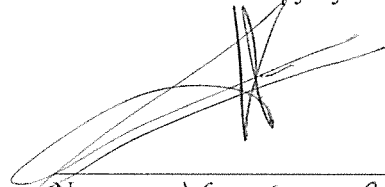


COPY

CHILDREN'S MEDICAL FOUNDATION LIMITED
(Incorporated in Hong Kong and limited by guarantee)

REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Certified as true copy by



Name: NG KIM GUAN

Capacity: Director

Date: 30/9/2022

Acknowledgement
Companies Registry
H.K.

03/10/2022 15:26:18
Submission No/Seq No: 227635693/2
CR No: 0530372
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REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

| Contents | Pages |
|--------------------------------------|--------------|
| Directors' report | 1 |
| Independent auditor's report | 2 - 3 |
| Statement of income and general fund | 4 |
| Statement of financial position | 5 |
| Statement of cash flows | 6 |
| Notes to the financial statements | 7 - 14 |

DIRECTORS' REPORT

The directors have pleasure in presenting their report together with the audited financial statements of the Company for the year ended 31 December 2021.

FINANCIAL STATEMENTS

The financial performance for the year is set out in the statement of income and general fund on page 4.

The financial position of the Company at 31 December 2021 is set out in the statement of financial position on page 5.

The cash flows of the Company for the year are set out in the statement of cash flows on page 6.

PRINCIPAL ACTIVITIES

The principal activities of the Company are to promote the education, development, and implementation of sustainable health care solutions for children in Asia, with a focus on helping underprivileged children.

The Company is an approved charitable institution and has obtained exemption from Hong Kong profits tax.

There have been no significant changes in the nature of this activity during the year.

PROPERTY, PLANT AND EQUIPMENT

Movements in property, plant and equipment during the year are set out in note 11 to the financial statements.

DIRECTORS

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

| | |
|---------------------------|-------------------------------|
| Chen Chou, Mei Mei Vivien | |
| Chiu Lai Ling Shirley | (alternate director) |
| Hsu, Tony Dan | |
| Sarina Mahasiri | (alternate director) |
| Moi, Melissa Ker-Zia | |
| Ng Kim Guan | |
| Terrance Joseph Philips | |
| Tung Chee Chen | |
| Ho Kenneth Kent | (appointed on 16 August 2022) |

In accordance with the Company's Articles of Association, all directors shall hold office for a period of 2 years, after which he/she shall retire. A retiring director shall be eligible for reappointment.

PERMITTED INDEMNITY PROVISIONS

The Company's Articles provide that every director or other officer of the Company shall be indemnified out of the assets of the Company against any liability incurred by him/her, in that capacity, in defending any proceedings whether civil or criminal, in which judgment is given in his/her favour or in which he is acquitted or in connection with any application in which relief is granted to him/her by the court from liability for negligence, default, breach of duty or breach of trust in relation to the affairs of the Company.

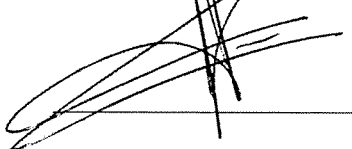
MANAGEMENT CONTRACTS

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

AUDITORS

The auditors, Messrs. William Po & Co., Certified Public Accountants, retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board



Director

08 SEP 2022

Certified Public Accountants

蒲錦文會計師事務所

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CHILDREN'S MEDICAL FOUNDATION LIMITED****(Incorporated in Hong Kong and limited by guarantee)****Opinion**

We have audited the financial statements of Children's Medical Foundation Limited ("the Company") set out on pages 4 to 14, which comprise the statement of financial position as at 31 December 2021, the statement of income and general fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial statements and our auditor's report thereon.

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

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

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

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors' determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CHILDREN'S MEDICAL FOUNDATION LIMITED - CONTINUED
(Incorporated in Hong Kong and limited by guarantee)**


Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 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 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



WILLIAM PO & CO.
Certified Public Accountants

Hong Kong, 03 SEP 2022

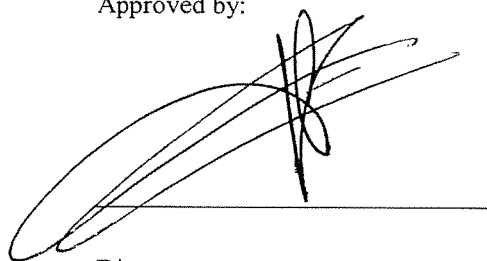
STATEMENT OF INCOME AND GENERAL FUND
FOR THE YEAR ENDED 31 DECEMBER 2021

| | Notes | 2021 HK\$ | 2020 HK\$ |
|---------------------------------------|-------|------------------|------------------|
| Income | | | |
| Donation | | 4,711,825 | 3,580,205 |
| Employment Support Scheme subsidy | | - | 432,000 |
| Bank interest income | | 1,377 | 2,894 |
| Change in fair value of investment | | 122,371 | 62,878 |
| Exchange gain | | 20,443 | 34,456 |
| Dividend income | | 3,600 | 3,418 |
| Other income | | 954 | - |
| | | <u>4,860,570</u> | <u>4,115,851</u> |
| Less: Expenditure | | | |
| Administration expenditure | 3 | 801,089 | 1,020,695 |
| Charitable expenditure | 4 | 2,908,843 | 1,960,591 |
| Fundraising activities expenditure | 5 | 845,984 | 1,266,798 |
| Publicity expenditure | 6 | 118,831 | 157,506 |
| | | <u>4,674,747</u> | <u>4,405,590</u> |
| Surplus/(deficit) for the year | | 185,823 | (289,739) |
| General fund brought forward | | 8,785,598 | 9,075,337 |
| General fund carried forward | | 8,971,421 | 8,785,598 |

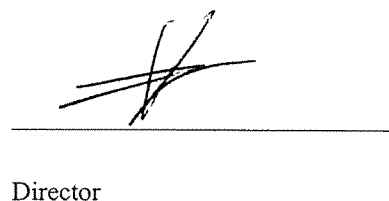
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

| | Notes | 2021 HK\$ | 2020 HK\$ |
|-----------------------------------|-------|------------------|------------------|
| Non-current assets | | | |
| Property, plant and equipment | 11 | 22,168 | 32,703 |
| Long-term investment | 12 | 521,678 | 399,307 |
| | | <u>543,846</u> | <u>432,010</u> |
| Current assets | | | |
| Prepayments and other receivables | 13 | 104,014 | 97,700 |
| Cash and bank balances | | 8,342,561 | 8,276,088 |
| | | <u>8,446,575</u> | <u>8,373,788</u> |
| Less: Current liabilities | | | |
| Accruals | | 19,000 | 20,200 |
| | | <u>19,000</u> | <u>20,200</u> |
| Net current assets | | <u>8,427,575</u> | <u>8,353,588</u> |
| Net assets | | <u>8,971,421</u> | <u>8,785,598</u> |
| General fund | | <u>8,971,421</u> | <u>8,785,598</u> |

Approved by:



Director



Director

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

| | 2021 | 2020 |
|---|------------------|-----------|
| | HK\$ | HK\$ |
| Operating activities | | |
| Surplus/(deficit) for the year | 185,823 | (289,739) |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 10,535 | 10,661 |
| Change in fair value of investment | (122,371) | (62,878) |
| Dividend income - listed investments | (3,600) | (3,418) |
| Interest income | (1,377) | (2,894) |
| Operating cash flows before changes in working capital | 69,010 | (348,268) |
| (Increase)/decrease in prepayments and other receivables | (6,314) | 27,396 |
| Decrease in accruals and other payables | (1,200) | (800) |
| Net cash generated from/(used in) operating activities | 61,496 | (321,672) |
| Investing activities | | |
| Dividend received | 3,600 | 3,418 |
| Interest received | 1,377 | 2,894 |
| Net cash generated from investing activities | 4,977 | 6,312 |
| Increase/(decrease) in cash and cash equivalents | 66,473 | (315,360) |
| Cash and cash equivalents at the beginning of the year | 8,276,088 | 8,591,448 |
| Cash and cash equivalents at the end of the year | 8,342,561 | 8,276,088 |
| Analysis of cash and cash equivalents | | |
| Cash and bank balances | 8,342,561 | 8,276,088 |

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1 GENERAL

The Company is incorporated in Hong Kong under the Companies Ordinance as a company limited by guarantee. The Company's registered office is located at Suite 402, Hua Qin International Building, 340 Queen's Road Central, Sheung Wan, Hong Kong. The principal activities of the Company are to promote the education, development, and implementation of sustainable health care solutions for children in Asia, with a focus on helping underprivileged children. The Company is an approved charitable institution and has obtained exemption from Hong Kong profits tax. Under the provision of its Articles of Association, every member shall, in the event of the Company being wound up, contribute such amount as may be required to meet the liabilities of the Company but not exceeding the sum of HK\$10 each.

2 SIGNIFICANT ACCOUNTING POLICIES**(a) Basis of preparation**

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for 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. They have been prepared under the historical cost convention.

(b) Property, plant and equipment

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

The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to working condition and location for its intended use. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance and overhaul costs, are normally charged to the statement of income and retained earnings in the year in which they are incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of the property, plant and equipment, the expenditure is capitalized as an additional cost of the property, plant and equipment.

Where assets are sold or retired, their cost and accumulated depreciation are removed from the accounts and any gain or loss resulting from their disposal is included in the statement of income and retained earnings.

Depreciation on property, plant and equipment is provided using the straight-line method at consistent rates calculated to write off the cost of the assets over their expected useful lives. The principal annual rates used for this purpose are:

| | |
|------------------------|-----|
| Leasehold improvements | 20% |
| Office equipment | 20% |
| Furniture and fixtures | 20% |
| Computers | 20% |

Fully depreciated assets are retained in the accounts until they are no longer in use.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

2 SIGNIFICANT ACCOUNTING POLICIES (cont'd)**(c) Impairment of non-financial assets**

At each reporting date, property, plant and equipment 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 profit or loss.

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 (or group of related assets) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

(d) Foreign currencies

The reporting currency of the company is Hong Kong Dollars, which is the currency of the primary economic environment in which the company operates.

Foreign currency transactions during the year are translated at the foreign exchange rates ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies and non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated at the foreign exchange rates ruling at the year end date. Exchange gains and losses are recognised in statement of income and general fund.

(e) Recognition of revenue

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

- * donations are recognised when the right to receive payment is established.
- * interest on a time proportion basis that takes into account the effective yield on the asset.

(f) Employee benefits

- i) Salaries, annual bonuses, paid annual leave and the cost to the Company of non-monetary benefits are accrued in the period in which the associated services are rendered by employees of the Company. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present values.
- ii) The Company operates a Mandatory Provident Fund scheme ("MPF scheme") for the employees. Contributions are made based on a percentage of the employee's basic salaries and are charged to the income statement as they become payable. The assets of the MPF Scheme are held in an independently administered fund. The Company's contributions vest fully with the employees when contributed into the MPF Scheme.

(g) Allocation and apportionment of expenditure

Resources expended are allocated to a particular activity where the cost relates directly to that activity. Remaining support costs are apportioned to activities based on staff time and other measures of resource usage.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

2 SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(h) Cash and cash equivalents

Cash and cash equivalents includes cash on hand and demand deposits with original maturities of three months or less.

(i) Payables

Payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at cost.

(j) Investment in securities

Long-term investments are stated at the fair value with changes in fair value recognised in profit or loss.

3 ADMINISTRATION EXPENDITURE

| | Notes | 2021 HK\$ | 2020 HK\$ |
|-------------------------------|-------|--------------|--------------|
| Audit fee | | 19,000 | 19,000 |
| Depreciation | | 10,535 | 10,661 |
| Mandatory Provident Fund | 9 | 11,328 | 20,467 |
| Salaries and wages | 9 | 332,894 | 568,774 |
| Sundry expenses | | 9,931 | 6,702 |
| Legal and professional fee | | 39,584 | 26,628 |
| Rent and service fee | | 312,000 | 312,000 |
| Occupancy and insurance | | 37,466 | 30,562 |
| Bank charges | | 7,392 | 6,072 |
| Travelling and transportation | | 1,018 | 26 |
| Utilities | | 6,691 | 2,350 |
| Meals | | 7,471 | 8,655 |
| Overhead expenses | 7 | 5,779 | 8,798 |
| | | 801,089 | 1,020,695 |

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021

4 CHARITABLE EXPENDITURE

| | Notes | 2021 HK\$ | 2020 HK\$ |
|---|-------|------------------|------------------|
| Bank charges | | 2,301 | 1,711 |
| Children's medical programs | | 530,146 | 73,163 |
| Equipment purchased | | 796,903 | 40,604 |
| Program management expenses | | | |
| Travel and accomodation expenses for mainland visit | | 10,238 | 26,376 |
| Programme strategy development | | 17,157 | - |
| Expenses for Endowment Fellowship program | | 6,464 | 28,677 |
| Employee benefits | | - | 29,263 |
| Salaries and wages | 9 | 1,450,717 | 1,606,411 |
| Mandatory Provident Fund | 9 | 19,824 | 35,817 |
| Legal and professional fee | | 3,487 | 26,639 |
| Rent and service fee | | 33,830 | 31,312 |
| Internet expenses | | 366 | 2,659 |
| Telephone and fax | | 1,537 | 3,085 |
| Printing and stationery | | 1,705 | 928 |
| Sundry expenses | | 2,382 | 5,558 |
| Overhead expenses | 7 | 31,786 | 48,388 |
| | | <u>2,908,843</u> | <u>1,960,591</u> |

5 FUNDRAISING ACTIVITIES EXPENDITURE

| | Notes | 2021 HK\$ | 2020 HK\$ |
|-----------------------------|-------|----------------|------------------|
| Bank charges | | - | 3,500 |
| Mandatory Provident Fund | 9 | 22,656 | 40,935 |
| Salaries and wages | 9 | 665,788 | 1,137,547 |
| Event and programe expenses | | 140,202 | 58,422 |
| Overhead expenses | 7 | 17,338 | 26,394 |
| | | <u>845,984</u> | <u>1,266,798</u> |

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021

6 PUBLICITY EXPENDITURE

| | Notes | 2021 HK\$ | 2020 HK\$ |
|--------------------------|-------|----------------|----------------|
| Mandatory Provident Fund | 9 | 2,832 | 5,117 |
| Salaries and wages | 9 | 83,224 | 142,193 |
| Transportation | | - | 209 |
| Miscellaneous | | 29,885 | 5,588 |
| Overhead expenses | 7 | 2,890 | 4,399 |
| | | <u>118,831</u> | <u>157,506</u> |

7 OVERHEAD EXPENSES

The Company has allocated the following overhead expenses to respective activities and the allocation is summarized as follows:

| | 2021 | | | | |
|-------------------------|---------------------------------------|-----------------------------------|--|----------------------------------|---------------|
| | Administration expenditure HK\$ | Charitable expenditure HK\$ | Fundraising activities expenditure HK\$ | Publicity expenditure HK\$ | Total HK\$ |
| Internet expenses | 3,827 | 21,050 | 11,482 | 1,914 | 38,273 |
| Postage and courier | 3 | 14 | 8 | 1 | 26 |
| Printing and stationery | 1,257 | 6,915 | 3,772 | 629 | 12,573 |
| Telephone and fax | 692 | 3,807 | 2,076 | 346 | 6,921 |
| | <u>5,779</u> | <u>31,786</u> | <u>17,338</u> | <u>2,890</u> | <u>57,793</u> |

| | 2020 | | | | |
|-------------------------|---------------------------------------|-----------------------------------|--|----------------------------------|---------------|
| | Administration expenditure HK\$ | Charitable expenditure HK\$ | Fundraising activities expenditure HK\$ | Publicity expenditure HK\$ | Total HK\$ |
| Internet expenses | 5,810 | 31,954 | 17,430 | 2,905 | 58,099 |
| Postage and courier | 60 | 332 | 181 | 30 | 603 |
| Printing and stationery | 1,363 | 7,494 | 4,088 | 681 | 13,626 |
| Telephone and fax | 1,565 | 8,608 | 4,695 | 783 | 15,651 |
| | <u>8,798</u> | <u>48,388</u> | <u>26,394</u> | <u>4,399</u> | <u>87,979</u> |

8 TAXATION

No provision for Hong Kong profits tax is made in the accounts as the Company is an approved charitable institution, and has obtained exemption from Hong Kong profits tax.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

9 STAFF COSTS

The Company has allocated staff costs incurred to respective activities. The total staff costs of the Company for the year is summarised as follows:

| | 2021 | 2020 |
|------------------------------------|-------------------------|-------------------------|
| | HK\$ | HK\$ |
| Administration expenditure | 344,222 | 589,241 |
| Charitable expenditure | 1,470,541 | 1,642,228 |
| Fundraising activities expenditure | 688,444 | 1,178,482 |
| Publicity expenditure | <u>86,056</u> | <u>147,310</u> |
| | <u>2,589,263</u> | <u>3,557,261</u> |

Analysis of the total staff costs is as follows:

| | 2021 | 2020 |
|--------------------------|-------------------------|-------------------------|
| | HK\$ | HK\$ |
| Salaries and wages | 2,532,623 | 3,454,925 |
| Mandatory Provident Fund | <u>56,640</u> | <u>102,336</u> |
| | <u>2,589,263</u> | <u>3,557,261</u> |

10 DIRECTORS' REMUNERATION (EQUIVALENT TO KEY MANAGEMENT PERSONNEL COMPENSATION)

During the years ended 31 December 2021 and 31 December 2020, no amounts have been paid in respect of directors' emoluments, directors' or past directors' pensions or for any compensation to directors or past directors in respect of loss of office.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021

11 PROPERTY, PLANT AND EQUIPMENT

| | Leasehold improvement HK\$ | Furniture & fixtures HK\$ | Office equipment HK\$ | Computers HK\$ | Total HK\$ |
|---|----------------------------------|---------------------------------|-----------------------------|-------------------|---------------|
| Cost: | | | | | |
| At 1 January 2021 and 31 December 2021 | 16,195 | 23,545 | 25,318 | 123,878 | 188,936 |
| Accumulated depreciation: | | | | | |
| At 1 January 2021 | 16,195 | 21,245 | 24,718 | 94,075 | 156,233 |
| Charge for the year | - | 1,200 | 300 | 9,035 | 10,535 |
| At 31 December 2021 | 16,195 | 22,445 | 25,018 | 103,110 | 166,768 |
| Net book value: | | | | | |
| At 31 December 2021 | - | 1,100 | 300 | 20,768 | 22,168 |
| At 31 December 2020 | - | 2,300 | 600 | 29,803 | 32,703 |

12 LONG-TERM INVESTMENT

| | 2021 HK\$ | 2020 HK\$ |
|---|--------------|--------------|
| Equity securities listed outside Hong Kong, at fair value | 521,678 | 399,307 |

13 PREPAYMENTS AND OTHER RECEIVABLES

| | 2021 HK\$ | 2020 HK\$ |
|-------------------|--------------|--------------|
| Prepayments | 33,322 | 28,847 |
| Utility deposit | 67,371 | 67,371 |
| Other receivables | 3,321 | 1,482 |
| | 104,014 | 97,700 |

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

14 OPERATING LEASE COMMITMENTS

At the year end date, the company had commitments for future minimum lease payment under non-cancellable operating leases which fall due as follows:

| | 2021 | 2020 |
|--------------------------|-----------------------|-----------------------|
| | HK\$ | HK\$ |
| Within one year | 312,000 | 286,000 |
| Within two to five years | <u>286,000</u> | <u>-</u> |
| | <u><u>598,000</u></u> | <u><u>286,000</u></u> |

15 APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company's Board of Directors on **08 SEP 2022**