

FUNG KAI PUBLIC SCHOOL

鳳溪公立學校

(Incorporated in Hong Kong with limited liability by guarantee)

Fung Kai Care and Attention Home for the Elderly - C & A

Section 鳳溪護理安老院 - 護理部,

Fung Kai Care & Attention Home for the Elderly Medical Centre

鳳溪公立學校 - 鳳溪護理安老院醫療中心,

Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Home Section

鳳溪護理安老院-安老部,

Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Day Care Centre for the Elderly

鳳溪護理安老院-日間護理中心, and

and Fung Kai Public School Fung Kai Neighbourhood Elderly Centre 鳳溪長者鄰舍中心

(Collectively known as "Social Service Units" 統稱“社會服務單位”)

REPORT OF THE DIRECTORS

AND

AUDITED ACCOUNTS

FOR THE YEAR ENDED MARCH 31, 2025

AUDITED BY



**Chan Kin Cheong CPA(Practising)
CERTIFIED PUBLIC ACCOUNTANT**

Chan Kin Cheong CPA(Practising)
Certified Public Accountant

Flat D, 2/F, Mei Tak Building, No. 33 Kwong Fuk Road, Tai Po, N.T., Hong Kong

Tel : (852) 2660-0616

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INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF FUNG KAI PUBLIC SCHOOL

(incorporated in Hong Kong with limited liability by guarantee and not having a share capital)
Fung Kai Care and Attention Home for the Elderly - C & A Section 鳳溪護理安老院 - 護理部,
Fung Kai Public School - Fung Kai Care & Attention Home for the Elderly Medical Centre 鳳溪公立
學校 - 鳳溪護理安老院醫療中心, Fung Kai Public School Fung Kai Care and Attention Home for
the Elderly - Home Section 鳳溪護理安老院-安老部, Fung Kai Public School Fung Kai Care and
Attention Home for the Elderly - Day Care Centre for the Elderly 鳳溪護理安老院-日間護理中心,
and Fung Kai Public School Fung Kai Neighbourhood Elderly Centre 鳳溪長者鄰舍中心
(Collectively known as "Social Service Units")

Opinion

I have audited the financial statements of Fung Kai Care and Attention Home for the Elderly - C & A Section, Fung Kai Public School - Fung Kai Care & Attention Home for the Elderly Medical Centre, Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Home Section, Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Day Care Centre for the Elderly, and Fung Kai Public School Fung Kai Neighbourhood Elderly Centre (Collectively known as "Social Service Units") operated by Fung Kai Public School 鳳溪公立學校 set out on pages 4 to 16, which comprise the statement of financial position as at March 31, 2025, and the statement of comprehensive income, statement of changes in funds and reserves and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements give a true and fair view of the financial position of the Social Service Units as at 31 March 2025, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards (HKFRS) 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 of Opinion

I conducted my audit in accordance with Hong Kong Standards on Auditing and with reference to PN 900 (Revised), Audit of Financial Statements Prepared in Accordance with the Hong Kong Financial Reporting Standards (HKFRS) issued by the Hong Kong Institute of Certified Public Accountants. My responsibility under those standards is further described in the Auditor's responsibility for the Audit of the Financial Statements section of my report. I am independent of the Social Service Units in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code") and I have fulfilled my other ethical responsibility in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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 my auditor's report thereon.

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

Chan Kin Cheong CPA(Practising)
Certified Public Accountant

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INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF FUNG KAI PUBLIC SCHOOL

(incorporated in Hong Kong with limited liability by guarantee and not having a share capital)
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學校 - 鳳溪護理安老院醫療中心, Fung Kai Public School Fung Kai Care and Attention Home for
the Elderly - Home Section 鳳溪護理安老院-安老部, Fung Kai Public School Fung Kai Care and
Attention Home for the Elderly - Day Care Centre for the Elderly 鳳溪護理安老院-日間護理中心,
and Fung Kai Public School Fung Kai Neighbourhood Elderly Centre 鳳溪長者鄰舍中心
(Collectively known as "Social Service Units")

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

Responsibilities of Directors and those Charged with Governance for the Financial Statements

The directors are responsible for the preparation of financial statements in accordance with Hong Kong Financial Reporting Standards (HKFRS) issued by the Hong Kong Institute of Certified Public Accountants 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 Social Service Units's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Social Service Units or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Social Service Units's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Hong Kong Standards on Auditing 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.

Chan Kin Cheong CPA(Practising)
Certified Public Accountant

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INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF FUNG KAI PUBLIC SCHOOL

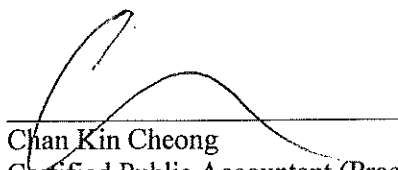
(incorporated in Hong Kong with limited liability by guarantee and not having a share capital)
Fung Kai Care and Attention Home for the Elderly - C & A Section 鳳溪護理安老院 - 護理部,
Fung Kai Public School - Fung Kai Care & Attention Home for the Elderly Medical Centre 鳳溪公立
學校 - 鳳溪護理安老院醫療中心, Fung Kai Public School Fung Kai Care and Attention Home for
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and Fung Kai Public School Fung Kai Neighbourhood Elderly Centre 鳳溪長者鄰舍中心
(Collectively known as "Social Service Units")

As part of an audit in accordance with Hong Kong Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:-

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

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

For and on behalf of



Chan Kin Cheong
Certified Public Accountant (Practising)
Hong Kong,

Date: 15 OCT 2025

FUNG KAI PUBLIC SCHOOL
Social Service Units

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED March 31, 2025

(Expressed in Hong Kong dollars)

	Social Service Units					2025	2024
	NEC HK\$	DE HK\$	HS HK\$	C&A HK\$	MC HK\$	HK\$	HK\$
Income							
Lump Sum Grant - Salaries	4,379,172	5,565,277	22,226,151	-	-	32,170,600	29,463,651
Lump Sum Grant - Provident Fund for Existing Staff	-	-	72,207	-	-	72,207	95,067
Lump Sum Grant - Provident Fund for 6.8% Posts	280,481	274,060	1,429,409	-	-	1,983,950	1,813,147
Subvention for rent and rates	30,644	19,553	336,047	-	-	386,244	386,244
Central Item Grant:							
- G1	-	-	191,758	-	-	191,758	1,973,318
- G2	-	-	-	-	-	-	-
Jockey Club Digital Tablet and Online Support Programme for Homebound Elderly	230,239	-	-	-	-	230,239	212,520
Fee income	127,060	348,222	2,482,562	17,847,818	-	20,805,662	23,191,664
Donations and other grants	139,924	-	516,030	3,684,067	200,720	4,540,741	2,178,499
Dividend income	-	-	-	93,830	-	93,830	672,654
Other income	180,005	-	212,204	29,610	-	421,819	403,276
Miscellaneous charges	5,818	-	118,655	2,455,484	-	2,579,957	3,618,964
Medical fee	-	-	-	451,500	580,735	1,032,235	961,075
Income from fund-raising events	-	-	-	-	-	-	-
Interest income	5,179	4,062	93,037	37,955	3,248	143,481	182,979
Total income	5,378,522	6,211,174	27,678,060	24,600,264	784,703	64,652,723	65,153,058

The accompanying notes form an integral part of these financial statements.

Remarks 註解:

NEC = Fung Kai Public School Fung Kai Neighbourhood Elderly Centre 鳳溪長者鄰舍中心

DE = Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Day Care Centre for the Elderly 鳳溪護理安老院-日間護理中心

HS = Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Home Section 鳳溪護理安老院-安老部

C&A = Fung Kai Care and Attention Home for the Elderly - C & A Section 鳳溪護理安老院-護理部

MC = Fung Kai Public School - Fung Kai Care & Attention Home for the Elderly Medical Centre 鳳溪公立學校-鳳溪護理安老院醫療中心

G1 = Dementia Supplement for Elderly with Disabilities or/and Infirmary Care Supplement for Residential Elderly Services 痴呆症患者或/及療養院照顧計劃

G2 = One off Subsidy for Strengthened Provision of Visiting Medical Officer Service for Residential Care Homes for the Elderly and Visiting Medical Practitioner Scheme for Residential Care Homes for Persons with Disabilities 一次性院舍外展醫生到診服務補助金

FUNG KAI PUBLIC SCHOOL
Social Service Units

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED March 31, 2025
(Expressed in Hong Kong dollars)

	Social Service Units					2025	2024
	NEC	DE	HS	C&A	MC		
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
OPERATING EXPENSES							
Administrative expenses	31,231	16,488	109,427	52,068	2,013	211,227	192,221
Auditor's remuneration	14,500	8,500	15,000	10,000	3,000	51,000	49,700
Central Item Grant						-	-
- G1 *	-	-	191,758	-	-	191,758	1,973,318
- G2 *	-	-	-	-	-	-	-
Board management fee	-	-	840,000	240,000	120,000	1,200,000	-
Depreciation	-	3,394	25,577	31,063	2,999	63,033	183,459
Food	50,703	201,240	1,030,804	1,148,621	-	2,431,368	2,782,012
Fund-raising events expenses	-	-	-	43,200	-	43,200	-
Insurance	-	-	279,265	221,067	2,650	502,982	522,318
Medical fee	-	-	486,500	847,116	-	1,333,616	1,241,754
Miscellaneous charges	5,732	64,874	452,225	144,335	2,824	669,990	2,247,544
Programme and event expenses	433,900	49,467	668,917	270,767	-	1,423,051	1,135,067
Provident fund contribution for 6.8% Posts	204,381	304,999	1,074,981	961,086	32,400	2,577,847	1,445,209
Provident fund contribution for Existing Staff	-	-	73,287	-	-	73,287	1,115,091
Rates and government rent	43,640	28,760	361,453	279,747	4,293	717,893	713,098
Repairs and maintenance	27,206	18,068	285,396	219,909	-	550,579	770,395
Salaries and allowances	3,937,348	5,240,072	19,969,064	18,609,840	432,192	48,188,516	46,946,848
Jockey Club Digital Tablet and Online Support Programme for Homebound Elderly	441,113	-	-	-	-	441,113	215,480
Stores and equipment	80,022	44,102	377,433	1,155,652	73,670	1,730,879	1,683,340
Transportation and travelling expenses	671	102,284	33,070	36,437	-	172,462	159,946
Utilities	47,943	102,049	1,368,641	835,790	2,309	2,356,732	2,499,301
Total expenditure	5,318,390	6,184,297	27,642,798	25,106,698	678,350	64,930,533	65,876,101
Surplus / (Deficit) before tax	60,132	26,877	35,262	(506,434)	106,353	(277,810)	(723,043)
Income tax expenses	-	-	-	-	-	-	-
Surplus / (Deficit) for the year	60,132	26,877	35,262	(506,434)	106,353	(277,810)	(723,043)
Other comprehensive income	-	-	-	-	-	-	-
Surplus / (Deficit) and total comprehensive income for the year	60,132	26,877	35,262	(506,434)	106,353	(277,810)	(723,043)

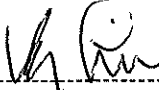
The accompanying notes form an integral part of these financial statements.

FUNG KAI PUBLIC SCHOOL
Social Service Units

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025
(Expressed in Hong Kong dollars)

	NOTE	2025 HK\$	2024 HK\$
Non-current assets			
Property, plant and equipment	5	-	-
Current Assets			
Account and other receivables	6	4,976,132	4,884,975
Cash and cash equivalents	8	30,382,849	31,850,655
		35,358,981	36,735,630
Less: Current liabilities			
Account and other payables	9	12,158,865	7,125,082
		12,158,865	7,125,082
Net current assets		23,200,116	29,610,548
NET ASSETS		23,200,116	29,610,548
FUNDS AND RESERVES			
Accumulated Fund		15,128,998	15,198,106
Social Welfare Development Fund		-	652,657
Lotteries Fund		-	54,303
Lump Sum Grant		189,464	6,065,432
Provident Fund		6,882,181	6,434,655
Subvention for Rent and Rates		(16,098)	(12,325)
Jockey Club Digital Tablet and Online Support		(213,834)	(2,960)
F&E Replenishment and Minor Works Block Grant		1,004,705	995,980
Provision for Major Repairs		224,700	224,700
		23,200,116	29,610,548

APPROVED BY THE BOARD OF DIRECTORS ON 15 OCT 2025


Chairman: Liu Sui Biu


Head of Social Welfare Service: Kwok Man Wah

The accompanying notes form an integral part of these financial statements.

FUNG KAI PUBLIC SCHOOL
Social Service Units

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED March 31, 2025
(Expressed in Hong Kong dollars)

	Accumulated Fund HK\$	Social Welfare Development Fund HK\$	Lotteries Fund HK\$	Lump Sum Grant HK\$	Provident Fund HK\$	Subvention for rent and rates HK\$	Time-limited Posts for Elderly and Rehabilitation Services HK\$	Jockey Club Digital Tablet and Online Supports Programme for Homebound Elderly HK\$	F&E Replenishment and Minor Works Block Grant F&E HK\$	Provision for Major Repairs HK\$	Total HK\$
Balance as at April 1, 2023	16,508,980	650,522	111,726	5,921,598	6,033,361	22,360	261,450	-	846,778	224,700	30,581,475
Deficit / total comprehensive income	(723,043)	-	-	-	-	-	-	-	-	-	(723,043)
Transfer from / (to) accumulated fund	(587,831)	-	(57,423)	143,834	399,014	(43,836)	-	(2,960)	149,202	-	-
Refund from / (to) welfare department	-	-	-	-	-	-	-	-	-	-	-
Interest payable to Social welfare department	-	2,135	-	-	-	-	-	-	-	-	2,135
Refund from / (to) Social welfare department	-	-	-	-	2,280	9,151	(261,450)	-	-	-	(250,015)
Balance as at March 31, 2024	15,198,106	652,657	54,303	6,065,432	6,434,655	(12,325)	-	(2,960)	995,980	224,700	29,610,545
Deficit / total comprehensive income	(277,810)	-	-	-	-	-	-	-	-	-	(277,810)
Transfer from / (to) accumulated fund	(76,458)	-	-	(63,568)	398,509	(47,609)	-	(210,874)	-	-	-
Refund from / (to) welfare department	(8,840)	(652,657)	(54,303)	-	1,776	43,836	-	-	-	-	(670,188)
Add / (Less): 2016/17-2023/24 year adjustment	294,000	-	-	(5,812,400)	47,241	-	-	-	-	-	(5,471,159)
Interest payable to Social welfare department	-	-	-	-	-	-	-	-	8,725	-	8,725
Refund from / (to) Social welfare department	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2025	15,128,998	-	-	189,464	6,882,181	(16,098)	-	(213,834)	1,004,705	224,700	23,200,116

The accompanying notes form an integral part of these financial statements.

FUNG KAI PUBLIC SCHOOL
Social Service Units
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED March 31, 2025

(Expressed in Hong Kong dollars)

	<u>2025</u> HK\$	<u>2024</u> HK\$
Cash flow from operating activities		
Deficit before taxation	(277,810)	(723,043)
Adjustments:-		
Interest income	(143,481)	(182,979)
Prior year 2016/17-2023/24 adjustment	(5,471,159)	-
Depreciation	63,033	183,459
OPERATING DEFICIT BEFORE MOVEMENTS IN WORKING CAPITAL	(5,829,417)	(722,563)
Increase in account and other receivables	(91,157)	(1,322,584)
Increase / (Decrease) in account and trade payables	5,033,783	(151,623)
NET CASH USED IN OPERATING ACTIVITIES	<u>(886,791)</u>	<u>(2,196,770)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(63,033)	(183,459)
Increase in time deposit with original maturity over three months	(55,476)	(54,952)
Interest received	143,481	182,979
NET CASH GENERATED FROM / (USED IN) INVESTING ACTIVITIES	<u>24,972</u>	<u>(55,432)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Refund of surplus to funding body, net	(670,188)	(250,019)
Interest payable to funding body	8,725	2,135
NET CASH USED IN INVESTING ACTIVITIES	<u>(661,463)</u>	<u>(247,884)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,523,282)	(2,500,086)
CASH AND CASH EQUIVALENTS AT APRIL 1, 2024	<u>30,049,682</u>	<u>32,549,768</u>
CASH AND CASH EQUIVALENTS AT MARCH 31, 2025	<u><u>28,526,400</u></u>	<u><u>30,049,682</u></u>

The accompanying notes form an integral part of these financial statements.

FUNG KAI PUBLIC SCHOOL
Social Service Units
NOTES TO THE ACCOUNTS

1. GENERAL INFORMATION

Fung Kai Public School 鳳溪公立學校 is a Social Service Units incorporated in Hong Kong under the Companies Ordinance with liability limited by guarantee. The address of its registered office is 19A Jockey Club Road, Sheung Shui, New Territories, Hong Kong.

Fung Kai Care and Attention Home for the Elderly - C & A Section 鳳溪護理安老院 - 護理部, Fung Kai Public School - Fung Kai Care & Attention Home for the Elderly Medical Centre 鳳溪公立學校 - 鳳溪護理安老院醫療中心, Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Home Section 鳳溪護理安老院-安老部, Fung Kai Public School Fung Kai Care and Attention Home for the Elderly - Day Care Centre for the Elderly 鳳溪護理安老院-日間護理中心, and Fung Kai Public School Fung Kai Neighbourhood Elderly Centre 鳳溪長者鄰舍中心 (Collectively known as "Social Service Units") are operated by Fung Kai Public School 鳳溪公立學校. The place of operation for the Social Service Units located at No. 22, Tin Ping School, Sheung Shui, New Territories, Hong Kong and its principal activities are provision of home care services to the elderly people.

Unless stated otherwise, all currency figures in these financial statements are presented in Hong Kong Dollars (HK\$) rounded to the nearest one dollar.

2. STATEMENT OF COMPLIANCE

- (a) These financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (HKFRSs), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (HKASs) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (HKICPA), accounting principles generally accepted in Hong Kong and the requirements of the Hong Kong Companies Ordinance.
- (b) The HKICPA has issued a number of new and revised HKFRSs and Interpretations that are first effective or available for early adoption for the current accounting year of the Social Service Units. There have been no significant changes to the accounting policies applied in these financial statements for the current year presented as a result of these developments.

The Social Service Units has not applied any new standard or interpretation that is not yet effective for the current accounting year. (Note 12)

- (c) A summary of significant accounting policies is set out in note 3.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (a) Basis of preparation of financial statements/critical accounting estimates and judgement

These financial statements have been prepared under historical cost convention on the basis that the Social Service Units is a going concern as the holding Social Service Units of the Social Service Units has agreed to provide continuing financial support to the Social Service Units.

The Social Service Units's management makes assumptions, estimates and judgements in the process of applying the Social Service Units's accounting policies that affect the assets, liabilities, income and expenses in the financial statements prepared in accordance with HKFRSs. The assumptions, estimates and judgements are based on historical experience and other factors that are believed to be reasonable under the circumstances. While the management reviews their judgements, estimates and assumptions continuously, the actual results will seldom equal to the estimates.

In applying the Social Service Units's accounting policies in the preparation of these financial statements, the Social Service Units's management has not come across any significant areas where critical judgements are

FUNG KAI PUBLIC SCHOOL
Social Service Units
NOTES TO THE ACCOUNTS

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, if the deferred income tax arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss, it is not accounted for. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

(c) Fixed assets

Fixed assets represent property, plant and equipment and are stated at historical cost less depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains/losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment .

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Social Service Units and the cost of the item can be measured reliably. All other repairs and maintenance are expensed in the statement of comprehensive income during the financial period in which they are incurred.

Depreciation of property, plant and equipment is calculated using the straight-line method to allocate cost or revalued amounts to their residual values over one year.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each end of reporting period.

The Social Service Units assesses at each reporting date whether there is any indication that any items of property, plant and equipment may be impaired and that an impairment loss recognised in prior periods for an item may have decreased. If any such indication exists, the Social Service Units estimates the recoverable amount of the item. An impairment loss, being the amount by which the carrying amount of an asset or a cash-generating unit exceeds its recoverable amount, or a reversal of impairment loss is recognised immediately in profit or loss.

Gain or loss arising from the derecognition of an item of property, plant and equipment is included in profit or loss when the item is derecognised and is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item.

FUNG KAI PUBLIC SCHOOL
Social Service Units
NOTES TO THE ACCOUNTS

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Cash and cash equivalents

Cash comprises cash on hand and at bank and demand deposits with bank. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(e) Trade and other receivables

Trade and other receivables are initially measured at fair value and, after initial recognition, at amortised cost less impairment losses for bad and doubtful debts, if any, except for the following receivables:

- Interest-free loans made to related parties without any fixed repayment terms or the effect of discounting being immaterial, that are measured at cost less impairment losses for bad and doubtful debt, if any; and
- Short-term receivables with no stated interest rate and the effect of discounting being immaterial, that are measured at their original invoice amount less impairment losses for bad and doubtful debt, if

At each end of reporting period, the Social Service Units assesses whether there is any objective evidence that a receivable or group of receivables is impaired. Impairment losses on trade and other receivables are recognised in profit or loss when there is objective evidence that an impairment loss has been incurred and are measured as the difference between the receivable's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at its original effective interest rate, i.e. the effective interest rate computed at initial recognition.

(f) Trade and other payables

Trade and other payables are initially measured at fair value and, after initial recognition, at amortised cost, except for short-term payables with no stated interest rate and the effect of discounting being immaterial, that are measured at their original invoice amount.

(g) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable taking into account the amount of any trade discounts and volume rebate allowed by the Units, provided that is probable that the economic benefits associated with the revenue transaction will flow to the Units and the revenue and the costs, if any, in respect of the transaction can be measured reliably. Revenue is recognised as follows:

(a) Fee income

Fee income is recognised when the services are rendered;

(b) Donations

Donations are recognised as income upon receipt; and

(c) Interest income

Interest income is recognised using the effective interest method.

FUNG KAI PUBLIC SCHOOL
Social Service Units
NOTES TO THE ACCOUNTS

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Employee benefits

The Social Service Units operates a Mandatory Provident Fund Scheme ('the MPF scheme') under the Hong Kong Mandatory Provident Fund Schemes Ordinance for employees employed under the jurisdiction of the Hong Kong Employment Ordinance. The MPF scheme is a defined contribution retirement scheme administered by independent trustees. Under the MPF scheme, the employer and its employees are each required to make contributions to the scheme at 5% of the employees' relevant income, subject to a cap of monthly relevant income of HK\$30,000. Contributions to the scheme vest immediately.

The Social Service Units pays contributions to the MPF scheme on a mandatory basis. The Social Service Units has no further payment obligations once the contributions have been paid. The contributions are recognised as employee benefit expense when they are due and are not reduced by contributions forfeited by those employees who leave the scheme prior to vesting fully in the contributions. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(i) Lease

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

For contracts entered into or modified or arising from business combinations on or after the date of initial application, the Social Service Units assesses whether a contract is or contains a lease based on the definition under HKFRS 16 at inception, modification date or acquisition date, as appropriate. Such contract will not be reassessed unless the terms and conditions of the contract are subsequently changed. For contracts entered into or modified or arising from business combinations on or after the date of initial application, the Social Service Units assesses whether a contract is or contains a lease based on the definition under HKFRS 16 at inception, modification date or acquisition date, as appropriate. Such contract will not be reassessed unless the terms and conditions of the contract are subsequently changed.

(j) Government grants/subsidies

Government grants/subsidies are recognised as income over periods necessary to match them with the related costs they are intended to compensate, on a systematic basis when there is reasonable assurance that the Units will comply with the conditions attaching to them and the grants will be received. A government grants/subsidy that becomes receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Units, with no future related costs, is recognised as income of the period in which it becomes receivable.

FUNG KAI PUBLIC SCHOOL
Social Service Units
NOTES TO THE ACCOUNTS

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Related parties

For the purpose of these financial statements, related party includes a person and entity as defined below:

- (i) A person or a close member of that person's family is related to the Units if that person:
 - (1) is a member of the key management personnel of the Units or of a parent of the Units;
 - (2) has control or joint control over the Units; or
 - (3) has significant influence over the Units.
- (ii) An entity is related to the Units if any of the following conditions applies:
 - (1) the entity and the Units are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (2) either entity is an associate or joint venture of the other entity (or of a member of a group of which the other entity is a member).
 - (4) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (5) the entity is a post-employment benefit plan for the benefit of employees of either the Units or an entity related to the Social Service Units. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
 - (6) the entity is controlled or jointly controlled by a person identified in (i).

the entity, or any member of a group of which it is a part, provides key management personnel services to the Units or to the parent of the Units.
 - (7) a person identified in (i)(2) has significant voting power in the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

FUNG KAI PUBLIC SCHOOL
Social Service Units
NOTES TO THE ACCOUNTS

4. FINANCIAL RISK MANAGEMENT

The Social Service Units is exposed to various kinds of risks in its operation and financial instruments. The Social Service Units's risk management objectives and policies mainly focus on minimizing the potential adverse effects of these risks on the Social Service Units by closely monitoring the individual exposure as follows:

(a) Market risk

(i) Currency risk

The Social Service Units does not have any foreign exchange exposure as it has not involved in significant foreign currency transactions.

(ii) Interest rate risk

(b) Credit risk

The Social Service Units is exposed to credit risk on financial assets, mainly attributable to trade receivables and cash and cash equivalents held with banks.

All customers are required to settle by cash or credit cards at the restaurant of the Social Service Units. Thus, the management considers that the credit risk on trade receivables is limited.

As the Social Service Units's bank balances were held by major banks in Hong Kong which are believed to be of high credit quality. Accordingly the overall credit risk is also considered limited.

(c) Liquidity risk

The Social Service Units manages its funds conservatively by maintaining a comfortable level of cash and cash equivalents in order to meet continuous operational need. Banking facilities will be arranged with banks to fund any emergency liquidity requirements when necessary.

(d) Sensitivity analysis

No sensitivity analysis for the Social Service Units's exposure to financial management risks has been presented since the management's assessment of the associated risks is insignificant.

FUNG KAI PUBLIC SCHOOL

鳳溪公立學校

NOTES TO THE ACCOUNTS

5. Property, plant and equipment

	<u>Furniture & equipment</u> HK\$
COST	
As at April 1, 2023	5,333,403
Addition	183,459
As at March 31, 2024 and April 1, 2024	5,516,862
Addition	63,033
Balance at March 31, 2025	<u>5,579,895</u>
ACCUMULATED DEPRECIATION	
As at April 1, 2024	5,333,403
Charge for the year	183,459
As at March 31, 2024 and April 1, 2024	5,516,862
Charge for the year	63,033
Balance at March 31, 2025	<u>5,579,895</u>
Carrying amount:	
Balance at March 31, 2025	<u>-</u>
Balance at March 31, 2024	<u>-</u>
Balance at March 31, 2023	<u>-</u>

6. Account and other receivables

	<u>2025</u> HK\$	<u>2024</u> HK\$
Account receivables	796,307	681,536
Amount due from the Board (Note 7)	3,766,485	3,672,654
Other receivables and prepayments	413,340	530,785
	<u>4,976,132</u>	<u>4,884,975</u>

7. Amount due from the Board

The amount due from the Board is interest free, unsecured and has no fixed repayment terms.

8. Cash and cash equivalents

	<u>2025</u> HK\$	<u>2024</u> HK\$
Cash at bank and on hand	28,526,400	30,049,682
Time deposit with original maturity over three months but not exceeding one year	1,856,449	1,800,973
	<u>30,382,849</u>	<u>31,850,655</u>

Cash and cash equivalents represent the following for the purpose of the statement of cash flows:

	<u>2025</u> HK\$	<u>2024</u> HK\$
Cash and cash equivalents	<u>28,526,400</u>	<u>30,049,682</u>

FUNG KAI PUBLIC SCHOOL
鳳溪公立學校
NOTES TO THE ACCOUNTS

9. Account and other payables

	<u>2025</u>	<u>2024</u>
	HK\$	HK\$
Residential deposits received	431,260	627,160
Receipt in advance	437,282	453,072
Other payable	4,858,218	4,858,218
Amount due to the Board	5,471,159	-
Accruals	960,946	1,186,632
	<u>12,158,865</u>	<u>7,125,082</u>

10. Related party transactions

In addition to the transactions and balances disclosed elsewhere in these financial statements, the Units had the following significant transactions with related parties.

	<u>2025</u>	<u>2024</u>
	HK\$	HK\$
- Management fee to the Board	<u>1,200,000</u>	<u>1,200,000</u>
- Key management personnel's remuneration	<u>1,688,520</u>	<u>1,639,320</u>

11. Contingent liabilities and commitments

As at March 31, 2025, the Units had no significant commitments or contingent liabilities.

12. POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE CURRENT YEAR

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, interpretations and standards which are not yet effective for the current year and which have not been adopted in these financial statements.

The Social Service Units is in the process of making an assessment of what the impact of these amendments is expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the Social Service Units's results of operations and financial position.

*** END ***

鳳溪公立學校 (非政府機構編號 : 214)
社會福利資助服務單位
非政府機構經審計的財務報表中須披露的資料
補充家具和設備及小型工程整體補助金的儲備轉動
截於二零二五年三月三十一日
(以港元呈列)

		備註
上一財政年度結存	995,980	
加：本年度獲發的整體補助金	510,000	
利息收入	8,725	
	<u>518,725</u>	
	1,514,705	
減：本年度支出：-		
小型工程項目	(327,849)	附件一(a)
家具和設備	(136,351)	附件一(a)
汽車檢修	(45,800)	附件一(a)
銀行費用	-	
	<u>(510,000)</u>	
	1,004,705	
減：非政府機構填補虧絀的總額	-	
盈餘給轉下一財政年度	<u><u>1,004,705</u></u>	

資本性承擔

截至二零二五年三月三十一日，有關家具和設備
及小型工程整體補助金待支承擔額如下：

已簽約，但未有在財務報告中反映	-	附件一(a)
已批准，但未簽約	-	
	<u>-</u>	

鳳溪公立學校 (非政府機構編號: 214)
 社會福利資助服務單位
 非政府機構經審計的財務報表中須披露的資料
 補充家具和設備及小型工程整體補助金的儲備轉動
 載於二零二五年三月三十一日
 (以港元呈列)

(甲) 本年度支出 (二零二四至二零二五年度)						(乙) 待支承擔額 (截至二零二五年三月三十一日已簽約，但未有在財務報告中反映)			
項目	單位名稱	小型工程	家具和設備	汽車檢修	總支出	小型工程	家具和設備	汽車檢修	總待支承擔額
一	安老部	327,849	87,426	10,800	426,075	-	-	-	-
二	日間護理中心	-	9,934	35,000	44,934	-	-	-	-
三	鄰舍中心	-	38,991	-	38,991	-	-	-	-
合共：		327,849	136,351	45,800	510,000	-	-	-	-

根據獎券基金手冊第4.4.4節，本法團現呈上上述報表列明補充家具和設備及小型工程的購買資料。本法團現證明上述支出已符合獎券基金手冊之條款。



Liu Sui Bui
董事局主席

日期：15 OCT 2025



Kwok Man Wah
機構社會福利服務主管

日期：15 OCT 2025