

CHRISTIAN FAMILY SERVICE CENTRE
(INCORPORATED UNDER THE HONG KONG COMPANIES ORDINANCE)
DIRECTORS' REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

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范陳會計師行有限公司
FAN, CHAN & CO. LIMITED
CERTIFIED PUBLIC ACCOUNTANTS
HONG KONG

The directors present herewith their report and the audited consolidated financial statements for the year ended 31 March, 2021.

Principal activities

The principal activities of Christian Family Service Centre ("the Centre") and its subsidiary ("the Group") are provision of family services, children and youth services, elderly services, rehabilitation services, community development services and health services, etc. to the needy people in Hong Kong with a view to manifesting the love of God and enhancing family life and provision of dental and ancillary services on a non-profit-making basis to improve the oral health of people. There were no significant changes in the nature of the Group's principal activities during the year.

The principal activities of its subsidiary are set out in note 8 to the financial statements.

Financial statements

The financial performance of the Group for the year ended 31 March, 2021 and the state of affairs of the Group and the Centre at that date are set out in the consolidated financial statements on pages 10 to 46.

Group status

The Group are companies incorporated in Hong Kong with liability limited by guarantee.

Reserves

Details of movements in the reserves of the Group and of the Centre for the year ended 31 March, 2021 are set out in consolidated statement of changes in reserves and funds and note 34 to the financial statements.

Directors

The directors who held office during the year and up to the date of this report were:

Professor Alex Kwan Yui-huen (Chairman)	關銳煊
Rev. Daniel Li Yat-shing (Vice-chairman)	李日誠
Mr. Antonio Kwong Cho-shing, M.H. (Hon. Treasurer)	鄺祖盛
Mr. Cheng Wing-for	鄭榮科
Mr. Chow Siu-ngor	鄒小岳
Mr. Kwok Wai-keung	郭偉強
Miss Nora Yau Ho-chun, M.H., J.P.	邱可珍
Rev. Chan Kwok-keung	陳國強
Rev. Chau Kwok-cheong	周國昌
Mr. Thomas Tsang Fuk-chuen	曾福全
Mr. Clifford Leung Siu-on, M.H.	梁紹安
Rev. Ko Kwok-hung	高國雄
Rev. Wong Wing-chi	黃永智
Lt.-Col. Tsang Hing-man	曾慶敏
Rev. To Man-ling	杜敏玲 (appointed on 14 July, 2020)
Rev. Yu Shing-ye	余勝意 (resigned on 4 April, 2020)

In accordance with the provisions of Centre's Articles of Association, the remaining directors in office will continue to hold office for the coming year.

Directors of the Centre's subsidiary

During the year and up to date of this report, Miss Nora Yau Ho-chun, M.H., J.P. is also a director in the subsidiary of the Centre. Other directors of the Centre's subsidiary during the year and up to the date of this report include: Professor Edward Lo Chin-man and Mr. Alfred So Ping-fai.

Directors' material interests in transactions, arrangements and contracts that are significant in relation to the Centre's business

No transaction, arrangement and contract of significance to which the Centre or any of its subsidiary was a party and in which a director of the Centre had a material interest, subsisted at the end of the year or at any time during the year.

Permitted indemnity provisions

At no time during the financial year and up to the date of this Directors' Report, there was or is, any permitted indemnity provision being in force for the benefit of any of the directors of the Group (whether made by the Group or otherwise or an associated company (if made by the Group)).

Business Review 2021

A fair review of business

Christian Family Service Centre (CFSC) is a non-profit NGO providing multi-services to the people of Hong Kong since 1954. In the year 2020-21, due to the Covid-19 pandemic, the services were unprecedentedly interrupted negatively. Nevertheless, the organization grew positively due to various factors. The total turnover of the year was \$850M, representing a 21.2% growth compared to \$701.2M in 2019-20. The revenue mainly came from four categories of service operations including the SWD Lump Sum Grant Services (LSG), the Applied-Funding Services (SWD & Government Projects), Applied-Funding Services (non-Government Projects) and Self-Supporting Services (Self-Supporting). Revenue also came from a subsidiary Christian Family Service Centre Dental Services Limited (DS). The income for LSG Services has increased by 29.7% from \$415M last year to \$538M this year whereas the Applied Fund Services (both Government & non-Government) has slightly dropped by 5.1% from last year's \$282.9M to this year's \$268.6M. For the Self-Supporting Services (including corporate support), the revenue has increased by only 0.3% from \$62.34M to \$62.5M despite having a subsidy of \$11.3M from the Employment Support Scheme (ESS) under the Government's Anti-epidemic Fund. The overall surplus for CFSC in 2020-21 is \$105M which has taken into account a \$5.7M fair value gain on financial assets. The accumulated LSG reserve increased from \$46.1M to \$107.1M while the total reserves increased from \$180.4M to \$282.5M.

The drastic increase of LSG revenue from \$415M to \$538M in 2020-21 was contributed by multiple factors, including (1) the change of funding mode of Enhanced Home and Community Care Services (EHCCS) from contractual basis to LSG basis starting from September 2020 which brought about a transfer of 935 frail cases and a corresponding subvention of \$58M to LSG in 2020-21; (2) an addition of 80 elderly frail case quota allocated by SWD to the Integrated Home Care Services which brought an additional \$6M subvention in 2020-21; (3) the full operations of four new service units in Kai Nang Rehabilitation Service Complex and partial commencement of two new rehabilitation service units at So Uk Estate together brought in an additional \$35M LSG subvention in 2020-21; and finally, the increase in LSG income was also contributed by SWD's new subvention to enhance supervisory support for paramedical services, the in-situ expansion of 25 places added to the Tsui Lam Integrated Vocational Rehabilitation Services, and the commencement of a new project "Mobile Van for Publicity Service on Mental Wellness".

Principal risks and uncertainties

The unforeseeable Covid-19 outbreak at the end of January 2020 did affect service operation seriously. For the whole 2020-21, most of the face-to-face services and mass activities have to cut down drastically. Some services have to go online. A great amount of effort was spent on purchasing and distributing personal protective equipment for service users and employees, enhancing infection control in residential care units, and rendering support for disadvantaged families, caregivers and breadwinners who lost their jobs. It was not until the second half of the year that the services could gradually plan to resume. In terms of business, the service income of the Self-Supporting Services was greatly hampered, particularly for the Booking Office, the Chinese Medicine Service, Home Café, Community Care Service Voucher, Whole Person Development Centre, Dementia Care Service Centres, and the Elderly Day Training Centres etc. Fortunately, benefited from the stable subvention from SWD and the generosity of most funding bodies, the income of LSG services and most of the Applied Funding Services remained unaffected and the decrease of Self-Supporting Services income can be largely compensated by the ESS Scheme. Entering the year 2021, the effect from Covid-19 pandemic has become stable and the operations was able to adapt to the new normal and services gradually resumed.

Business Review 2021 (continued)

Principal risks and uncertainties (continued)

The promulgation of the Hong Kong National Security Law in July 2020 posed uncertainties in the society as a whole and have effect on the organization. Certain senior and experienced staff indicated their intention to resign and the loss of talents became a concern for management. The senior management held a retreat in July 2020 to have a mid-term review on the strategic plan with particular focus on retaining quality staff. To support key talents, a management course for new managers was designed and conducted in-house and a mentoring scheme for new staff piloted. The entry salaries of social workers were also reviewed in June 2021 to assess our hiring competitiveness. A proposal on adjusting entry salaries for social workers and other high-turnover posts was adopted, which will possibly lead to an increase of recurrent salary expenses by around \$8.8M for LSG and \$3M for non-LSG services, for the year 2022-23.

The Finance Secretary of HKSAR announced in his budget speech that he would cut the Government's recurrent expenditure by 1% in 2022-23. It is very likely that the LSG allocation will be correspondingly reduced by 1% in 2022-23, which will represent a cut of around \$6M recurrent subvention.

On 6 June 2020, due to extraordinarily heavy rainstorm, the basement carpark of the headquarters building was flooded and fully immersed with water, causing a damage of 13 vehicles and a total reinstating budget of more than \$5M. The case was seriously studied and a set of improvement measures was introduced including but not limited to the setting up of drain boards and a detecting and alerting system. It is believed that along with more frequent extreme weather conditions, the flooding in Tsui Ping area would pose a potential threat to the building's basement facilities.

Important events in the financial year 2020-2021

In May 2020, we successfully bid three Environmental Protection Department's (EPD) contracts to set up and operate three Community Recycling Centres (CRC) located in Kowloon City, Kwun Tong and Sha Tin District. The three new CRCs commenced operation in December 2020. In December 2020, we further submitted a proposal to bid the Sai Kung District Community Green Station (SKCGS) and EDP confirmed in March 2021 that our bid was successful. The SKCGS is located at Po Lam Lane of Tseung Kwan O and is the third CGS project operated by CFSC. The other two CGS projects being the Sha Tin CGS and the Kwun Tong CGS.

In January 2021, SWD confirmed that a new bundle of service contracts was awarded to CFSC for operating three Rehabilitation service units at Hoi Tat Estate Facilities Block in Sham Shui Po District. The Hoi Tat bundle includes a Hostel for Moderately Mentally Handicapped Persons (HMMH), a Supported Hostel for Mentally / Physically Handicapped Persons (SHOS(MPH)) and an Integrated Vocational Rehabilitation Services Centre (IVRS). The fitting-out works would complete in early 2022. The Hoi Tat service bundle is the third bundle of rehabilitation services awarded to CFSC in three years. The other two being the Kai Nang bundle awarded in January 2019 and the So Uk bundle awarded in July 2019.

Business Review 2021 (continued)**Important events in the financial year 2020-2021 (continued)**

Apart from significant expansion of services for Rehabilitation and Environmental Protection Core Service, there were a number of other service initiatives confirmed in the year 2020-21. For instance, in December 2020, we received confirmation from the Community Chest to approve a two-year grant for the Project "Walking with You-Community Transitional Day Rehabilitation Programme". In March 2021 the Community Chest confirmed again to support two time-limited projects and a capital grant project, namely a three-year project "ACT with your HeART – Anxiety Relief Project for Students", a two-year project "Support Service for Enhancing Mutual Help among Residents Living in Sub-divided Units in Kwun Tong" and a grant to purchase a new vehicle for our Mobile Dental Service. The Hong Kong Jockey Club Charities Trust (HKJC Trust) also provided back up for us to launch a number of projects in 2020-21, including a grant of \$4.41M in October 2020 for a special project to support elderly singletons and doubletons in the community under COVID-19; and in November 2020, approved a grant of \$8.2M for the phase two of the "Startup Programme for Retirees" Project, and in December 2020 approved an amount of \$4.07M for a two-year pilot project on supporting caregivers in Kowloon East. Furthermore, the Sir Horace Kadoorie International Foundation supported \$4.97M for the "Open Studio Project" under the Youth Core Service in August 2020; and the Ronald and Rita McAulay Foundation supported \$5M for the project "Emergency Assistance and Services for Carers of Frail Elderly at Home at Wong Tai Sin District" starting from October 2020.

In response to the Covid-19 pandemic, CFSC continued to collaborate with other organizations to render support to the community. In May 2020, under the coordination of the Hong Kong Council of Social Service (HKCSS), CFSC assisted in the assessment and district coordination for releasing a cash assistance of \$8,000 to \$10,000 to 250 Kwun Tong families with family breadwinner facing sudden unemployment or underemployment. Also in May 2020, CFSC partnered with Towngas to launch a seven-month project to provide 500 fresh food packs to grass-root families at four districts. In January 2021, we partnered with Manulife HK to launch a Health Coupon Programme to provide educational programmes and health check-up services for 2,000 underprivileged families in various districts. The CFSC Home Café also provided 2,000 free meals coupons to families referred by social workers. For the whole year, CFSC received face masks supply from SWD for our staff, which means a lot to NGO operators.

Despite pandemic, the Elderly Care Core Service organized the first "Asia-Pacific Regional Conference on Self-reliance Care" together with the Evangelical Lutheran Church Hong Kong on 19 March 2021. It was a one-day event conducted online with speakers coming from Japan, Taiwan, Macau and Hong Kong. The event attracted more than 500 participants who could only participated via video conferencing.

Apart from providing services, an Outstanding Service Projects Award (2020) was launched within CFSC in August 2020 to recognize outstanding service projects implemented in 2018 and 2019. 15 projects were selected as outstanding among 26 entries, and 8 projects selected as potentially outstanding among 14 entries.

Business Review 2021 (continued)

Future development of the organization's operation

In the HKSAR Chief Executive's policy address 2020, it was announced that Government is committed to promoting the development of transitional housing by making better use of vacant land and premises. Entering the year 2021, CFSC's Community Development Core Service (CD) decided to take part in the provision of transitional housing as the CD's service mission shared the Government's commitment in transitional housing. In response to the Transportation and Housing Bureau (THB)'s invitation for application, CFSC submitted a proposal to indicate our interest to use a piece of vacant land at Cheung Shun Street in Sham Shui Po District for transitional housing purpose. The proposal was accepted by THB and on 27 April 2021, the Assessment Committee for the Funding Scheme to Support Transitional Housing Project (AC) approved a grant of \$71.1 million for CFSC to carry out the Project to build 132 housing units. Further to the Cheung Shun Street Project, the THB also nominated CFSC to take up three more projects in Tseung Kwan O District, pending for the approval of the AC.

To support the future works on transitional housing, a Steering Committee on Transitional Housing Projects was formed under the CFSC Board to guide the development of services and a Project Manager was hired to assist the execution.

The total turnover of CFSC has reached a record high of \$850M in 2020-21. Adding to it the newly bid Hoi Tat bundle of rehabilitation services, an addition of 85 elderly frail cases for Integrated Home Care and the introduction of transitional housing service, the annual turnover of CFSC will continue to rise spectacularly in the next two to three years. The management capacity as well as the system capacity will be continuously reviewed and monitored to ensure the service quality will be maintained.

According to the succession plan of CFSC, the current Chief Executive will retire from the leading position in July 2022. Succession and senior management re-organization plans have been drawn up and duly followed. Handing over of leadership duties will take effect gradually starting from 2022.

Events after the reporting period

Details of significant events occurring after the reporting period are set out in note 35 to the consolidated financial statements.

Auditor

A resolution to reappoint Fan, Chan & Co. Limited as auditor of the Centre will be put forth at the forthcoming annual general meeting.

For and on behalf of the Board



Chairman

Kwan Yui Huen, Alex

Dated, 9 September, 2021



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CHRISTIAN FAMILY SERVICE CENTRE**

(incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the consolidated financial statements of Christian Family Service Centre (the "Centre") and its subsidiary ("the Group") set out on pages 10 to 46, which comprise the consolidated statement of financial position as at 31 March, 2021, and the consolidated income and expenditure account, the consolidated statement of cash flows and the consolidated statement of changes in reserves and funds for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements give a true and fair view of the financial position of the Centre and its subsidiary as at 31 March, 2021, and of their financial performance and cash flows for the year then ended 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 have been properly prepared in compliance with the Hong Kong Companies Ordinance, the "Lump Sum Grant Manual", the "Guide to Social Welfare Subventions" and compiled with the requirements as stipulated by Social Welfare Department and Community Care Fund on implementing the Community Care Fund Programme, the Lotteries Fund Manual and other instructions issued by the Director of Social Welfare.

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 Consolidated Financial Statements section of our report. We are independent of the Group 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 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.



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CHRISTIAN FAMILY SERVICE CENTRE**

(incorporated in Hong Kong and limited by guarantee)

Responsibilities of Directors and Those Charged with Governance for the Consolidated Financial Statements

The directors are responsible for the preparation of the consolidated 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, the "Lump Sum Grant Manual", the "Guide to Social Welfare Subventions", the requirements as stipulated by Social Welfare Department and Community Care Fund on implementing the Community Care Fund Programme, the Lotteries Fund Manual and other instructions issued by the Director of Social Welfare, and for such internal control as the directors 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 directors 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 directors 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.

Auditor's Responsibilities for the Audit of the Consolidated 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, 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 HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with HKSAs, 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 directors.



范陳會計師行有限公司
Fan, Chan & Co. Limited

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CHRISTIAN FAMILY SERVICE CENTRE**

(incorporated in Hong Kong and limited by guarantee)

- 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 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 consolidated 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.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Fan, Chan & Co. Limited
Certified Public Accountants
Leung Kwong Kin
Practising Certificate Number P03702

Hong Kong, 9 September, 2021

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH, 2021

	2021	2020
	HK\$	HK\$
Income		
Social Welfare Department subvention	636,743,224.13	482,841,063.67
Government Subvention (non-social welfare department)	65,190,910.28	39,065,950.65
Community Chest Allocation	9,532,574.97	11,397,773.88
Hong Kong Jockey Club Charities Trust subvention	25,870,785.68	28,474,703.64
Other project grants	21,222,229.09	23,215,555.25
Fee income	54,820,796.05	77,616,849.74
Programme income	24,258,320.03	28,387,061.94
Donations	4,341,031.57	2,553,851.62
Bank interest income	278,530.42	682,805.07
Investment income	4,609,750.57	1,645,531.97
Other income	3,110,992.93	5,334,564.17
Total income	849,979,145.72	701,215,711.60
Deduct :		
Expenditures		
Personal emoluments	541,318,588.39	470,725,505.53
Staff incentive and allowance	5,208,688.56	4,672,424.19
Staff benefits and training	4,786,158.45	7,092,915.12
Administrative expenses	7,269,633.74	6,801,740.92
Finance charges	339,605.47	634,945.19
Utilities expenses	6,817,091.69	7,521,980.34
Stores and equipment	60,158,053.38	42,394,045.58
Insurance premium for office	7,421,070.72	6,159,696.46
Publicity and promotion expenses	923,089.20	519,131.33
Programme expenses	16,186,457.62	21,164,642.55
Hire of services	45,685,190.92	50,251,318.87
Transportation and travelling	5,424,383.79	5,469,781.65
Food for clients	9,895,405.09	11,718,813.25
Incentive payment for clients	2,602,398.25	1,789,812.93
Clients' medical care and supplies	8,923,832.43	9,108,018.20
Insurance premium for clients	234,207.46	176,433.70
Rent and rates	23,912,832.43	21,284,041.19
Miscellaneous	3,565,123.49	3,500,152.90
Total expenditures	750,671,811.08	670,985,399.90

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH, 2021

	2021	2020
	HK\$	HK\$
Surplus before fair value changes of financial assets	99,307,334.64	30,230,311.70
Fair value gain/(loss) on financial assets	5,688,432.11	(2,846,117.52)
Surplus for the year	104,995,766.75	27,384,194.18
Transferring from/(to):		
- Restricted reserves	(82,490,522.88)	(17,455,052.92)
- Designated reserves	(1,436,939.63)	(726,663.00)
- Unrestricted reserves	2,853,170.29	(5,320,540.33)
Surplus transferred to General fund	23,921,474.53	3,881,937.93

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH, 2021


	Note	2021 HK\$	2020 HK\$
Non-current assets			
Property, plant and equipment	(7)	157,037,314.69	139,708,244.84
Financial assets at fair value	(9)	76,632,801.87	69,458,128.28
		233,670,116.56	209,166,373.12
Current assets			
Other receivables, deposits and prepayments	(10)	30,454,193.57	36,384,276.55
Pledged deposits	(11)	19,366,186.76	18,552,566.58
Cash and bank balances	(11)	173,929,072.69	70,767,816.47
		223,749,453.02	125,704,659.60
Current liabilities			
Accruals and other payables	(12)	25,581,667.66	21,975,903.79
Deferred income		42,634,063.72	31,639,757.89
Bank borrowings	(12)	15,000,000.00	19,000,000.00
		83,215,731.38	72,615,661.68
Net current assets		140,533,721.64	53,088,997.92
Total assets less current liabilities		374,203,838.20	262,255,371.04
Non-current liabilities			
Deferred income		91,678,812.54	81,820,955.31
Net assets		282,525,025.66	180,434,415.73

CHRISTIAN FAMILY SERVICE CENTRE
 CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 31 MARCH, 2021

	Note	2021 HK\$	2020 HK\$
Representing: -			
General fund			
- Accumulated surplus	(13)	40,346,295.62	46,724,383.18
Restricted reserves			
- SWD Lump Sum Grant reserve	(14)	107,100,785.28	46,108,386.94
- SWD provident fund reserve	(15)	28,640,235.86	31,441,432.12
- Other restricted reserves	(16)	15,944,534.23	(10,870,824.69)
Capital project and restricted funds	(25)	(1,011,828.21)	(16,998,691.89)
Designated reserves	(29)	18,526,915.20	17,088,370.75
Unrestricted reserves	(30)	72,978,087.68	66,941,359.32
Total reserves and funds		282,525,025.66	180,434,415.73

The consolidated financial statements were approved and authorised for issue by the Board on 9 September, 2021 and are signed on its behalf by:


 Chairman, Kwan Yui Huen, Alex


 Vice-chairman, Li Yat Shing, Daniel


 Chief Executive, Kwok Lit Tung

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH, 2021

	2021	2020
	HK\$	HK\$
Operating activities		
Surplus for the year	104,995,766.75	27,384,194.18
Net payment on SWD LSG Reserve Expenditure (pre-approved)	(544,990.39)	(116,276.52)
Net payment on SWD Lump Sum Grant reserve fund	(1,735,272.44)	(495,947.70)
Net payment on SWD provident fund reserve	(625,740.50)	(310,846.00)
Net payment on other restricted reserves	(5,591.49)	(106,126.08)
Net receipt on capital project and restricted funds	6,438.00	13,281.39
Adjustments for:		
Depreciation	43,589,354.57	28,936,134.14
Bond interest income	(1,942,735.59)	(2,068,564.99)
Dividend income	(195,506.54)	(271,287.11)
Interest income	(278,530.42)	(682,805.07)
Finance charges	339,605.47	634,945.19
(Gain)/loss on changes in fair value of financial assets	(5,688,432.11)	2,846,117.52
Gain on disposals of property, plant and equipment	(311,701.11)	-
(Gain)/loss on disposal of financial assets	(2,471,508.43)	694,320.13
Operating surplus before changes in working capital	135,131,155.77	56,457,139.08
Decrease/(increase) in other receivables, deposits and prepayments	5,930,082.98	(9,360,395.93)
Increase/(decrease) in accruals and other payables	3,605,763.87	(1,795,155.98)
Increase in deferred income	20,852,163.06	67,716,162.51
Cash flow generated from operating activities	165,519,165.68	113,017,749.68
Investing activities		
Bond interest received	1,942,735.59	2,068,564.99
Dividend received	195,506.54	271,287.11
Interest received	278,530.42	682,805.07
Purchases of property, plant and equipment	(62,404,063.31)	(94,085,324.17)
Proceeds from sale of property, plant and equipment	1,797,340.00	-
Proceeds from sale of financial assets	43,504,508.69	24,213,493.14
Purchases of financial assets	(42,519,241.74)	(24,215,205.24)
(Increase)/decrease in pledged deposits	(813,620.18)	617,677.77
(Increase)/decrease in time deposits	(17,084,473.16)	2,325,056.05
Cash flow used in investing activities	(75,102,777.15)	(88,121,645.28)

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH, 2021

	2021	2020
	HK\$	HK\$
Financing activities		
Interest paid	(339,605.47)	(634,945.19)
Repayment of bank loans	(4,000,000.00)	(1,000,000.00)
Cash flow used in financing activities	(4,339,605.47)	(1,634,945.19)
Net increase in cash and cash equivalents	86,076,783.06	23,261,159.21
Cash and cash equivalents at the beginning of the year	67,596,046.27	44,334,887.06
Cash and cash equivalents at the end of the year	153,672,829.33	67,596,046.27
Analysis of balances of cash and cash equivalents		
Cash and bank balances – maturity within three months	153,672,829.33	67,596,046.27

CHRISTIAN FAMILY SERVICE CENTRE

CONSOLIDATED STATEMENT OF CHANGES IN RESERVES AND FUNDS
FOR THE YEAR ENDED 31 MARCH, 2021

	General fund (Note 13) HK\$	SWD Lump Sum Grant reserve fund (Note 14) HK\$	SWD provident fund reserve (Note 15) HK\$	Other restricted reserves (Note 16) HK\$	Capital project and restricted funds (Note 25) HK\$	Designated reserves (Note 29) HK\$	Unrestricted reserves (Note 30) HK\$	Total HK\$
At 1 April, 2020	46,724,383.18	46,108,366.94	31,441,432.12	(10,870,824.69)	(16,998,691.89)	17,088,370.75	66,941,359.32	180,434,415.73
Surplus/(deficit) for the year	23,921,474.53	61,071,484.81	-	5,438,612.39	15,980,425.68	1,436,939.63	(2,853,170.29)	104,995,766.75
Funds transfer	(30,299,562.09)	2,201,176.36	(2,175,455.76)	21,382,338.02	-	1,604.82	8,889,898.65	-
Amounts refunded to Government	-	(1,735,272.44)	(789,654.50)	(5,591.49)	-	-	-	(2,530,518.43)
Funds receipt/(claw back)	-	-	163,914.00	-	6,438.00	-	-	170,352.00
SWD LSG Reserve Expenditure (pre-approved)	-	(544,990.39)	-	-	-	-	-	(544,990.39)
Net surplus/(deficit)	(6,378,087.56)	60,992,398.34	(2,801,196.26)	26,815,358.92	15,986,863.68	1,438,544.45	6,036,728.36	102,090,609.93
At 31 March, 2021	40,346,295.62	107,100,785.28	28,640,235.86	15,944,534.23	(1,011,828.21)	18,526,915.20	72,978,087.68	282,525,025.66

CHRISTIAN FAMILY SERVICE CENTRE

CONSOLIDATED STATEMENT OF CHANGES IN RESERVES AND FUNDS
FOR THE YEAR ENDED 31 MARCH, 2021

	General fund (Note 13) HK\$	Lump Sum Grant reserve fund (Note 14) HK\$	SWD provident fund reserve (Note 15) HK\$	Other restricted reserves (Note 16) HK\$	Capital project and restricted funds (Note 25) HK\$	Designated reserves (Note 29) HK\$	Unrestricted reserves (Note 30) HK\$	Total HK\$
At 1 April, 2019	48,346,023.44	30,306,971.56	29,145,074.62	(29,948,055.57)	(1,963,896.21)	16,361,707.75	61,818,310.87	154,066,136.46
Surplus/(deficit) for the year	3,881,937.93	17,157,385.19	-	15,345,744.80	(15,048,077.07)	726,663.00	5,320,540.33	27,384,194.18
Funds transfer	(5,503,578.19)	(743,745.59)	2,607,203.50	3,837,612.16	-	-	(197,491.88)	-
Amounts refunded to Government	-	(79,913.52)	(436,396.00)	(141,164.21)	(2,307.31)	-	-	(659,781.04)
Funds receipt/(claw back)	-	(416,034.18)	125,550.00	35,038.13	15,588.70	-	-	(239,857.35)
SWD LSG Reserve Expenditure (pre-approved)	-	(116,276.52)	-	-	-	-	-	(116,276.52)
Net surplus/(deficit)	(1,621,640.26)	15,801,415.38	2,296,357.50	19,077,230.88	(15,034,795.68)	726,663.00	5,123,048.45	26,368,279.27
At 31 March, 2020	46,724,383.18	46,108,386.94	31,441,432.12	(10,870,824.69)	(16,998,691.89)	17,088,370.75	66,941,359.32	180,434,415.73

1. General information

Christian Family Service Centre ("The Centre") was incorporated on 20 July, 1971 as a company limited by guarantee incorporated in Hong Kong. The address of Centre's registered office and the principal place of operation is located at 10/F., 3 Tsui Ping Road, Kwun Tong, Kowloon, Hong Kong.

The consolidated financial statements are presented in Hong Kong dollars, which is also the functional currency of the Centre.

During the year, the principal activities of the Centre and its subsidiary ("the Group") are provision of family services, children and youth services, elderly services, rehabilitation services, community development services and health services, etc. to the needy people in Hong Kong with a view to manifesting the love of God and enhancing family life and provision of dental and ancillary services on a non-profit-making basis to improve the oral health of people.

The principal activities of the Centre's subsidiary are set out in note 8.

2. Basis of preparation and accounting policies

These consolidated financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard of Private Entities (HKFRS for Private Entities) issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. These financial statements have been prepared under the accrual basis of accounting and on the basis that the Group is a going concern. They have been prepared under the historical cost convention, except for the financial assets which are stated at its fair value, as explained in the respective accounting policy as set out below.

Basis of consolidation

These consolidated financial statements incorporate the financial statements of the Centre and its subsidiary. A subsidiary is an entity (including special purpose entity) over which the Group has the power to govern the financial and operating policies so as to obtain benefits from its activities, generally but not necessarily accompanying a shareholding of more than half of the voting power. The subsidiary is fully consolidated from the date on which control is transferred to the Group and is de-consolidated from the date that control ceases.

All intragroup transactions, balances, income and expenses are eliminated. Accounting policies of the subsidiary have been changed where necessary to ensure consistency with the policies adopted by the Group. There is no difference in the reporting date of the financial statements of the Centre and its subsidiary used in the preparation of the consolidated financial statements.

Non-controlling interests in the net assets of consolidated subsidiary are presented separately from the Group's equity therein. Non-controlling interests in net assets consist of the amount of those interests at the date of the original business combination and the share of changes in equity by the non-controlling parties since the date of the combination. Losses applicable to the non-controlling parties in excess of the non-controlling interests in the subsidiary equity are allocated to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

2. Basis of preparation and accounting policies (continued)

Revenue recognition

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

- (i) Subvention income is recognised in the accounting period which generally matched with the related costs incurred;
- (ii) Donation income is recognised when the income is received from donors;
- (iii) Fee income and programme income are recognised when the relevant services are rendered;
- (iv) F&E Replenishment and Minor Works Block Grant and Lotteries fund grants related to depreciable assets are usually recognised as income over the periods and in the proportions in which depreciation on those assets is charged;
- (v) Interest income is recognised as it accrues using the effective interest method; and
- (vi) Investment income (including bond interest and dividend income) is recognised when the Group's right to receive payment is established.

Property, plant and equipment

Items of property, plant and equipment are measured at initial recognition at cost and subsequently measured at cost less accumulated depreciation and any accumulated impairment losses.

Where the Group acquires leasehold land for own use under a finance lease, the prepaid cost included in property, plant and equipment on initial recognition represents the fair value of the leasehold land, or if lower, the present value of the minimum lease payments, determined at the inception of the lease and any initial direct costs of the lessee (incremental costs that are directly attributable to negotiating and arranging a lease).

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. Assets held under finance leases, for which there is no reasonable certainty that the Group will obtain ownership at the end of the lease term, are depreciated over their expected useful lives on the same basis as owned assets, or where shorter, the terms of the relevant lease. The following annual rates are used for the depreciation of property, plant and equipment.

Leasehold land and building	Over the unexpired lease terms
Furniture, fixtures and equipment	3 years
Motor vehicles	5 years
Renovation	5 years

If there is an indication that there has been a significant change in the depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

On disposal or retirement, the cost together with associated accumulated depreciation and impairment losses, if any, of the property, plant and equipment are derecognised and any gain or loss resulting from the disposal is recognised in surplus or deficit.

2. Basis of preparation and accounting policies (continued)

Subsidiary

A subsidiary is an entity whose financial and operating policies the Centre controls, directly or indirectly, so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account.

In the Centre's statement of financial position, investments in subsidiaries are stated at cost less any impairment losses. The carrying amount of the investments is reduced to its recoverable amount on an individual basis. The results of subsidiaries are accounted for by the Centre on the basis of dividends received and receivable.

Deferred donation

Deferred donation represents funds used by the Group relating to the purchase of property, plant and equipment. These funds are recognised as income on a straight-line basis over the estimated useful lives of related assets.

Impairment of non-financial assets, other than inventories

At each reporting date, property, plant and equipment, and investments in a subsidiary are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If an estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in income and expenditure account.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognised immediately in income and expenditure account.

Financial instruments

Account and other receivables are recognised initially at the transaction price. All sales are made on the basis of normal credit terms, and the receivables do not bear interest. At the end of each reporting period, the carrying amounts of account and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in surplus or deficit.

Financial liabilities are initially recognised at the transaction price (including transaction costs). Account payables are obligations on the basis of normal credit terms and do not bear interest. Interest bearing liabilities are subsequently measured at amortised cost using the effective interest method. Interest bearing liabilities are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Financial assets at fair value are initially recognised at the transaction price and subsequently measured at fair value, with changes in fair value being recognised in surplus or deficit. Fair value is determined using the quoted bid price at the reporting date.

2. Basis of preparation and accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less.

Related parties

A person or an entity is related to the Group if:

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

- (b) An entity is related to the Group if any of the following conditions applies:
 - (i) The entity and the Group are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (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 Group or an entity related to the Group.
 - (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).
 - (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the Company or to the Company's parent.

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.

Employee benefit obligations

Salaries, bonuses, paid annual leave, contributions to defined contribution retirement plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present value.

Provision for long service payment is recognised in respect of probable future long services payment expected to be made. The provision is based on the best estimate of the probable future payments which have been earned by the employees from their services to the Centre at the end of the reporting period.

2. Basis of preparation and accounting policies (continued)

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the leased asset to the Group. All other leases are classified as operating leases.

Rentals payable under operating leases are charged to surplus or deficit on a straight-line basis over the term of the relevant lease.

Government grants

Government grants are recognised when there is reasonable assurance that the grants will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate. Where the grant relates to an asset, the grant is credited to a deferred income account and is released to surplus or deficit over the expected useful life of the relevant asset by equal annual instalments/deducted from the carrying amount of the asset and released to surplus or deficit by way of a reduced depreciation charge.

Borrowing costs

All borrowing costs are recognised in surplus or deficit in the period in which they are incurred.

Reserves

The reserves are classified as restricted reserves, capital project and restricted funds, designated reserves and unrestricted reserves, according to the level of rigidity of external control.

Restricted reserves, capital project and restricted funds are strictly and rigidly designated for specific purpose and governed by the funding bodies.

Capital nature or non-recurrent projects are categorised into capital project and restricted funds. They are subject to claw back, or expenditure governed by independent governing bodies.

Designated reserve is for specific purpose and governed by internal rules or respecting the wishes of donors or funders.

Unrestricted reserve is not restricted for specific purpose but with switching flexibility as delegated by the management.

3. Key sources of estimation uncertainty**Allowance for impairment of account receivables**

Allowance for impairment of account receivables is assessed and provided based on the directors' regular review of ageing analysis and evaluation of collectibility. A considerable level of judgement is exercised by the directors when assessing the creditworthiness and past collection history of each individual customer. Any increase or decrease in the allowance for impairment of trade receivables would affect surplus or deficit in future years.

Property, plant and equipment and depreciation

The Group determines the estimated useful lives and related depreciation charges for the Group's property, plant and equipment. This estimate is based on the historical experience of the actual useful lives of property, plant and equipment of similar nature and functions. The Group will revise the depreciation charge where useful lives are different to those previously estimated, or it will write off or write-down technologically obsolete or non-strategic assets that have been abandoned or sold.

4. Surplus for the year

	2021 HK\$	2020 HK\$
Surplus for the year is arrived at after charging/ (crediting) the following items:		
(a) Staff costs		
Key personnel management		
Salaries and benefits	15,891,871.00	15,546,969.00
Contribution to defined contribution plans	1,624,960.00	1,476,391.00
Other staff		
Salaries and benefits	486,786,995.23	429,401,684.91
Contribution to defined contribution plans	42,223,450.72	28,972,884.81
	546,527,276.95	475,397,929.72
(b) Other items		
Auditor's remuneration	291,000.00	246,100.00
Depreciation	43,589,354.57	28,936,134.14
Operating leases charges on:		
- hire of properties	18,656,018.90	16,208,643.44
Fair value (gain)/loss on financial assets	(5,688,432.11)	2,846,117.52
Gain on disposals of property, plant and equipment	(311,701.11)	-
(Gain)/loss on disposals of financial assets	(2,471,508.43)	694,320.13
(c) Finance costs		
Interest on bank borrowings	339,605.47	634,945.19

For the year ended 31 March, 2021, Covid-19 related government grants amounted to HK\$11,732,352 have been offset against employee benefits expense.

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

5. Taxation

No provision for Hong Kong profits tax has been made in the financial statements as the Group is exempt from Hong Kong taxation under section 88 of the Inland Revenue Ordinance (2020: Nil).

6. Benefits and interests of directors

The following information is disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance and Part 2 and 3 of the Companies (Disclosure of Information about Benefits of Directors) Regulation as follows:

The directors did not receive any fees or other emoluments in respect of their services to the Centre during the year (2020: Nil).

No loans, quasi-loans or credit transactions in favour of the directors, their controlled bodies corporate or connected entities subsisted at the end of the year or at any time during the year.

No significant transactions, arrangements and contracts in relation to the Centre's business to which the Centre or any of its subsidiary was a party and in which a director of the Centre had a material interest, subsisted at the end of the year or at any time during the year.

7. Property, plant and equipment

The Group's headquarters is situated at 3 Tsui Ping Road, Kwun Tong, Kowloon, Hong Kong. The building costs of the headquarters have been financed by Designated reserves, Lotteries Fund and funds raised from flag day. The building costs of the headquarters are charged immediately against the respective accounts of Designated reserves, Lotteries Fund and flag day funds. The land of the headquarters was donated to the Group in previous year and is situated in Hong Kong held on lease term. The land of headquarters is stated at nominal value of HK\$1.00.

	Building cost of headquarters HK\$
At cost	
At 1 April, 2019, 31 March, 2020 and 2021	93,000,000.00
<hr/>	
Charged against Designated reserves and Lotteries Fund	
At 1 April, 2019, 31 March, 2020 and 2021	93,000,000.00
<hr/>	
Net book value	
At 31 March, 2020 and 2021	-
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CHRISTIAN FAMILY SERVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

7. Property, plant and equipment (continued)

Cost	Leasehold land and buildings HK\$	Furniture, fixtures and equipment HK\$	Motor vehicles HK\$	Renovation HK\$	Total HK\$
At 1 April, 2020	25,391,001.00	80,320,707.47	24,807,368.00	227,743,671.94	358,262,748.41
Additions	-	14,025,732.09	5,747,059.00	42,631,272.22	62,404,063.31
Disposals	-	-	(6,738,614.50)	-	(6,738,614.50)
At 31 March, 2021	25,391,001.00	94,346,439.56	23,815,812.50	270,374,944.16	413,928,197.22
Accumulated depreciation					
At 1 April, 2020	3,011,331.84	66,979,639.69	18,718,160.38	129,845,371.66	218,554,503.57
Charge for the year	821,272.32	9,419,708.78	1,993,747.34	31,354,626.13	43,589,354.57
Written-back	-	-	(5,252,975.61)	-	(5,252,975.61)
At 31 March, 2021	3,832,604.16	76,399,348.47	15,458,932.11	161,199,997.79	256,890,882.53
Net Book Value					
At 31 March, 2021	21,558,396.84	17,947,091.09	8,356,880.39	109,174,946.37	157,037,314.69

7. Property, plant and equipment (continued)

	Leasehold land and buildings HK\$	Furniture, fixtures and equipment HK\$	Motor vehicles HK\$	Renovation HK\$	Total HK\$
Cost					
At 1 April, 2019	25,391,001.00	69,491,150.14	23,086,843.50	146,208,429.60	264,177,424.24
Additions	-	10,829,557.33	1,720,524.50	81,535,242.34	94,085,324.17
At 31 March, 2020	25,391,001.00	80,320,707.47	24,807,368.00	227,743,671.94	358,262,748.41
Accumulated depreciation					
At 1 April, 2019	2,190,059.52	59,504,874.81	17,108,284.09	110,815,151.01	189,618,369.43
Charge for the year	821,272.32	7,474,764.88	1,609,876.29	19,030,220.65	28,936,134.14
At 31 March, 2020	3,011,331.84	66,979,639.69	18,718,160.38	129,845,371.66	218,554,503.57
Net Book Value					
At 31 March, 2020	22,379,669.16	13,341,067.78	6,089,207.62	97,898,300.28	139,708,244.84

The leasehold land and buildings are situated in Hong Kong held under medium lease term.

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

8. Interest in a subsidiary

At 31 March, 2021, the Group had an interest in the following subsidiary:

Company	Place of incorporation	Proportion of ownership interest held	Principal activities
Christian Family Service Centre Dental Services Limited	Hong Kong	100%	Provision of dental and ancillary services on a non-profit-making basis to improve the oral health of people

The subsidiary is incorporated in Hong Kong with liability limited by guarantee.

9. Financial assets at fair value

	2021 HK\$	2020 HK\$
Debt securities and mutual funds, listed in Hong Kong and overseas	49,658,006.84	47,583,704.79
Equity securities, listed overseas	26,974,795.03	21,874,423.49
	76,632,801.87	69,458,128.28

The carrying amounts of the Group's financial assets that have been pledged as collaterals for bank facilities is HK\$59,198,382.27 (2020: HK\$54,438,627.23).

The fair value of the financial assets is determined based on the quoted market price in an active market.

10. Other receivables, deposits and prepayments

	2021 HK\$	2020 HK\$
Utility and other deposits	9,711,955.11	5,836,218.86
Sundry debtors and prepayments	20,742,238.46	30,548,057.69
	30,454,193.57	36,384,276.55

The amounts of sundry debtors are neither past due nor impaired and the balances are expected to be fully recoverable based on past experience.

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

11. Pledged bank deposits and cash and bank balances and other cash flow information

At 31 March, 2021, bank balances amounting to HK\$19,366,186.76 (2020: HK\$18,552,566.58) were pledged to banks for securing credit facilities granted to the Group.

Cash and bank balances comprise cash held by the Group and short-term bank deposits.

	2021	2020
	HK\$	HK\$
Cash and bank balances		
Maturity within three months	153,672,829.33	67,596,046.27
Maturity over three months	20,256,243.36	3,171,770.20
	173,929,072.69	70,767,816.47

12. Accruals, other payables and bank borrowings

(a) Accruals and other payables

	2021	2020
	HK\$	HK\$
Accounts payables and receipt in advance	23,487,520.94	20,358,884.78
Accruals, provisions and other payables	1,441,895.62	979,617.61
Deposits received	652,251.10	637,401.40
	25,581,667.66	21,975,903.79

(b) Bank borrowings

	2021	2020
	HK\$	HK\$
Bank loans, secured	15,000,000.00	19,000,000.00
Classification under contractual terms:		
Current portion	15,000,000.00	19,000,000.00
Non-current portion	-	-
	15,000,000.00	19,000,000.00

Interest on bank loans is charged at 1.37% - 3.05% per annum. The bank loans are repayable on demand.

The Group's bank borrowings are secured by the followings:

- a. Financial assets at fair value with net carrying value of HK\$59,198,382.27 at 31 March, 2021 (2020: HK\$54,438,627.23) (note 9); and
- b. Pledged bank deposits of the Group amounted to HK\$19,366,186.76 (2020: HK\$18,552,566.58 (note 11).

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

13. General fund

	2021	2020
	HK\$	HK\$
Surplus brought forward	46,724,383.18	48,346,023.44
Surplus for the year	23,921,474.53	3,881,937.93
Transfer to SWD LSG reserve (note 14(a))	-	(1,665,966.03)
Transfer to SWD rent and rates (note 14(c))	(25,720.60)	-
Transfer to HKJC charities trust reserve (note 18)	(54,870.27)	(3,837,612.16)
Transfer from other project grant reserve (note 19)	107,667.90	-
Transfer to Education Bureau reserve (note 20)	(42,919.46)	-
Transfer from SWD projects reserves (note 22(b))	719.86	-
Transfer to Community chest fund (note 23)	(122,345.58)	-
Transfer to Government subvention (non-social welfare department) reserves (note 24)	(162,093.94)	-
Transfer to Service Development reserves (note 30(g))	(5,000,000.00)	-
Transfer to Service Units reserves (note 30(h))	(25,000,000.00)	-
Surplus carried forward	40,346,295.62	46,724,383.18

14. SWD Lump Sum Grant reserve

	2021	2020
	HK\$	HK\$
(a) Lump Sum Grant		
Balance brought forward	38,441,301.34	21,107,068.96
Surplus for the year	56,784,178.42	18,199,246.60
SWD LSG Reserve Expenditure (pre-approved)	(544,990.39)	(116,276.52)
Transfer from General fund (note 13)	-	1,665,966.03
Transfer from Unrestricted reserves (note 30(g))	-	185,729.51
Transfer to Central items (note 14(d))	(1,179.40)	(112.29)
Transfer from/(to) SWD Provident Fund reserve (note 15)	2,175,455.76	(2,600,320.95)
Balance carried forward	96,854,765.73	38,441,301.34
(b) Interest income		
Balance brought forward	9,165,297.70	8,797,700.45
Interest income for the year	202,534.13	367,597.25
Balance carried forward	9,367,831.83	9,165,297.70
(c) Rent and rates		
Balance brought forward	(5,658,676.49)	(2,081,698.92)
Deficit for the year	(263,902.55)	(3,501,943.87)
Transfer from General fund (note 13)	25,720.60	-
Transfer from Unrestricted reserves (note 30(g))	-	4,879.82
Refund to Government	(70,629.76)	(79,913.52)
Balance carried forward	(5,967,488.20)	(5,658,676.49)

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
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14. SWD Lump Sum Grant reserve (continued)

	2021 HK\$	2020 HK\$
(d) Central items		
Balance brought forward	4,160,464.39	2,483,901.07
Surplus for the year	4,348,674.81	2,092,485.21
Transfer from Lump Sum Grant (note 14(a))	1,179.40	112.29
Refund to Government	(1,664,642.68)	-
Funds claw back	-	(416,034.18)
Balance carried forward	6,845,675.92	4,160,464.39
Total	107,100,785.28	46,108,386.94

15. SWD Provident Fund reserve

	2021 HK\$	2020 HK\$
Balance brought forward	31,441,432.12	29,145,074.62
Transfer (to)/from SWD Lump Grant reserve (note 14(a))		
Existing staff	248,962.85	818,156.64
6.8% and other posts	(2,424,418.61)	1,782,164.31
	(2,175,455.76)	2,600,320.95
Funds receipt	163,914.00	125,550.00
Refund to Government	(789,654.50)	(436,396.00)
Transfer from Service Development reserves (note 30(g))	-	6,882.55
Balance carried forward	28,640,235.86	31,441,432.12

CHRISTIAN FAMILY SERVICE CENTRE

NOTES TO THE FINANCIAL STATEMENTS
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16. Other restricted reserves

	2021 HK\$	2020 HK\$
SWD one-off grant (note 17)	87,112.60	87,112.60
HKJC charities trust reserve (note 18)	(3,752,292.82)	(1,029,005.02)
Other project grant reserves (note 19)	1,026,565.02	3,455,363.88
Education Bureau reserve (note 20)	5,959,834.42	2,279,188.99
Chinese Medicine Centre for Training and Research reserve (note 21)	3,542,140.36	2,629,941.66
SWD surplus fund (note 22)	2,197,134.43	(7,413,400.07)
Sub-total (note 34(a))	9,060,494.01	9,202.04
Community chest fund (note 23)	(967,785.60)	(2,993,484.48)
Government subvention (non-social welfare department) reserves (note 24)	7,851,825.82	(7,886,542.25)
	15,944,534.23	(10,870,824.69)

17. SWD one-off grant

	2021 HK\$	2020 HK\$
Balance brought forward and carried forward	87,112.60	87,112.60

18. HKJC charities trust reserve

	2021 HK\$	2020 HK\$
Balance brought forward	(1,029,005.02)	(14,550,348.93)
(Deficit)/surplus for the year	(2,944,263.85)	9,672,661.70
Transfer from General fund (note 13)	54,870.27	3,837,612.16
Transfer from Service Units reserve (note 30(h))	166,105.78	-
Adjustments	-	11,070.05
Balance carried forward	(3,752,292.82)	(1,029,005.02)

CHRISTIAN FAMILY SERVICE CENTRE
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19. Other project grant reserves

	2021	2020
	HK\$	HK\$
Balance brought forward	3,455,363.88	(875,158.64)
(Deficit)/surplus for the year	(5,655,420.30)	4,330,522.52
Transfer to General fund (note 13)	(107,667.90)	-
Transfer from Service Development reserves (note 30(g))	552,806.50	-
Transfer from Service Units reserves (note 30(h))	2,696,923.62	-
Adjustments	84,559.22	-
Balance carried forward	1,026,565.02	3,455,363.88

20. Education Bureau reserve

	2021	2020
	HK\$	HK\$
Balance brought forward	2,279,188.99	1,429,224.23
Surplus for the year (note 34(d)(vii))	3,584,013.28	849,964.76
Transfer from General fund (note 13)	42,919.46	-
Transfer from Service Units reserves (note 30(h))	59,304.18	-
Refund to Government	(5,591.49)	-
Balance carried forward (note 34(d)(viii))	5,959,834.42	2,279,188.99

21. Chinese Medicine Centre for Training and Research reserve

	2021	2020
	HK\$	HK\$
Balance brought forward	2,629,941.66	5,160,890.77
Surplus/(deficit) for the year	912,198.70	(2,530,949.11)
Balance carried forward	3,542,140.36	2,629,941.66

CHRISTIAN FAMILY SERVICE CENTRE
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22. SWD surplus fund

	2021	2020
	HK\$	HK\$
(a) SWD Lotteries fund reserve		
Balance brought forward	197,189.57	192,125.97
Interest received	1,262.50	5,063.60
Balance carried forward	198,452.07	197,189.57
(b) SWD projects reserves		
Balance brought forward	(7,610,589.64)	(7,790,762.54)
(Deficit)/surplus for the year	(122,400.65)	488,794.70
Transfer to General fund (note 13)	(719.86)	-
Transfer from Service Development reserves (note 30(g))	1,630,155.68	-
Transfer from Service Units reserves (note 30(h))	8,179,702.11	-
Adjustments	(77,465.28)	(167,457.59)
Refund to Government	-	(141,164.21)
Balance carried forward	1,998,682.36	(7,610,589.64)
Total	2,197,134.43	(7,413,400.07)

23. Community chest fund

	2021	2020
	HK\$	HK\$
Balance brought forward	(2,993,484.48)	(4,242,697.74)
(Deficit)/surplus for the year	(58,014.81)	1,092,825.72
Transfer from General fund (note 13)	122,345.58	-
Transfer from Service Development reserves (note 30(g))	603,325.32	-
Transfer from Service Units reserves (note 30(h))	1,493,092.79	-
Adjustments	(135,050.00)	156,387.54
Balance carried forward	(967,785.60)	(2,993,484.48)

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
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24. Government subvention (non-social welfare department) reserves

	2021	2020
	HK\$	HK\$
Balance brought forward	(7,886,542.25)	(9,358,441.29)
Surplus for the year	9,721,237.52	1,436,860.91
Transfer from General fund (note 13)	162,093.94	-
Transfer from Service Development reserves (note 30(g))	7,460,953.46	-
Transfer to Service Units reserves (note 30(h))	(1,733,872.91)	-
Funds receipt	-	35,038.13
Adjustments	127,956.06	-
Balance carried forward	7,851,825.82	(7,886,542.25)

25. Capital project and restricted funds

	2021	2020
	HK\$	HK\$
F & E Replenishment and Minor Works Block Grant reserve (note 26)	3,766,335.22	4,026,738.69
Social Welfare Development Fund (note 27)	(399,967.95)	135,782.40
Lotteries fund (note 28)	(4,378,195.48)	(21,161,212.98)
	(1,011,828.21)	(16,998,691.89)

26. F & E Replenishment and Minor Works Block Grant reserve

	2021	2020
	HK\$	HK\$
Balance brought forward	4,026,738.69	3,473,336.55
Add: Block Grant received	5,978,000.00	5,171,000.00
Interest income received	99.03	7,259.91
	10,004,837.72	8,651,596.46
Less: Expenditure during the year		
Minor Works Projects	(2,153,317.10)	(1,391,249.00)
Furniture and Equipment	(3,749,457.90)	(2,813,539.87)
Vehicle Overhauling	(335,727.50)	(420,068.90)
	(6,238,502.50)	(4,624,857.77)
Balance carried forward	3,766,335.22	4,026,738.69

CHRISTIAN FAMILY SERVICE CENTRE
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FOR THE YEAR ENDED 31 MARCH, 2021

26. F & E Replenishment and Minor Works Block Grant reserve (continued)

Capital commitment

At the end of the reporting period, the outstanding commitments in respect of acquiring fixed assets under F & E Replenishment and Minor Works Block Grant were as follows :-

	2021	2020
	HK\$	HK\$
Contracted for but not provided in the financial statements	38,000.00	154,700.00
Authorized but not contracted for	-	-

27. Social Welfare Development Fund

	2021	2020
	HK\$	HK\$
Balance brought forward	135,782.40	2,219,893.92
Add: Receipt	135,570.00	583,834.00
Interest income	20.67	3,794.34
	<u>271,373.07</u>	<u>2,807,522.26</u>
Less: Expenditure under Social Welfare Development Fund during the year		
Expenditure for projects under Scope A	(267,516.16)	(971,130.43)
Expenditure for projects under Scope B	(403,824.86)	(1,698,302.12)
Refund to government	-	(2,307.31)
	<u>(671,341.02)</u>	<u>(2,671,739.86)</u>
Balance carried forward	<u>(399,967.95)</u>	<u>135,782.40</u>

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

27. Social Welfare Development Fund (continued)

Note:

Social Welfare Development Fund (Phase 1, 2 & 3)

	Phase 1 HK\$	Phase 2 HK\$	Phase 3 HK\$	Total HK\$
Balance brought forward	-	-	135,782.40	135,782.40
Add: Receipt	-	-	135,570.00	135,570.00
Interest income	-	-	20.67	20.67
	-	-	271,373.07	271,373.07
Less: Expenditure under Social Fund during the year				
Expenditure for projects under Scope A	-	-	(267,516.16)	(267,516.16)
Expenditure for projects under Scope B	-	-	(403,824.86)	(403,824.86)
	-	-	(671,341.02)	(671,341.02)
Refund to government	-	-	-	-
Balance carried forward	-	-	(399,967.95)	(399,967.95)

28. Lotteries fund

	2021 HK\$	2020 HK\$
Balance brought forward	(21,161,212.98)	(7,657,126.68)
Surplus/(deficit) for the year	16,776,579.50	(13,519,675.00)
Funds receipt	6,438.00	15,588.70
Balance carried forward	(4,378,195.48)	(21,161,212.98)

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

29. Designated reserves

	2021	2020
	HK\$	HK\$
(a) Lai Chi Centre Designated Fund Reserves -		
Balance brought forward and carried forward	141,979.74	141,979.74
(b) Flag Day Fund -		
Balance brought forward	6,636,930.46	6,787,769.84
Deficit for the year	-	(150,839.38)
Balance carried forward	6,636,930.46	6,636,930.46
(c) Anti-poverty project for youngster fund -		
Balance brought forward and carried forward	(74.52)	(74.52)
(d) Raffle tickets fund		
Balance brought forward	1,582,153.29	1,523,211.88
Surplus for the year	12,445.51	58,941.41
Balance carried forward	1,594,598.80	1,582,153.29
(e) Yam Pak Charitable Foundation -		
Balance brought forward and carried forward	614,655.64	614,655.64
Sub-total (note 34(b))	8,988,090.12	8,975,644.61
(f) CFSC Designated Fund -		
Balance brought forward	8,112,726.14	7,294,165.17
Transfer from Service Development reserves		
(note 30(g))	1,604.82	-
Surplus for the year	1,424,494.12	818,560.97
Balance carried forward	9,538,825.08	8,112,726.14
Total	18,526,915.20	17,088,370.75

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
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30. Unrestricted reserves

	2021	2020
	HK\$	HK\$
(a) Cottage Repair Fund -		
Balance brought forward and carried forward	12,781,151.85	12,781,151.85
(b) CFSC Development Fund -		
Balance brought forward	13,431,862.76	8,719,800.27
Surplus for the year	2,223,963.65	4,712,062.49
Balance carried forward	15,655,826.41	13,431,862.76
(c) CFSC Building Redevelopment Fund -		
Balance brought forward and carried forward	130,085.86	130,085.86
(d) Miscellaneous Fund -		
Balance brought forward and carried forward	100.00	100.00
(e) HQ building maintenance reserves -		
Balance brought forward	2,218,982.40	2,070,588.94
(Deficit)/surplus for the year	(1,484,154.67)	148,393.46
Balance carried forward	734,827.73	2,218,982.40
(f) Corporate systems support reserves -		
Balance brought forward	716,423.01	568,029.54
(Deficit)/surplus for the year	(579,293.44)	148,393.47
Balance carried forward	137,129.57	716,423.01
(g) Service Development reserves -		
Balance brought forward	23,611,259.49	20,749,707.17
Surplus for the year	3,381,191.49	3,059,044.20
Transfer from General fund (note 13)	5,000,000.00	-
Transfer to SWD LSG reserve (note 14(a))	-	(185,729.51)
Transfer to SWD rent and rates (note 14(c))	-	(4,879.82)
Transfer to SWD Provident Fund reserve (note 15)	-	(6,882.55)
Transfer to other project grant reserves (note 19)	(552,806.50)	-
Transfer to SWD projects reserves (note 22(b))	(1,630,155.68)	-
Transfer to Community chest fund (note 23)	(603,325.32)	-
Transfer to other government subvention (non-social welfare department) reserves (note 24)	(7,460,953.46)	-
Transfer to CFSC Designated Fund (note 29(f))	(1,604.82)	-
Balance carried forward	21,743,605.20	23,611,259.49
Sub-total (note 34(c))	51,182,726.62	52,889,865.37

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

30. Unrestricted reserves (continued)

	2021	2020
	HK\$	HK\$
(h) Service Units reserves -		
Balance brought forward	14,051,493.95	16,798,847.24
Deficit for the year	(6,394,877.32)	(2,747,353.29)
Transfer from General fund (note 13)	25,000,000.00	-
Transfer to HKJC charities trust reserves (note 18)	(166,105.78)	-
Transfer to other project grant reserves (note 19)	(2,696,923.62)	-
Transfer to Education Bureau reserve (note 20)	(59,304.18)	-
Transfer to SWD projects reserves (note 22(b))	(8,179,702.11)	-
Transfer to Community chest fund (note 23)	(1,493,092.79)	-
Transfer from other government subvention (non-social welfare department) reserves (note 24)	1,733,872.91	-
<hr/>		
Balance carried forward	21,795,361.06	14,051,493.95
<hr/>		
Total	72,978,087.68	66,941,359.32
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31. Operating lease commitments

The Group entered into various leases on certain properties. These leases typically run for an initial lease term of one to three years with all terms renegotiated at the end of the lease.

At the year-end, the Group had outstanding commitments under non-cancellable operating leases falling due as follows:

	2021	2020
	HK\$	HK\$
Within one year	20,981,572.50	14,780,257.00
In the second to fifth years, inclusive	6,815,290.00	13,220,318.00
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	27,796,862.50	28,000,575.00
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32. Contingent liabilities

At the end of reporting period, the Group had no contingent liabilities.

33. Management on various funds

The Group's funds accounts consist of General fund, SWD Lump Sum Grant reserve, SWD provident fund reserve, Other restricted reserves, Capital project and restricted funds, Designated reserves and Unrestricted reserves, which are set up for various designated purposes as described in notes 13 to 30. It is the Group's objective to maintain sufficient reserves and funds to safeguard the Group's ability to continue as a going concern and to support its current and future operating expenditure requirements.

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre

	The Centre	
	2021 HK\$	2020 HK\$
Non-current assets		
Property, plant and equipment	156,394,695.88	138,629,423.68
Financial assets at fair value	76,632,801.87	69,458,128.28
	233,027,497.75	208,087,551.96
Current assets		
Other receivables, deposits and prepayments	28,962,103.53	34,211,749.37
Amount due from a subsidiary	2,513,971.05	704,450.22
Pledged deposits	19,366,186.76	18,552,566.58
Cash and cash equivalents	168,435,731.71	67,654,061.87
	219,277,993.05	121,122,828.04
Current liabilities		
Accruals and other payables	25,282,685.39	21,712,141.03
Deferred income	42,355,884.94	31,224,394.73
Bank borrowings	15,000,000.00	19,000,000.00
	82,638,570.33	71,936,535.76
Net current assets	136,639,422.72	49,186,292.28
Total assets less current liabilities	369,666,920.47	257,273,844.24
Non-current liabilities		
Deferred income	91,491,331.84	81,355,295.81
Net assets	278,175,588.63	175,918,548.43


CHRISTIAN FAMILY SERVICE CENTRE
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre (continued)

		The Centre	
		2021	2020
		HK\$	HK\$
Representing: -	Note		
General fund			
- Accumulated surplus	(13)	40,346,295.62	46,724,383.18
Restricted reserves			
- SWD Lump Sum Grant reserve	(14)	107,100,785.28	46,108,386.94
- SWD provident fund reserve	(15)	28,640,235.86	31,441,432.12
- Other restricted reserves	(34(a))	18,641,127.74	(9,018,854.58)
Capital project and restricted funds	(25)	(1,011,828.21)	(16,998,691.89)
Designated reserves	(34(b))	18,566,925.47	17,088,370.75
Unrestricted reserves	(34(c))	65,892,046.87	60,573,521.91
Total reserves and funds		278,175,588.63	175,918,548.43

Approved by the Board on 9 September, 2021


 Chairman, Kwan Yui Huen, Alex


 Vice-chairman, Li Yat Shing, Daniel


 Chief Executive, Kwok Lit Tung

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre (continued)

(a) Other restricted reserves

	The Centre	
	2021 HK\$	2020 HK\$
Other restricted reserves excluded Government subvention (non-social welfare department) reserves (note 16)	9,060,494.01	9,202.04
Government subvention (non-social welfare department) reserves		
Balance brought forward	(6,010,848.59)	(8,004,688.67)
Surplus for the year	10,541,972.70	1,993,840.08
Transfer from General fund (note 13)	162,093.94	-
Transfer from Service Development reserves (note 30(g))	7,460,953.46	-
Transfer to Service Units reserves (note 30(h))	(1,733,872.91)	-
Adjustments	127,956.06	-
Balance carried forward	10,548,254.66	(6,010,848.59)
Community chest fund		
Balance brought forward	(3,017,208.03)	(4,242,697.74)
(Deficit)/surplus for the year	(34,126.59)	1,069,102.17
Transfer from General fund (note 13)	122,345.58	-
Transfer from Service Development reserves (note 30(g))	603,325.32	-
Transfer from Service Units reserves (note 30(h))	1,493,092.79	-
Adjustments	(135,050.00)	156,387.54
Balance carried forward	(967,620.93)	(3,017,208.03)
Total	(18,641,127.74)	(9,018,854.58)

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre (continued)

(b) Designated reserves

	The Centre	
	2021 HK\$	2020 HK\$
Designated reserves excluded		
CFSC Designated Fund (note 29)	8,988,090.12	8,975,644.61
CFSC Designated Fund		
Balance brought forward	8,112,726.14	7,294,165.17
Surplus for the year	1,464,504.39	818,560.97
Transfer from Service Development reserves (note 30(g))	1,604.82	-
Balance carried forward	9,578,835.35	8,112,726.14
Total	18,566,925.47	17,088,370.75

(c) Unrestricted reserves

	The Centre	
	2021 HK\$	2020 HK\$
Unrestricted reserves excluded		
service units reserves (note 30(g))	51,182,726.62	52,889,865.37
Service Units reserves		
Balance brought forward	7,683,656.54	12,201,244.78
Deficit for the year	(7,113,080.72)	(4,517,588.24)
Transfer from General fund (note 13)	25,000,000.00	-
Transfer to HKJC charities trust reserves (note 18)	(166,105.78)	-
Transfer to other project grant reserves (note 19)	(2,696,923.62)	-
Transfer to Education Bureau reserve (note 20)	(59,304.18)	-
Transfer to SWD projects reserves (note 22(b))	(8,179,702.11)	-
Transfer to Community chest fund (note 23)	(1,493,092.79)	-
Transfer from other government subvention (non-social welfare department) reserves (note 24)	1,733,872.91	-
Balance carried forward	14,709,320.25	7,683,656.54
Total	65,892,046.87	60,573,521.91

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre (continued)

(d) Detail breakdown of Education Bureau reserve

	2021 HK\$	2020 HK\$
(i) Kindergartens/Adult Education		
Balance brought forward	2,310,769.20	1,431,966.95
Surplus for the year	3,474,635.35	878,802.25
Refund to Government – Audit Education	(1,801.49)	-
Transfer from General fund (note 13)	42,919.46	-
Balance carried forward (note 34(d)(viii))	5,826,522.52	2,310,769.20
	2021 HK\$	2020 HK\$
(ii) Community-based Projects 2015/16		
Balance brought forward	(50,472.81)	(50,472.81)
Income	-	-
Expenditure	3,184.95	-
Surplus for the year	3,184.95	-
Refund to government	(1,800.00)	-
Transfer from Service Units reserves	49,087.86	-
Balance carried forward	-	(50,472.81)
	2021 HK\$	2020 HK\$
(iii) Community-based Projects 2016/17		
Balance brought forward	(6,046.34)	(6,046.34)
Income	-	-
Expenditure	203.98	-
Surplus for the year	203.98	-
Refund to government	(1,990.00)	-
Transfer from Service Units reserves	7,832.36	-
Balance carried forward	-	(6,046.34)

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre (continued)

(d) Detail breakdown of Education Bureau reserve (continued)

	2021	2020
	HK\$	HK\$
(iv) Community-based Projects 2017/18		
Balance brought forward	(2,383.96)	(2,383.96)
Income	-	-
Expenditure	-	-
Surplus for the year	-	-
Transfer from Service Units reserves	2,383.96	-
Balance carried forward	-	(2,383.96)
	2021	2020
	HK\$	HK\$
(v) Community-based Projects 2018/19		
Balance brought forward	28,080.53	56,160.39
Income	-	-
Expenditure	-	(28,079.86)
Deficit for the year	-	(28,079.86)
Balance carried forward	28,080.53	28,080.53
	2021	2020
	HK\$	HK\$
(vi) Community-based Projects 2019/20		
Balance brought forward	(757.63)	-
Income	29,944.00	22,458.00
Expenditure	-	(23,215.63)
Surplus/(deficit) for the year	29,944.00	(757.63)
Balance carried forward	29,186.37	(757.63)

CHRISTIAN FAMILY SERVICE CENTRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2021

34. Statement of financial position and reserve movement of the Centre (continued)

(d) Detail breakdown of Education Bureau reserve (continued)

	2021 HK\$	2020 HK\$
(vii) Community-based Projects 2020/21		
Balance brought forward	-	-
Income	76,485.00	-
Expenditure	(440.00)	-
Surplus for the year	76,045.00	-
Balance carried forward	76,045.00	-
Total surplus for the year (note 20)	3,584,013.28	849,964.76
	2021 HK\$	2020 HK\$
(viii) Balance carried forward represents: -		
Kindergardens/Adult Education (note 34(d)(i))	5,826,522.52	2,310,769.20
Community-based Projects	133,311.90	(31,580.21)
Total (note 20)	5,959,834.42	2,279,188.99

35. Novel Coronavirus (“COVID-19”) outbreak

As a result of the uncertainties caused by the coronavirus outbreak in early 2020, there was a certain impact on the performance of the Group. Since the COVID-19 continues to evolve depending on future development and spread of COVID-19, the directors will closely monitor the development of epidemic and assess its impact on the financial position and operating results of the Group.

36. Comparative figures

Certain comparative figures have been reclassified to conform to the current year’s presentation.