	<u>113,127</u>
Balance carried forward – (deficit)/surplus	<u>(388,396)</u>	<u>119,317</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8j. MENTOR SUPPORT**

	<u>2022</u> HK\$	<u>2021</u> HK\$
INCOME:	-	-
EXPENDITURE:	-	-
Surplus for the year	-	-
Balance –Mentor Item – B/F Surplus	<u>61,250</u>	<u>61,250</u>
Balance – Mentor Item – C/F Surplus	<u>61,250</u>	<u>61,250</u>

**8k. COMMUNITY – BASED PROJECT (CBP) – PRINCESS ALEXANDRA SCHOOL**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Other fund	50,010	89,395
Programme income	<u>9,622</u>	<u>16,242</u>
	<u>59,632</u>	<u>105,637</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries		
- Staff salary	<u>5,215</u>	<u>7,115</u>
- Tutor salary	<u>19,500</u>	<u>13,500</u>
	24,715	20,615
b) Provident fund (MPF)		
- Staff salary	<u>275</u>	<u>374</u>
- Tutor salary	<u>-</u>	<u>-</u>
	275	374
c) General expenses		
- Material expenses	<u>327</u>	<u>906</u>
- Other expenses	<u>4,465</u>	<u>5,096</u>
Total other charges	<u>4,792</u>	<u>6,002</u>
Total expenditure	<u>29,782</u>	<u>26,991</u>
Surplus for the year	<u>29,850</u>	<u>78,646</u>
Balance brought forward	<u>69,721</u>	<u>(8,925)</u>
Balance carried forward – surplus/(deficit)	<u>99,571</u>	<u>69,721</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8l. COMMUNITY – BASED PROJECT (CBP) – ELAINE FIELD SCHOOL**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Other fund	-	30,163
Program Income	1,600	9,500
	<u>1,600</u>	<u>39,663</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries		
- Staff salary	1,137	5,544
- Tutor salary	2,465	4,677
	3,602	10,221
b) Provident fund (MPF)		
- Staff salary	60	292
- Tutor salary	95	83
	155	375
Administration cost	3,591	5,000
Total expenditure	<u>7,348</u>	<u>15,596</u>
(Deficit)/surplus for the year	(5,748)	24,067
Balance brought forward	52,055	27,988
Less: Refund surplus for 2019-2021 to EDB	<u>(26,526)</u>	<u>-</u>
Balance carried forward – Surplus	<u>19,781</u>	<u>52,055</u>

**8m. SERVICE DEVELOPMENT FUND**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Program income	17,600	41,611
Service income	25,050	89,950
Other income/other fund	192,881	195,135
	<u>235,531</u>	<u>326,696</u>
Less: Expenditure:-		
Program expenses	5,895	9,400
Others	68,297	13,238
Fund expenditure	189,935	123,041
	<u>264,127</u>	<u>145,679</u>
Surplus for the year	(28,596)	181,017
Balance brought forward – surplus	<u>770,179</u>	<u>589,162</u>
Balance carried forward – surplus	<u>741,583</u>	<u>770,179</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8n. YOUTH EDUCATION CAMPAIGN**

	2022 HK\$	2021 HK\$
Income:-		
Funding from Labour and Welfare Bureau	1,422,832	227,755
Other Income	2,400	-
	<u>1,425,232</u>	<u>227,755</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries	309,819	166,219
b) Mandatory Provident Fund (MPF)	16,153	8,749
Other Charges:		
- Workshop fee	87,705	17,292
- Youth activity day fee	-	-
- Youth ambassador fee	12,000	-
- Roving exhibition fee	34,000	-
- Extra service fee	10,000	-
- Closing ceremony fee	15,830	-
- Miscellaneous	13,049	1,875
Total Other Charges	<u>172,584</u>	<u>19,167</u>
Total expenditure	<u>498,556</u>	<u>194,134</u>
Surplus for the year	926,676	33,620
Balance brought forward	713,018	679,398
Less: Transfer to HKFHY Momentum Academy (Note 8i)	-	-
Balance carried forward – Surplus	<u>1,639,694</u>	<u>713,018</u>

**8o. STARGAZE CAMP FOR ALL & THE BLIND (盲人觀星傷健營)**

	2022 HK\$	2021 HK\$
Income:-		
Fund	-	-
Programme income	-	-
Campaign Funding	-	-
Less: Expenditure		
Other Charges:		
- Interest charge	1,746	1,746
- Travelling and transport	-	483
- Printing and stationery	-	24
- Tents/stage rental fee	-	5,000
- Miscellaneous	-	15,310
- Program material	-	78,283
- Production fee	-	19,000
Total Other Charges	<u>1,746</u>	<u>119,846</u>
Total expenditure	<u>1,746</u>	<u>119,846</u>
Surplus/(deficit) for the year	(1,746)	(119,846)
Balance brought forward	185,209	305,055
Less: Refund surplus Accumulated to Funder	<u>(183,463)</u>	<u>-</u>
Balance carried forward – Surplus	<u>-</u>	<u>185,209</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8p. ELDERLY AND REHABILITATION SERVICE**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Social welfare subvention		
- Lump sum grant	65,400	65,400
	-----	-----
Less: Expenditure		
- Salaries	80,000	40,000
- Contribution to provident fund	4,000	2,000
- Administrative Expenses	4,800	-
	-----	-----
Total expenditure	88,800	42,000
	-----	-----
(Deficit)/surplus for the year	(23,400)	23,400
Balance brought forward	23,400	-
	-----	-----
Balance carried forward – Surplus	-	23,400
	-----	-----

**8q. ELDERLY & REHABILITATION SERVICE 2.0**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Social welfare subvention		
- Lump sum grant	65,400	-
	-----	-----
Less: Expenditure		
- Salaries	40,000	-
- Contribution to provident fund	2,000	-
	-----	-----
Total expenditure	42,000	-
	-----	-----
Surplus for the year	23,400	-
Balance brought forward	-	-
	-----	-----
Balance carried forward – Surplus	23,400	-
	-----	-----



**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8r. SPORTS INCLUSION PROGRAMME**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Donation from the H.K. Jockey Club Charities Trust	950,000	-
	-----	-----
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	426,290	-
b) Mandatory Provident Fund (MPF)	18,690	-
Other Charges:		
Programme expenses	50,871	-
Others	102,387	-
	-----	-----
	598,238	-
	-----	-----
(Deficit)/surplus for the year	351,762	-
Balance brought forward – deficit	-	-
	-----	-----
Balance carried forward – surplus/(deficit)	351,762	-
	=====	=====

**8s. CHINESE OPERA TROUPE**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
- Grant from Arts Development Fund	163,800	-
- Program Income	8,800	-
	-----	-----
	172,600	-
	-----	-----
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	36,958	-
b) Mandatory Provident Fund (MPF)	1,945	-
Other Charges:		
Programme expenses	113,860	-
Others	13,227	-
	-----	-----
	165,990	-
	-----	-----
(Deficit)/surplus for the year	6,610	-
Balance brought forward – deficit	-	-
	-----	-----
Balance carried forward – surplus/(deficit)	6,610	-
	=====	=====

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**8. OTHER FUNDS (CONT'D)**

**8t. MAKE A NEW WORLD**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
- Grant from Arts Development Fund	151,113	-
	<u>151,113</u>	<u>-</u>
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	38,633	-
b) Mandatory Provident Fund (MPF)	1,932	-
Other Charges:		
Programme expenses	43,368	-
Others	13,008	-
	<u>96,941</u>	<u>-</u>
Surplus for the year	54,172	-
Balance brought forward	-	-
Balance carried forward - surplus	<u>54,172</u>	<u>-</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**9. RESERVE FUNDS**

	Employment Service Centre HK\$	Jockey Club Activity Centre HK\$	Supervisory Support for Rehabilitation HK\$	<u>Total</u> HK\$
Reserve from Lump Sum Grant				
Balance as at 1/4/2021	(155,926)	2,128,790	4,552	1,977,416
Less: Claw back the excess LSG reserve (Note 1)	-	(589,772)	-	(589,772)
<u>Prior Years Adjustments</u>				
Add: 2019/20 SWDF 15% contribution wrongly charged (Note 2)	-	7,500	-	7,500
Less: 2017/18 wrong opening balance of PF reserve (Note 3)	-	(2)	-	(2)
(Deficit)/surplus for the year 2021 /22	(503,276)	442,132	-	(61,144) *
Balance as at 31/3/2022	(659,202)	1,988,648	4,552	1,333,998
6.8% and other posts (existing non-snapshot staff)				
Balance as at 1/4/2021	7,844	487,241	-	495,085
(Deficit)/surplus for the year 2021 /22	(9,107)	56,208	-	47,101 *
Balance as at 31/3/2022	(1,263)	543,449	-	542,186
Balance as at 31/3/2022	(660,465)	2,532,097	4,552	1,876,184
Balance as at 31/3/2021	(148,082)	2,616,031	4,552	2,472,501

\* Net deficit for the year amounted to HK\$14,042 (2021 surplus: HK\$731,226).

Notes:

- (1) The level of LSG cumulative reserve (i.e. S), less LSG Reserve kept in the holding account, will be capped at 25% of the NGO's operating expenditure (excluding Provident Fund expenditure) for the year. The excessive amount of LSG surplus will be clawed back under the prevailing policy.
- (2) Prior Years Adjustments requested by Social Welfare Department on 18 March 2022. The correction made is related to the recognition of expenditures of software development fee for Placement Management and Follow-up System (PMPS) Enhancement, which were related to the Social Welfare Development Fund(SWDF) under Lotteries Fund , charged to Lump Sum Grant as Other Charges in 2019/20 AFR.
- (3) Prior Years Adjustments requested by Social Welfare Department on 18 March 2022. The correction made is related to the opening balance of Provident Fund(PF) Reserve in 2017/18 AFR.

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**10. POLICY ADVOCACY FUND**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income:-		
Project Income	300,015	51,950
	<u>300,015</u>	<u>51,950</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries	-	-
b) Provident Fund (MPF)	-	-
Other Charges:		
- General Program Expenses	-	7,200
- Mobile Application Development Expenditure:-	214,933	-
- Others	657	-
Total other charges	<u>215,590</u>	<u>7,200</u>
Total expenditure	<u>215,590</u>	<u>7,200</u>
Surplus/(deficit) for the year	84,425	44,750
Balance brought forward – Deficit	<u>(636,402)</u>	<u>(681,152)</u>
Balance carried forward – Deficit	<u>(551,977)</u>	<u>(636,402)</u>

**11. INVESTMENT REVALUATION RESERVE**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Balance at 1 April - Deficit	(2,717,960)	(2,763,860)
Fair value gain on financial assets designated at FVOCI	<u>295,800</u>	<u>45,000</u>
Balance at 31 March - Deficit	<u>(2,422,160)</u>	<u>(2,717,960)</u>

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 12. STAFF PROVIDENT FUND

Staff provident fund is managed by HSBC Provident Fund Trustee (Hong Kong) Limited, the balance of which has not dealt with in these financial statements. The contribution payable to staff provident fund is charged to the statement of comprehensive income as incurred.

In addition, the Federation also participates a defined contribution Mandatory Provident Fund (“MPF”) retirement benefit scheme under the Mandatory Provident Fund Schemes Ordinance. Contributions to the MPF scheme are made based on a percentage of the employees’ basic salaries and are charged to the statement of comprehensive income or respective fund accounts as they become payable in accordance with the rules of the MPF scheme. The Federation’s employer contributions are fully and immediately vested in favour of the employees.

#### 13. DONATIONS AND SUBVENTIONS RECEIVED

Designated donations and subventions are included in special purpose funds and/or receipts in advance prior to the utilisation of such funds towards the specific purposes. All other donations are dealt with in the statement of comprehensive income.

#### 14. TAXATION

No provision for profits tax or deferred tax is required as the Federation has been exempted under section 88 of the Inland Revenue Ordinance from any tax by reason of being a charitable institution or trust of a public character.

#### 15. DIRECTORS’ REMUNERATION

	<u>2022</u> HK\$	<u>2021</u> HK\$
Fees	Nil	Nil
Other emoluments	Nil	Nil

Members of key management of the Federation only include directors.

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
**NOTES ON THE FINANCIAL STATEMENTS**

**16. F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT RESERVE**

(Grant code: 35141-990-0210-B995)

	<u>2022</u> HK\$	<u>2021</u> HK\$
Accumulated surplus of Block Grant Reserve brought forward	48,220	71,681
Add: Prior Years 2015-2019 Adjustment due to vehicles expenses had been charged as recurrent items	25,755	-
Add: Block Grant received during the year	103,000	84,000
	128,755	84,000
Less: Expenditure during the year:		
- Minor works projects	(2,500)	(24,127)
- Furniture and equipment	(42,426)	(65,744)
- Vehicle overhauling	-	(17,590)
	(44,926)	(107,461)
(Deficit)/surplus for the year	83,829	(23,461)
Accumulated surplus of Block Grant Reserve carried forward	132,049	48,220

**Capital commitments**

As at 31 March 2022, the outstanding commitments in respect of F & E Replacement and Minor Works Grant as follows:

	<u>2022</u> HK\$	<u>2021</u> HK\$
Contracted for but not provided in the financial Statements	-	-
Authorised but not contracted for	-	-
	-	-

Details of the use of the F & E Replenishment and Minor Works Block Grant are set out on page 36 of these financial statements.

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**16. F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT RESERVE (CONT'D)**

**DETAILS OF THE USE OF THE F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT –**

**(A) EXPENDITURE IN THE YEAR 2021-22 AND**

**(B) OUTSTANDING COMMITMENT AS AT 31 MARCH 2022**

Item No.	Name of the SWD - Subvented Unit	Service Nature (e.g. Sheltered Workshop)	(a)				(b)			
			Expenditure in the year 2021-22				Outstanding Commitments as at 31 March 2022 – Contracted for but not provided under the Expenditure Column			
			Minor Works HK\$	Furniture and Equipment HK\$	Vehicle Overhauling (With Registration No.) HK\$	Total Expenditure HK\$	Minor Works HK\$	Furniture and Equipment HK\$	Vehicle Overhauling HK\$	Total Outstanding Commitment HK\$
	Code: 2886 NGO: Hong Kong Federation of Handicapped Youth									
	Service Unit: Jockey Club Activity Centre		2,500	12,076	-	14,576	-	-	-	-
	Service Unit: Employment: Service Centre		-	30,350	-	30,350	-	-	-	-
	<b>Total:</b>		<b>2,500</b>	<b>42,426</b>	<b>-</b>	<b>44,926</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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**NOTES ON THE FINANCIAL STATEMENTS**

**17. SOCIAL WELFARE DEVELOPMENT FUND (SWDF) – PHASE III**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Income		
SWD Funding:		
Non-I.T. Project Income		
- Training & Professional Development Expenses	30,000	30,000
Interest from Bank	73	30
	<u>30,073</u>	<u>30,030</u>
Less: Expenditure		
I.T. Project		
- Business System Upgrading Expenses	-	-
- Salary	-	-
- MPF	-	-
Non I.T. Project Expenditure	-	-
- Training & Professional Development I	-	-
- Studies : Salary	-	-
- Studies : MPF	-	-
- Studies : Postage	-	-
- Studies : Printing	-	-
- Administrative support	-	-
Total expenditure	<u>-</u>	<u>-</u>
Surplus/(deficit) for the year	30,073	30,030
Balance brought forward	<u>151,674</u>	<u>121,644</u>
Balance carried forward – surplus	<u>181,747</u>	<u>151,674</u>

Details of the use of the Social Welfare Development Fund (SWDF) Phase III funded by Lotteries Fund are set out below:

<u>Particulars</u>	<u>2021-22</u> HK\$	<u>2020-21</u> HK\$
I. Balance of SWDF brought forward (a):	151,674	121,644
II. Allocation from SWDF during the year (b):	30,000	30,000
III. Interest received during the year (c):	73	30
IV. Expenditure under SWDF during the year:		
1. Expenditure for projects under scope A *	-	-
2. Expenditure for projects under scope B **	-	-
3. Expenditure for projects under scope C ***	-	-
4. Administrative support	-	-
Total expenditure during the year (d):	<u>-</u>	<u>-</u>
V. Balance carried forward to the next financial year (e):		
(e)=(a)+(b)+(c)-(d)	<u>181,747</u>	<u>151,674</u>

Notes: \* Scope A represent Training & Professional Development Programmes (non-IT)  
\*\* Scope B represent Business System Upgrading Projects (IT)  
\*\*\* Scope C represent Studies aiming at enhancing service delivery (non-IT)



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**NOTES ON THE FINANCIAL STATEMENTS**

**18. TRAINING DEVELOPMENT FUND**

	<u>2022</u> HK\$	<u>2021</u> HK\$
Balance brought forward – (deficit)/surplus	(5,217)	87,958
Income:		
Sales income	212,466	177,121
Other income	693,950	489,754
Less: Expenditure		
Salaries	(264,876)	(500,280)
Contribution to Mandatory Provident Fund	(12,753)	(24,148)
Depreciation of equipment	(2,840)	(2,840)
Administrative Expenses	(4,907)	(2,647)
Course Fee	(145,516)	(178,935)
Purchases	(69,378)	(6,357)
Overhead	(10,257)	(4,730)
Wages	(30,645)	(39,077)
Miscellaneous	-	(1,036)
Surplus/(deficit) for the year	365,244	(93,175)
Transfer from employment service centre fund (note 8e)	-	-
Balance carried forward – Surplus/(Deficit)	<u>360,027</u>	<u>(5,217)</u>

**19. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

Estimates and judgments 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 Federation makes estimates and assumptions concerning the future. The resulting accounting estimates with, by definition, seldom equal to the related actual results. The estimates and assumptions that have a significant risk of carrying a material adjustment to the carrying amounts of assets and liabilities within next financial year are discussed below.

Depreciation of property, plant and equipment:

The Federation's management determines the estimated useful lives and residual values for the related depreciation charges for property, plant and equipment. Management will revise the depreciation charge where useful lives and residual values are different to previous estimates, or will write-off or write-down technically obsolete or non-strategic assets that have been abandoned or sold.

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**

**NOTES ON THE FINANCIAL STATEMENTS**

**20. OPERATING LEASE COMMITMENTS**

At the end of the reporting period, the Federation was committed to make the future payments in respect of operating leases as follows:

	<u>2022</u> HK\$	<u>2021</u> HK\$
Land and buildings		
- Within one year	-	544,452
- In the second to fifth years, inclusive	-	-
	<u>-</u>	<u>544,452</u>

**21. RENT AND RATES SUBVENTION REFUNDED TO SWD**

Jockey Club Activity Centre

<u>Subvention element</u>	<u>2021-2022</u>			<u>2021-2022</u>
	<u>Subvention released</u> HK\$	<u>Actual expenditure</u> HK\$	<u>Surplus refundable</u> HK\$	<u>Subvention refunded</u> HK\$
Rent	218,724	200,364	18,360	-
Rates (note 7)	17,328	6,430	10,898	34,231 *
	<u>236,052</u>	<u>206,794</u>	<u>29,258</u>	<u>34,231</u>
<u>Subvention element</u>	<u>2020-2021</u>			<u>2020-2021</u>
	<u>Subvention released</u> HK\$	<u>Actual expenditure</u> HK\$	<u>Surplus refundable</u> HK\$	<u>Subvention refunded</u> HK\$
Rent	218,724	200,364	18,360	-
Rates (note 7)	17,969	2,098	15,871	23,734
	<u>236,693</u>	<u>202,462</u>	<u>34,231 *</u>	<u>23,734</u>

\* representing:

	HK\$
Rent and rates subvention for the year 2020/21 refunded in the year 2021/22	<u>34,231</u>

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**NOTES ON THE FINANCIAL STATEMENTS**

**22 . GENERAL DONATIONS/OUTGOINGS**

Head office

	<u>2022</u> HK\$	<u>2021</u> HK\$
Donations/outgoings (including fund raising events with SWD Public Subscription Permit)		
Total donation received with SWD Permit (a)	-	-
- Donation received without SWD Permit (b)		
- Head Office	774,812	719,864
Total Donation income (a) + (b)	<u>774,812</u>	<u>719,864</u>
Less: Outgoing:		
With SWD Permit	<u>-</u>	<u>-</u>
Without SWD Permit	108,427	126,654
Total outgoing expenses	<u>108,427</u>	<u>126,654</u>
*Net proceeds	<u>666,385</u>	<u>593,210</u>
*Net proceeds (with SWD Permit) *	-	-
(without SWD Permit)	<u>666,385</u>	<u>593,210</u>
Total	<u>666,385</u>	<u>593,210</u>

\* Usage of Proceeds: to raise funds for supporting the constant operation and development of Hong Kong Federation of Handicapped Youth

## HONG KONG FEDERATION OF HANDICAPPED YOUTH

### NOTES ON THE FINANCIAL STATEMENTS

#### 23. FLAG DAY

- i) The income and expenditure account of the flag day event is set out below:

	<u>2022</u> HK\$	<u>2021</u> HK\$
<b>INCOME</b>		
Street collections	943,979	-
Other appeal donations	490,448	384,235
	<u>1,434,427</u>	<u>384,235</u>
<b>EXPENDITURE</b>		
Advertising and publicity	897	-
Postage	1,702	1,418
Printing and stationery	10,812	13,450
Transportation and travelling	8,404	27
Insurance	3,133	2,172
Bank charges	-	962
Sundry expense	1,515	-
Volunteer allowance	211	15,703
	<u>26,674</u>	<u>33,732</u>
<b>SURPLUS</b>	<u>1,407,753</u>	<u>350,503</u>

Note: The surplus of the flag day sale for the year ended 31 March 2022 was used for funds for personal emoluments, central administration and other charges of (1) Head Office; (2) Jockey Club Activity Centre; (3) Emolument Service Centre; and (4) HKFHY Momentum Academy.

- ii) The usage of the surplus/new proceeds of the donations collected as follows:

	Ratio (%) of net <u>proceeds</u> HK\$	2021/22 Amount used for <u>breakdown item</u> HK\$
1) Person emoluments and central administration	50%	
a) Head office	10%	140,775
b) Jockey Club Activity Centre	20%	281,551
c) Employment Service Center	15%	211,163
d) HKFHY Momentum Academy	5%	70,388
2) Other charged include as follow: (Utilities, Furniture and Equipment, Program Expenses, Transportation and Travelling, Insurance Premium and Miscellaneous	50%	
a) Head office	10%	140,775
e) Jockey Club Activity Centre	20%	281,551
f) Employment Service Center	15%	211,163
g) HKFHY Momentum Academy	5%	70,388
	<u>100%</u>	<u>1,407,753</u>

**HONG KONG FEDERATION OF HANDICAPPED YOUTH**  
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**24. VEHICLE REPLACEMENT FROM LOTTERIES FUND**

(Grant Code: 35141-393-0030-0000)

	<u>2022</u> HK\$	<u>2021</u> HK\$
<b>Income</b>		
- Lotteries Fund received from SWD during the year	1,083,608	-
- Disposal income (Federation's old rehabus)	5,000	-
<b>Less: Expenditure</b>		
- Replacement of Vehicle (Federation's new rehabus)	(1,092,568)	-
- Bus body design (Federation's new rehabus)	(2,000)	-
Deficit for the year	(5,960)	-
Less: Federation covers the deficit	5,960	-
Balance carried forward	<u>-</u>	<u>-</u>