

寰宇希望
HOPE WORLDWIDE

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

蘇 彥 威 會 計 師 行
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Certified Public Accountants

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Your Business Success is Our Mission



HOPE WORLDWIDE
REPORTS AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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HOPE WORLDWIDE
REPORT OF THE EXECUTIVE COMMITTEE

The members of the executive committee present their report together with the audited consolidated financial statements of the Company for the year ended 31 December 2022.

Principal Activities

The Company is organized as a non-profit making organization. Its objectives are to initiate and organize charitable and community programmes mainly in Hong Kong. The principal activity of its subsidiary is set out in note 13(a) to the consolidated financial statements.

Results and Appropriations

The results of the Company and its subsidiary (collectively "the Group") for the year ended 31 December 2022 are set out in consolidated the income statement on page 5.

The state of the Group's affairs as at 31 December 2022 are set out in the annexed consolidated statement of financial position on page 6.

In accordance with Article 5(2) of the Company's Articles of Association, no dividend shall be distributed to the member of the Company.

Property, Plant and Equipment

Details of movements in property, plant and equipment of the Group are set out in note 9 to the consolidated financial statements.

Members of the Executive Committee

The members of the executive committee of the Company during the financial year and up to the date of this report were:

MAK Wing Fan Francis
CHOW Tak Kin Aaron
HUI Chi Wang
CHAN Shu Cheong
CHAN Shek Ming
CHENG Kwok Kee

The directors of the subsidiaries incorporated in the Hong Kong during the year and up to the date of this report were:

Hope Worldwide Dental Centre Limited

MUI Cheung Wah
LIU Lap Hang
CHEE Ban Wa Elizabeth

Hope Worldwide Elderly Care Service Company Limited

HUI Chi Wang
LIU Lap Hang

Hope Worldwide Children and Youth Services Limited

HUI Chi Wang
LIU Lap Hang

Permitted Indemnity Provision

During the financial year and up to the date of this Directors' Report, there was or is, permitted indemnity provision being in force for the benefit of the directors of the Company.

HOPE WORLDWIDE
REPORT OF THE EXECUTIVE COMMITTEE

Management Contracts

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

Business Review

The Company falls within reporting exemption for the financial year. Accordingly, the Company is exempted from preparing a business review.

Event After the end of the Reporting Year

There is no significant events occurred after the year end that required for disclosure.

Auditors

Messrs. Alex So & Co., Certified Public Accountants, have expressed their willingness to continue in office. A resolution to re-appoint them as auditors of the Company will be proposed at the forthcoming annual general meeting.

On behalf of the Executive Committee



CHENG Kwok Kee
Chairman

Hong Kong, 15 September 2023

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
HOPE WORLDWIDE
(Incorporated in Hong Kong with limited liability by Guarantee)**

Opinion

We have audited the consolidated financial statements of Hope Worldwide 寰宇希望 ("the Company") and its subsidiary (collectively "the Group") set out on pages 5 to 13, which comprise the consolidated statement of financial position as at 31 December 2022, and the consolidated income statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the Group are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-sized Entity Financial Reporting Standard ("SMEFRS") 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

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") and with reference to Practice Note 900 (Revised), Audit of Financial Statements Prepared in Accordance with the Small and Medium-sized Entity Financial Reporting Standard issued by the 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.

Information other than the Financial Statements and Auditor's Report thereon

The members of the executive committee are responsible for the other information. The other information comprises all information included in the report of the executive committee and the schedule of expenses by programme of the Company, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Members of the Executive Committee and Those Charged with Governance for the Consolidated Financial Statement

The members of the executive committee are responsible for the preparation of the consolidated financial statements in accordance with the SME-FRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the members of the executive committee determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
HOPE WORLDWIDE
(Incorporated in Hong Kong with limited liability by Guarantee)**

Auditor's Responsibilities for the Audit of the Financial Statements

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

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated 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 consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members of the executive committee.
- Conclude on the appropriateness of the members of the executive committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

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.



Alex So & Co.
Certified Public Accountants

Hong Kong, 15 September 2023

SH/Co/HWWD

HOPE WORLDWIDE
CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 HK\$	2021 HK\$
Income	5		
Donations and Grants Received		8,718,683	5,525,007
Dental Services Income		10,230,227	9,081,170
Grants Received from Community Care Service Voucher for Elderly ("CCSV")		70,943	35,302
Programme Income from Community Care Service Voucher for Elderly ("CCSV")		8,638	4,172
Donation Received from newly recruited donors from conducting solicitation of signed authorisation forms in public places under the approval of the current permit [Public Subscription Permit (PSP) No. 2021/130/1 & 2021/130/2]	7	70,554	-
Donation Received from previously recruited donors from conducting solicitation of signed authorisation forms in public places before the issuance of the current permit	7	2,733,766	2,948,725
Bank Interest Income		1,086	15
Sundry Income		180,486	206,200
Total Income		<u>22,014,383</u>	<u>17,800,591</u>
Expenditures			
Bank Charges		(79,468)	(87,217)
Expenditure of Hope for Kids Centre subsidised by general income	6	(1,477,241)	(1,768,573)
Expenditure for Solicitation of Signed Authorisation Forms Covered by a Public Subscription Permit issued by the Social Welfare Department	7	(717,394)	(925,011)
Expenditure	8	(16,027,900)	(13,390,983)
Total Expenditures		<u>(18,302,003)</u>	<u>(16,171,784)</u>
Surplus before Tax		<u>3,712,380</u>	<u>1,628,807</u>
Taxation		-	-
Surplus for the year		<u><u>3,712,380</u></u>	<u><u>1,628,807</u></u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

HOPE WORLDWIDE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Note	2022 HK\$	2021 HK\$
Non-Current Assets			
Property, Plant and Equipment	9	2,699,165	573,035
		<u>2,699,165</u>	<u>573,035</u>
Current Assets			
Accounts Receivable		1,069,817	613,879
Other Receivable		30,000	36,800
Amount due from a Related Company		29,600	-
Deposit and Prepayment		871,673	787,068
Grant Receivable from Education Bureau	10	8,838	-
Cash and Bank Balance		7,486,058	9,524,401
		<u>9,495,986</u>	<u>10,962,148</u>
Less: Current Liabilities			
Other Payable and Accruals		(2,568,433)	(6,268,745)
Grants Received in Advance		(1,337,735)	(689,835)
Provision for Untaken Annual Leave		(136,000)	(136,000)
Provision for Long Services Payment		(140,000)	(140,000)
		<u>(4,182,168)</u>	<u>(7,234,580)</u>
Net Current Assets		<u>5,313,818</u>	<u>3,727,568</u>
Net Assets		<u>8,012,983</u>	<u>4,300,603</u>
Reserve			
Retained Surplus		8,012,983	4,300,603
Surplus Funds	11	<u>8,012,983</u>	<u>4,300,603</u>

Approved and authorized for issue by the Executive Committee on 15 September 2023.

CHENG Kwok Kee
Member of the
Executive Committee

CHOW Tak Kin Aaron
Member of the
Executive Committee

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. General

The Company is a non-profit making organisation incorporated in Hong Kong and limited by guarantee under the Hong Kong Companies Ordinance. Under the provisions of the Company's Articles of Association, every member shall, in the event of the Company being wound up, contribute to the assets of the Company to the extent of no exceeding the sum of HK\$10.

The Company's registered office is located at 1-6A, G/F, Tung Fai House, Tai Hang Tung Estate, Shek Kip Mei, Kowloon.

The principal activities of the Company are to initiate and organize charitable and community programmes in the People's Republic of China. The principal activity of its subsidiary is to provide dental services and to develop and promote dental health for the elderly, the sick and the poor on a charitable basis.

The Company is exempt from Hong Kong Profits Tax under Section 88 of the Inland Revenue Ordinance.

2. Basis of Preparation

The Company and its subsidiary qualifies for the reporting exemption as a small guarantee company under Section 359(1)(a) for the Hong Kong Companies Ordinance (Cap. 622) and the Group as a whole qualifies for the reporting exemption as a small guarantee group and limited by guarantee under Section 359(3). The Group is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (the "SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

3. Basis of Preparation

These consolidated financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern. The measurement base adopted is the historical cost convention.

A summary of significant accounting policies adopted by the Company is set out in note 4.

4. Summary of Significant Accounting Policies

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

(a) **Subsidiary**

A subsidiary is an entity controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account.

The investment in the subsidiary is consolidated into the consolidated financial statements from the date that control commences until the date that control ceases. Intra-group balances and transactions and any unrealised profits arising from intra-group transactions are eliminated in full in preparing the consolidated financial statements. Unrealised losses resulting from intra-group transactions are eliminated in the same way as unrealised gains but only to the extent that there is no evidence of impairment.

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

4. Significant Accounting Policies (Continued)

(b) Revenue

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

- (i) service and program income is recognised when services are provided;
- (ii) donations are recognised when no significant uncertainty as to their collectability exists;
- (iii) grants received are recognised when there is reasonable assurance that the Group implements and complies with the conditions attached to the funding and when funds are received or receivable; and
- (iv) interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

(c) Lease

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

(d) Retirement benefit costs

Payments to the Mandatory Provident Fund Scheme are recognised as an expense when employees have rendered service entitling them to the contributions.

(e) Property, Plant and Equipment

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

The depreciable amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The items of property, plant and equipment are depreciated on a straight-line basis at the following rates per annum:

Leasehold Improvement	10% to 20%
All other property, plant and equipment	20%

(f) Accounts and Other Receivable

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

(g) Impairment Loss

An assessment is made at each reporting date to determine whether there is any indication of impairment or reversal of previous impairment on investment property. 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 recognized in the income statement. A previously recognized 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 amortization or depreciation), had no impairment losses been recognized for the asset in prior years.

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

4. Significant Accounting Policies (Continued)

(h) Government grants

Government grants are not recognised until there is reasonable assurance that the Group will comply with the condition attached to them and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Group recognises as expenses the related costs for which the grants are intended to compensate. Specifically government grants whose primary condition is that the Group should purchase, construct or otherwise acquire non-current assets are recognised as deferred income/a deduction from the carrying amount of the relevant asset in the statement of financial position and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purposes of giving immediate financial support to the Group with no future related costs are recognised in profit or loss in the year in which they become receivable.

(i) Provision

Provisions are recognised when the Group has a present obligation as a result of a past event, and it is probable that the Group will be required to settle that obligation, and a reliable estimate can be made of the amount of the obligation.

Provisions are measured at the best estimate of the consideration required to settle the present obligation at the end of the reporting year, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (where the effect of the time value of money is material).

5. Income and Revenue

Revenue represents donations, grants received, programme income and dental service income and by the Group during the year as follows:

	2022	2021
	HK\$	HK\$
Donation Received	3,278,126	3,621,028
Donations in Kind	123,934	-
Grants Received	5,009,050	1,584,839
Programme Income	307,573	319,140
Dental Service Income	10,230,227	9,081,170
	<u>18,948,910</u>	<u>14,606,177</u>
Grants Received from Community Care Service Voucher for Elderly ("CCSV")	70,943	35,302
Programme Income from Community Care Service Voucher for Elderly ("CCSV")	8,638	4,172
Donation Received from newly recruited donors from conducting solicitation of signed authorisation forms in public places under the approval of the current permit [Public Subscription Permit (PSP) No. 2021/130/1 & 2021/130/2]	70,554	-
Donation Received from previously recruited donors from conducting solicitation of signed authorisation forms in public places before the issuance of the current permit	2,733,766	2,948,725
	<u>21,832,811</u>	<u>17,594,376</u>

The fund-raising purpose(s) of the SSAF are supporting underprivileged children & children with special education needs (SEN) Programme, Elderly Health Programme & Elderly Dental Programme.

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

6. Expenditure of Hope For Kids Centre Subsidised by General Income

	2022	2021
	HK\$	HK\$
Contribution to Mandatory Provident Fund	31,790	32,576
Depreciation	2,801	2,801
Insurance	31,166	30,669
Legal and Professional Fee	5,000	5,000
Local Meals	1,831	2,382
Printing and Stationery	783	594
Project Expenses	294,666	636,678
Promotional Expenses	1,365	-
Rental Expenses	111,525	100,198
Repairs and Maintenance	16,001	19,809
Staff Salaries and Benefits	890,585	849,747
Sundry Expenses	52,615	51,424
Telephone and Postage	7,657	262
Travelling -Local	1,328	10,517
Utilities	28,128	25,916
	<u>1,477,241</u>	<u>1,768,573</u>

7. Income and Expenditure for Solicitation of Signed Authorisation Forms Covered by a Public Subscription Permit issued by the Social Welfare Department

	2022	2021
	HK\$	HK\$
<u>Income</u>		
Donation Received from newly recruited donors from conducting solicitation of signed authorisation forms in public places under the approval of the current permit [Public Subscription Permit (PSP) No. 2021/130/1 & 2021/130/2]	70,554	-
Donation Received from previously recruited donors from conducting solicitation of signed authorisation forms in public places before the issuance of the current permit	2,733,766	2,948,725
	<u>2,804,320</u>	<u>2,948,725</u>
<u>Less: Expenditure</u>		
Auditors' Remuneration	3,800	-
Bank Charges	49,628	53,397
Contributions to Mandatory Provident Fund	1,823	6,111
Local Meal	201	5,298
Local Travelling	165	5,799
Miscellaneous	28,510	5,614
Postage	10,371	10,988
Printing and Stationery	3,662	28,214
Program Salaries	614,026	805,929
Repairs and Maintenance	852	852
Staff Benefits	3,780	1,280
Telephone	576	1,529
	<u>717,394</u>	<u>925,011</u>
Surplus for Solicitation of Signed Authorisation Forms Covered by a Public Subscription Permit issued by the Social Welfare Department	<u>2,086,926</u>	<u>2,023,714</u>

The fund-raising purpose(s) of the SSAF are supporting underprivileged children & children with special education needs (SEN) Programme, Elderly Health Programme & Elderly Dental Programme.

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

8. Expenditure

	2022	2021
	HK\$	HK\$
Auditors' Remuneration	80,000	84,500
Consulting Fee	3,741,631	3,716,705
Contributions to Mandatroy Provident Fund	216,347	201,983
Dental Supplies	1,007,707	844,393
Depreciation	447,381	399,443
Donation	100,166	17,927
Insurance	289,403	268,178
Legal and Professional Fee	41,080	38,595
Local Meals	90,553	59,761
Printing and Stationery	53,540	25,709
Program Grants	381,875	457,129
Project Expenses	2,330,418	1,821,919
Project Expenses and Rental for Community Care Service Voucher for Elderly ("CCSV")	173,383	65,926
Promotional Expenses	7,357	11,768
Rates and Management Fee	92,788	108,481
Remuneration of Members of the Executive Committee (including Fees and Other Emoluments)	-	-
Rental Expenses	1,022,394	684,821
Repairs and Maintenance	190,978	133,480
Staff Salaries and Benefits	5,380,552	4,165,991
Sundry Expenses	267,791	177,236
Telephone and Postage	62,809	58,604
Travelling -Local	20,826	24,793
Travelling -Overseas	-	-
Utilities	28,921	23,641
	<u>16,027,900</u>	<u>13,390,983</u>

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

9. Property, Plant and Equipment

	Dental Equipment HK\$	Furnitures and Fixtures HK\$	Leasehold Improvement HK\$	Office Equipment HK\$	Total HK\$
Cost:					
At 1 January 2022	882,825	688,112	1,846,547	497,683	3,915,167
Additions / Disposal	1,321,800	190,897	983,561	80,055	2,576,313
At 31 December 2022	<u>2,204,625</u>	<u>879,009</u>	<u>2,830,108</u>	<u>577,738</u>	<u>6,491,480</u>
Accumulated Depreciation:					
At 1 January 2022	(794,542)	(633,746)	(1,472,759)	(441,085)	(3,342,132)
Charges for the year	(220,463)	(73,456)	(117,140)	(39,124)	(450,183)
At 31 December 2022	<u>(1,015,005)</u>	<u>(707,202)</u>	<u>(1,589,899)</u>	<u>(480,209)</u>	<u>(3,792,315)</u>
Net Carrying Amount:					
At 31 December 2022	<u>1,189,620</u>	<u>171,807</u>	<u>1,240,209</u>	<u>97,529</u>	<u>2,699,165</u>
At 31 December 2021	<u>88,283</u>	<u>54,366</u>	<u>373,788</u>	<u>56,598</u>	<u>573,035</u>

10. Grants Receivable From Education Bureau

Details of School-based After-school Learning and Support Programmes for Sham Shui Po Centre for the years are as follows:

	2022			2021			
	2021/22	2022/23	Total	2019/20	2020/21	2021/22	Total
Balance at 1 January	2,030	-	2,030	1,465	1,136	-	1,136
Grant Received	(9,307)	(6,980)	(16,287)	(1,465)	(14,172)	(6,980)	(21,152)
Grant Refunded	-	-	-	-	-	-	-
Less: Expenditure							
Extra-curricular activities	14,011	9,084	23,095	-	13,036	9,010	22,046
Balance at 31 December	<u>6,734</u>	<u>2,104</u>	<u>8,838</u>	<u>-</u>	<u>-</u>	<u>2,030</u>	<u>2,030</u>

11. Retained Surpluses

At 31 December 2021	HK\$	4,300,603
Surplus for the Year		3,712,380
At 31 December 2022		<u>8,012,983</u>

12. Commitments under Operating Leases

The Group had the following total future minimum lease payments payable under non-cancellable operating lease:

	2022 HK\$	2021 HK\$
Within One Year	1,379,936	1,078,505
Later than One Year	2,441,178	1,586,935
	<u>3,821,114</u>	<u>2,665,440</u>


Operating lease payments represent rental payable by the Group for its office and dental clinic premises. Leases are negotiated for an average terms of three years.


HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

13. Statement of Financial Position of the Company

	2022	2021
	HK\$	HK\$
Non-Current Assets		
Property, Plant and Equipment	35,213	38,662
Investment in Subsidiary	-	-
Note 13(a) & (c)	<u>35,213</u>	<u>38,662</u>
Current Assets		
Accounts Receivable	111,088	137,319
Others Receivable	30,000	-
Deposit and Prepayment	478,202	476,457
Grant Receivable from Education Bureau	-	36,800
Amount due from Subsidiary	125,395	176,970
Cash and Bank Balance	5,370,768	7,475,830
	<u>6,115,453</u>	<u>8,303,376</u>
Current Liabilities		
Accounts Payable	(2,459,396)	(5,280,389)
Other Payable and Accruals	(104,537)	(580,228)
Amount due to Subsidiary	(206,494)	-
Grants Receivable in Advance	(478,590)	(208,861)
Provision for Untaken Annual Leave	(136,000)	(136,000)
Provision for Long Services Payment	(140,000)	(140,000)
	<u>(3,525,017)</u>	<u>(6,345,478)</u>
Net Current Assets	<u>2,590,436</u>	<u>1,957,898</u>
Net Assets	<u>2,625,649</u>	<u>1,996,560</u>
Reserve		
Retained Surplus	<u>2,625,649</u>	<u>1,996,560</u>

The Company's statement of financial position was approved and authorised for issue by the members of the executive committee on 15 September 2023 and are signed on its behalf by:


 CHENG Kwok Kee
 Member of the
 Executive Committee


 CHOW Tak Kin Aaron
 Member of the
 Executive Committee

HOPE WORLDWIDE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

13. Statement of Financial Position of the Company (Continued)

- (a) Details of the Company's subsidiary incorporated in Hong Kong and limited by guarantee as at 31 December 2022 are as follows:

Name of Subsidiary	Place of Incorporation and Principal Place of Operation	% of Ownership and Voting Power Power	Nature of Business
Hope Worldwide Dental Centre Ltd	Hong Kong	100%	Dental Services
Hope Worldwide Elderly Care Service Company Limited	Hong Kong	100%	Elderly Care Services
Hope Worldwide Children and Youth Services Limited	Hong Kong	100%	Children and Youth Services

(b) Equity attributable to members of the Company:	Retained Surplus
	HK\$
At 31 December 2021	1,996,560
Deficit for the Year	629,089
At 31 December 2022	<u>2,625,649</u>

- (c) The Company does not consolidate Hope Worldwide Children and Youth Services Limited on the ground that its inclusion would involve expense and delay out of proportion to the value to members of the Company. The parent company has been informed and does not object to this exclusion.

The amount due from the related company to the Company at the year ended is HK\$29,600.

14. Capital Commitments

There were no capital commitments outstanding at 31 December 2022.

15. Contingent Liabilities

There were no contingent liabilities at 31 December 2022.

16. Comparative Figures

Certain comparative figures have been re-classified to conform with the current year's presentation.

HOPE WORLDWIDE
SCHEDULE OF EXPENSES BY PROGRAMME - ASSOCIATION (Company Level)
FOR THE YEAR ENDED 31 DECEMBER 2022
(For Management Information Purpose Only)

* This accompanying statement does not form part of the audited financial statement *

	Education				Elderly Care	International	Sub-Total	HOPE for Kids Centre Educational expenditure subsidised by general income	Grand Total
	Administration	China	Fundraising						
Auditors' Remuneration	63,000.00	-	-	-	-	63,000.00	-	63,000.00	
Contribution to MPF	22,275.00	13,764.00	54,107.00	33,823.00	-	123,969.00	31,790.00	155,759.00	
Depreciation Expense	11,463.00	-	-	-	-	11,463.00	2,801.00	14,264.00	
Donation & Gifts	-	-	-	-	100,165.54	100,165.54	-	100,165.54	
Finance Costs	2,321.00	6,795.00	54,016.00	-	500.00	63,632.00	-	63,632.00	
Increase in Provision for Long Services Payment	-	-	-	-	-	-	-	-	
Insurance	45,952.00	12,423.00	25,875.00	32,698.00	-	116,948.00	31,166.00	148,114.00	
Legal and Professional Fee	18,770.00	-	243,800.00	37,710.00	-	300,280.00	5,000.00	305,280.00	
Local Meals	18,954.00	-	6,947.00	6,332.00	-	32,233.00	1,831.00	34,064.00	
Travelling -Local	1,386.00	-	1,058.00	1,101.00	-	3,545.00	1,328.00	4,873.00	
Printing and Stationery	369.00	4,161.00	37,083.00	1,687.00	-	43,300.00	783.00	44,083.00	
Program Grants	-	381,875.00	-	-	-	381,875.00	-	381,875.00	
Project Expenses	-	745,335.00	107,385.00	1,436,674.00	-	2,289,394.00	294,666.00	2,584,060.00	
Promotional Expenses	-	-	2,989.00	-	-	2,989.00	1,365.00	4,354.00	
Rent	5,911.00	5,911.00	5,911.00	57,911.00	-	75,644.00	111,525.00	187,169.00	
Repairs & Maintenance	11,576.00	852.00	852.00	2,952.00	-	16,232.00	16,001.00	32,233.00	
Staff Salaries and Benefits	660,922.00	293,498.00	1,068,981.00	902,014.00	-	2,925,415.00	890,585.00	3,816,000.00	
Sundry Expenses	30,095.00	-	2,510.00	19,982.00	-	52,587.00	52,615.00	105,202.00	
Telephone and Postage	10,500.00	894.00	14,980.00	2,130.00	-	28,504.00	7,657.00	36,161.00	
Utilities Expenses	-	-	-	480.00	-	480.00	28,128.00	28,608.00	
	<u>903,494.00</u>	<u>1,465,508.00</u>	<u>1,626,494.00</u>	<u>2,535,494.00</u>	<u>100,665.54</u>	<u>6,631,655.54</u>	<u>1,477,241.00</u>	<u>8,108,896.54</u>	

* This accompanying statement does not form part of the audited financial statement *