

Executive Committee Report and Financial Statements

Arts with the Disabled Association Hong Kong
For the year ended 31 March 2023



Alpha Bright CPA Limited

雅輝會計師事務所有限公司

CERTIFIED PUBLIC ACCOUNTANTS HONG KONG

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EXECUTIVE COMMITTEE MEMBERS' REPORT

Arts with the Disabled Association Hong Kong For the year ended 31 March 2023

The Executive Committee members have pleasure in submitting the annual report together with the audited financial statements of Arts with the Disabled Association Hong Kong ("the Association") for the year ended 31 March 2023.

Principal activities and business review

The Association is incorporated with the members' liabilities limited by guarantee. The Association's registered office is located at 4/F., Causeway Bay Community Centre, 7 Fook Yum Road, Causeway Bay, Hong Kong. The Association is engaged in the promotion and co-ordination of arts and cultural activities for people with disabilities in Hong Kong and integration of people with disabilities into community through arts and cultural activities.

No business review is presented as the Association has been able to claim an exemption under section 388(3) of the Companies Ordinance Cap. 622 since it falls within the reporting exemption.

Result and appropriations

The result of the Association and the state of the Association's affairs as at that date are set out in the financial statements on pages 7 to 23.

Executive committee members

The Executive Committee members during the year and up to date of this report were:

Lam Choi Chu, Ida	Chairperson	
Cheng Sim Yee, Grace	Vice-Chairperson	
Lam Pui Man	Vice-Chairperson	
Leung Wu Kwai Man, Olivia	Vice-Chairperson	
Lee Sau Wai, Cecilia	Honorary Treasurer	
Kwong Lan Heung	Honorary Secretary	
Chan Kung King, Albert		(appointed on 8 May 2023)
Chan Shuk Chi, Cammie		(appointed on 8 May 2023)
Chang Thomp Kwan		
Kuo Chun Chuen		
Lam Wai Pong		
Li Fung Yee		
Tsang Shun Yan, Anita		
Tsui Po Yik		
Wong Wing Yan, Donna		

In accordance with the Articles of Association, all Executive Committee members will hold office for a term of two years and retire, but are eligible for re-election.

Permitted indemnity provisions

Permitted indemnity provisions are in force for the benefit of all Executive Committee members of the Association during the year and at the time of approval of this report.

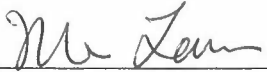
Management contracts

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

Auditor

The financial statements for the year have been audited by Alpha Bright CPA Limited who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Executive Committee



Lam Choi Chu, Ida, Chairperson
Hong Kong, 7 November 2023

INDEPENDENT AUDITOR'S REPORT

Arts with the Disabled Association Hong Kong For the year ended 31 March 2023

To the Executive Committee members of Arts with the Disabled Association Hong Kong

Opinion

We have audited the financial statements of Arts with the Disabled Association Hong Kong (the "Association") set out on pages 7 to 23, which comprise the statement of financial position as at 31 March 2023, the statement of income and expenditure and other comprehensive income, and the statement of change in funds 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 Association as at 31 March 2023, 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 ("HKSAs") 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 Association in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

The Executive Committee members are responsible for the other information. The other information comprises the Executive Committee members' 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 the Executive Committee members and Those Charged with Governance for the Financial Statements

The Executive Committee members 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 Executive Committee members 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 Executive Committee members are responsible for assessing the Association'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 Executive Committee members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

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


Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Committee members.
- Conclude on the appropriateness of the Executive Committee members' 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 Association'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 Association 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.



Hui Wing Hung, Derek
PC No.: P07487
Certified Public Accountant (Practising)
Alpha Bright CPA Limited
Certified Public Accountants
Room 706A, Harbour Crystal Centre,
No. 100 Granville Road, Tsim Sha Tsui,
Kowloon, Hong Kong
7 November 2023

STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME

Arts with the Disabled Association Hong Kong
For the year ended 31 March 2023

	NOTES	2023 (HK\$)	2022 (HK\$)
Income			
Arts programme income		110,083.20	103,334.50
Designated projects income	2	17,331,179.24	14,630,555.71
Grant for administration support for designated projects		682,040.49	794,980.04
Grant/ donation for support of administration			
Donation from Lee Hysan Foundation		1,639,091.00	1,591,350.00
Donation from The Swire Group Charitable Trust		1,500,000.00	1,500,000.00
Hong Kong Arts Development Council		438,480.00	150,000.00
Grant from Employment Support Scheme		860,000.00	-
Anti epidemic fund from Home Affairs Bureau		-	120,000.00
Grant from Social Welfare Department		-	12,000.00
Other Donation income		642,685.69	1,201,333.16
		5,080,256.69	4,574,683.16
Income from fund-raising activities	3	1,590,825.00	865,600.30
Income for arts accessibility sustainability fund		1,580,911.87	1,099,141.30
Other income	4	296,008.74	209,567.83
		26,671,305.23	22,277,862.84
Expenditure			
Auditor's remuneration		(62,500.00)	(40,000.00)
Depreciation on property, plant and equipment		(27,645.00)	(20,025.13)
Designated projects expenses			
Staff costs	5	(5,587,181.41)	(5,706,179.85)
Programme costs		(11,725,365.81)	(8,949,758.19)
		(17,312,547.22)	(14,655,938.04)
Expenses for fund-raising activities		(508,427.05)	(138,347.33)
Marketing expenses		(40,056.04)	(65,603.40)
Other administrative expenses		(855,293.47)	(550,578.41)
Other programme expenses		(103,242.59)	(87,307.58)
Staff costs - Other than designated project costs	5	(5,423,866.80)	(4,286,009.44)
		(24,333,578.17)	(19,843,809.33)
Surplus for the year		2,337,727.06	2,434,053.51
Other comprehensive expenses			
Items that will not be reclassified subsequently to surplus / deficit:			
Decrease in fair value of equity investments at fair value through other comprehensive income	17	(161,864.45)	(349,115.17)
Total comprehensive income for the year		2,175,862.61	2,084,938.34

The accompanying Notes to the Financial Statements form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENT OF FINANCIAL POSITION

Arts with the Disabled Association Hong Kong

As at 31 March 2023

	NOTES	2023 (HK\$)	2022 (HK\$)
Non current assets			
Property, plant and equipment	9	84,132.43	54,397.43
Equity investments at fair value through other comprehensive income	10	1,703,168.73	1,808,079.89
		1,787,301.16	1,862,477.32
Current assets			
Accounts receivable, deposits and prepayments	11	3,463,634.42	4,353,378.78
Amount due from an affiliated company	12	1,723,233.95	926,354.83
Loan to an affiliated company	13	68,768.00	568,768.00
Cash and bank balance		17,755,826.37	14,619,731.51
		23,011,462.74	20,468,233.12
Current liabilities			
Accounts payable and accruals	14	677,126.65	232,512.07
Receipt in advance for designated funds		3,857,520.53	4,009,944.26
		4,534,647.18	4,242,456.33
Net current assets		18,476,815.56	16,225,776.79
Net assets		20,264,116.72	18,088,254.11
Funds and reserves			
Accumulated fund		12,118,379.01	11,361,563.82
Other reserves	16	8,726,359.00	7,145,447.13
Investment revaluation reserve	17	(580,621.29)	(418,756.84)
Designated funds	18	-	-
		20,264,116.72	18,088,254.11

Approved and authorised for issue by the Executive Committee on 7 November 2023


Lam Choi Chu, Ida, Chairperson


Lee Sau Wai, Cecilia, Hon. Treasurer

The accompanying Notes to the Financial Statements form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENT OF CHANGES IN FUNDS

Arts with the Disabled Association Hong Kong For the year ended 31 March 2023

	NOTES	2023 (HK\$)	2022 (HK\$)
Changes in funds			
Accumulated fund			
Balance brought forward		11,361,563.82	10,026,651.61
Surplus for the year		756,815.19	1,334,912.21
Balance carried forward		12,118,379.01	11,361,563.82
Other reserves			
Arts accessibility sustainability fund	16	8,106,520.81	6,525,608.94
Dr. Marion Fang arts with the disabled memorial fund	16	77,962.70	77,962.70
Scholarship fund	16	177,791.87	177,791.87
Staff development fund	16	364,083.62	364,083.62
		8,726,359.00	7,145,447.13
Investment revaluation reserve	17	(580,621.29)	(418,756.84)
Designated fund	18	-	-
Balance as at year end		20,264,116.72	18,088,254.11

The accompanying Notes to the Financial Statements form an integral part of, and should be read in conjunction with, these financial statements.

STATEMENT OF CASH FLOWS

Arts with the Disabled Association Hong Kong

For the year ended 31 March 2023

	2023 (HK\$)	2022 (HK\$)
Operating Activities		
Surplus for the year	2,337,727.06	2,434,053.51
Adjustments for		
Bank interest income	(24,437.04)	(366.80)
Depreciation on property, plant and equipment	27,645.00	20,025.13
Dividend income from investments	(86,171.02)	(84,070.62)
Operating surplus before change in working capital	2,254,764.00	2,369,641.22
Changes in working capital		
Decrease / (Increase) in account receivable, deposits and prepayments	889,744.36	(2,051,186.98)
Increase in amount due from an affiliated company	(796,879.12)	(294,395.52)
Decrease in loan to an affiliated company	500,000.00	-
Increase / (decrease) in account payable and accruals	444,614.58	(989,247.03)
Decrease in receipt in advance for designated funds	(152,423.73)	(4,387,975.86)
Net cash generated from / (used in) operating activities	3,139,820.09	(5,353,164.17)
Investing Activities		
Bank interest income	24,437.04	366.80
Dividend income from investments	86,171.02	84,070.62
Purchase of property, plant & equipment	(57,380.00)	(30,856.00)
Purchase of equity investments at fair value through other comprehensive income	(56,953.29)	(49,471.07)
Net cash (used in) / generated from investing activities	(3,725.23)	4,110.35
Net cash generated from financing activities	-	-
Increase / (decrease) in cash and cash equivalents	3,136,094.86	(5,349,053.82)
Cash and Cash Equivalents		
Balance brought forward	14,619,731.51	19,968,785.33
Balance carried forward	17,755,826.37	14,619,731.51
Net change in cash and cash equivalents for the year	3,136,094.86	(5,349,053.82)

The accompanying Notes to the Financial Statements form an integral part of, and should be read in conjunction with, these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

Arts with the Disabled Association Hong Kong

For the year ended 31 March 2023

Reporting entity

Arts with the Disabled Association Hong Kong (the "Association") was incorporated under the Hong Kong Companies Ordinance and is limited by guarantee and not have a share capital. The liability of each member is limited to the extent of an amount not exceeding the sum of HK\$10.

The Association's registered office is located at 4/F., Causeway Bay Community Centre, 7 Fook Yum Road, Causeway Bay, Hong Kong. The Association is engaged in the promotion and co-ordination of arts and cultural activities for people with disabilities in Hong Kong and integration of people with disabilities into community through arts and cultural activities.

1. Summary of significant accounting policies

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.

These financial statements have been prepared under the accrual basis of accounting and on the basis that the Association is a going concern.

The measurement base adopted is the historical cost convention, as modified by the revaluation of investments at fair value through other comprehensive income.

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

(a) Revenue

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

- membership subscriptions, venue charges income, workshop income, art programme income, income from fund-raising activities, income for arts accessibilities sustainability fund, and grants/donations that does not impose specified future performance conditions and receipts from programmes are recognised when the right to receive the income is established;
- grants and donations that impose specified future performance conditions are recognised in income only when the performance conditions are met;
- donations or subsidies relating to purchase of property, plant and equipment are set off against the acquisition cost of the assets;
- administration fee and artist management fee income are recognised upon provision of services;
- dividend income from investments is recognised when shareholder's right to receive payment is established; and
- interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable.

(b) Foreign exchange

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

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in the statement of income and expenditure and other comprehensive income.

(c) Property, plant and equipment

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

The depreciable amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method at 20% per annum.

(d) Financial investments

Financial investments are recognised and derecognised on the trade date when the Association becomes party to the contractual provisions of the investments and are initially measured at fair value plus, in the case of investments other than trading securities, transaction costs. Investments are categorised into the following classifications for the measurement after initial recognition.

(i) Equity investment at fair value through other comprehensive income

An investment in equity instruments is classified as fair value through income and expenditure, except for those investments in equity instrument not held for trading and are designated as financial assets at fair value through other comprehensive income.

The Association makes an irrevocable election at initial recognition for the investment in equity instruments to present subsequent changes in fair value in other comprehensive income. Amounts presented in other comprehensive income for such investment are not be subsequently transferred to income and expenditure until the investment is disposed of. At the time of disposal of an investment in equity instruments, the cumulative gain or loss of the investment is transferred from fair value reserves to accumulated fund.

(e) Impairment of assets

An assessment is made at the end of each reporting period to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment and long-term investments. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the statement of income and expenditure and other comprehensive income. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

(f) Cash and cash equivalents

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

For the purpose of statement of cash flows, bank overdrafts which are repayable on demand form an integral part of the Associations cash management are included as a component of cash and cash equivalents.

(g) Leases

Lease that transfer substantially all the rewards and risks of ownership of assets to the Association are accounted for as finance leases. At the inception of a finance lease, the cost of the leased asset is capitalised at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to the statement of income and expenditure and other comprehensive income.

Capitalised leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

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

(h) Provisions

Provisions are recognised when the Association has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where the Association expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

(i) Accounts and other receivables

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

(j) Accounts and other payables

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

(k) Retirement benefits scheme

The Association joins a defined contribution Mandatory Provident Fund retirement benefits scheme (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance, for those employees who are eligible to participate in the scheme. Contributions are made based on percentage of employees' basic salaries and are charged to expenditure as they become payable in accordance with the rules of the MPF Scheme. The assets of the MPF Scheme are held separately from those of the Association in an independently administered fund. The employer's contributions vest fully with the employees when contributed into the MPF Scheme.

(l) Related parties

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related parties may be individuals or entities.

2. Designated projects income

Designated projects income represents grant or fund receipts from various authorities under approved funding scheme.

During the project period, project named "HSBC Art Technology (Exchange Ability)", which is completed in this financial year, total grant received of amount HK\$482,475.00 and total expenditure of HK\$686,133.13, resulting deficit of HK\$203,658.13.

Balance of the final payment of HK\$203,658.13 expect to be settled in next financial year on 14 June 2023.

3. Income from fund-raising activities

Income from fund-raising activities represents donation receipts from Approved Fund-raising Activity under the Association's Donation Box Placement Scheme.

	2023 (HK\$)	2022 (HK\$)
4. Other income		
Bank interest income	24,437.04	366.80
Dividend income from investments	86,171.02	84,070.62
Foreign exchange (loss) / gain, net	(35,100.72)	150.98
Membership subscription	1,400.00	2,900.00
Sundry income	33,881.40	1,521.43
Venue rental income	185,220.00	120,558.00
	296,008.74	209,567.83
	2023 (HK\$)	2022 (HK\$)

5. Staff costs, including salaries, MPF and allowance

Staff costs included in designated projects		
Salaries, MPF and allowance	5,587,181.41	5,706,179.85
Staff cost - other than designated project costs		
Staff costs in non-designated projects	1,295,400.46	1,028,975.41
Staff costs in administration, account, marketing and fund-raising	4,111,116.35	3,222,055.52
Staff benefits	17,349.99	34,978.51
	5,423,866.80	4,286,009.44
	11,011,048.21	9,992,189.29
	2023 (HK\$)	2022 (HK\$)

6. Rental expenses paid under operating leases

Rental paid under operating lease during the year (included in Designated Projects expenditure)	192,825.30	96,434.00
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7. Executive committee members' remuneration

The Executive Committee members' remuneration disclosed pursuant to Section 383(1) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation is nil (2022: nil).

Consideration provided to or receivable by third parties for making available the services of a person as Executive Committee member or in any other capacity as Executive Committee members is nil (2022: nil).

8. Income tax

The Association, be a charitable institution, is exempt from Hong Kong Profits Tax under Section 88 of the Inland Revenue Ordinance.

	2023 (HK\$)	2022 (HK\$)
9. Property, plant and equipment		
Leasehold improvement		
Cost		
Balance brought forward and carried forward	1,197,433.00	1,197,433.00
Accumulated depreciation		
Balance brought forward and carried forward	1,197,433.00	1,197,433.00
Net carrying amount of leasehold improvement	-	-
Furniture and fixtures		
Cost		
Balance brought forward and carried forward	238,548.10	238,548.10
Accumulated depreciation		
Balance brought forward	238,108.10	237,368.50
Charges for the year	440.00	739.60
Balance carried forward	238,548.10	238,108.10
Net carrying amount of furniture and fixtures	-	440.00
Office equipment		
Cost		
Balance brought forward	453,753.16	422,897.16
Additions	57,380.00	30,856.00
Balance carried forward	511,133.16	453,753.16
Accumulated depreciation		
Balance brought forward	399,795.73	380,510.20
Charges for the year	27,205.00	19,285.53
Balance carried forward	427,000.73	399,795.73
Net carrying amount of office equipment	84,132.43	53,957.43
Summary		
Total cost	1,947,114.26	1,889,734.26
Total accumulated depreciation	(1,862,981.83)	(1,835,336.83)
Total net carrying amount	84,132.43	54,397.43
	2023 (HK\$)	2022 (HK\$)
10. Equity investments at fair value through other comprehensive income		
Unit trust fund, at fair value	1,552,591.76	1,653,939.54
Hong Kong listed shares, at fair value	150,576.97	154,140.35
	1,703,168.73	1,808,079.89

At 31 March 2023, bank and equity investment at fair value through other comprehensive income balances in an aggregate sum of HK\$1,599,429.00 (2022: HK\$1,673,129.00) were pledged to a bank to secure general banking facilities granted to the Association.

	2023 (HK\$)	2022 (HK\$)
11. Accounts receivable, deposits and prepayments		
Accounts receivable	3,107,003.43	4,102,718.23
Dividend receivable	4,870.74	3,804.27
Other receivable	223,204.25	64,526.28
Prepayment	-	57,050.00
Utility Deposit	128,556.00	125,280.00
	3,463,634.42	4,353,378.78

	2023 (HK\$)	2022 (HK\$)
12. Amount due from an affiliated company		
ADAM Arts Creation Limited	1,723,233.95	926,354.83

Maximum balance outstanding during the year is HK\$1,723,233.95 (2022: HK\$926,354.83).

The amounts are unsecured, interest-free and no fixed repayment term.

	2023 (HK\$)	2022 (HK\$)
13. Loan to an affiliated company		
ADAM Arts Creation Limited	68,768.00	568,768.00

The loan is unsecured, interest-free and is repayable within twelve months after the reporting date and therefore shows as current.

ADAM Arts Creation Limited is established to promote and co-ordinate arts and cultural activities for people with disabilities in Hong Kong and integration of people with disabilities into the community through arts and cultural activities.

The affiliated company is a company of which Mr. Lam Wai Pong and Messrs. Lam Choi Chu Ida, Leung Wu Kwai Man Olivia, Tsang Shun Yan Anita and Lee Sau Wai Cecilia are directors at the reporting date.

	2023 (HK\$)	2022 (HK\$)
14. Accounts payable and accruals		
Accruals	646,297.85	210,823.27
Other payable	30,828.80	21,688.80
	677,126.65	232,512.07

	2023 (HK\$)	2022 (HK\$)
15. Total comprehensive income attributable to:		
Accumulated fund	756,815.19	1,334,912.21
Other funds and reserves	1,419,047.42	750,026.13
	2,175,862.61	2,084,938.34

	2023 (HK\$)	2022 (HK\$)
16. Other reserves		
Arts accessibility sustainability fund		
Balance brought forward	6,525,608.94	5,426,467.64
Net income for arts accessibility sustainability fund during the year	1,580,911.87	1,099,141.30
Balance carried forward	8,106,520.81	6,525,608.94
Dr. Marion Fang arts with the disabled memorial fund		
Balance brought forward and carried forward	77,962.70	77,962.70
Scholarship fund		
Balance brought forward and carried forward	177,791.87	177,791.87
Staff development fund		
Balance brought forward and carried forward	364,083.62	364,083.62
	8,726,359.00	7,145,447.13

Arts accessibility fund was established to develop arts accessibility service for people with disabilities and elderly to access and experience arts programmes equally.

Dr. Marion Fang arts with the disabled memorial fund was established for the followings objectives:

- to promote the power of creativity and access to arts opportunities for people with disabilities;
- to develop potentials of people with disabilities and provide training and assistance as appropriate and desired by artists with disabilities in their endeavour to grow artistically; and
- to promote the creative power of people with disabilities through a vision of an inclusive community.

Scholarship fund was established to account for an one-off donation from Ms. Ho Suet-mui and other income earned for distribution of scholarship to disabled artists/ trainers of the Association.

Staff development fund was established to account for donations received and other income earned for payment of staff training development expenses incurred by the Association.

	2023 (HK\$)	2022 (HK\$)
17. Investment revaluation reserve		
Balance brought forward	(418,756.84)	(69,641.67)
Decrease in fair value for the year	(161,864.45)	(349,115.17)
Balance carried forward	(580,621.29)	(418,756.84)

NOTES TO THE FINANCIAL STATEMENTS

Arts with the Disabled Association Hong Kong For the year ended 31 March 2023

18. Designated funds

REFEREN CE	GRANT / DONATION INCOME 2023 (HK\$)	WORKSHOP AND OTHER INCOME 2023 (HK\$)	TOTAL INCOME 2023 (HK\$)	STAFF & PROGRAM COSTS 2023 (HK\$)	ADMINISTRATION COSTS 2023 (HK\$)	TOTAL EXPENDITURES 2023 (HK\$)	SURPLUS/ (DEFICIT) TRANSFER TO RECEIPT IN ADVANCE (HK\$)	BALANCE AT 31.3.2023 (HK\$)	GRANT / DONATION INCOME 2022 (HK\$)	WORKSHOP INCOME 2022 (HK\$)	TOTAL INCOME 2022 (HK\$)	STAFF & PROGRAM COSTS 2022 (HK\$)	ADMINISTRATION COSTS 2022 (HK\$)	TOTAL EXPENDITURES 2022 (HK\$)	SURPLUS/ (DEFICIT) TRANSFER TO RECEIPT IN ADVANCE (HK\$)	BALANCE AT 31.3.2022 (HK\$)	
Name of Designated projects																	
Social Welfare Department																	
Junction of Arts: Ways to Wellbeing & Being Well Project (21-23)	1	600,000.00	59,210.00	659,210.00	(721,795.12)	-	(721,795.12)	(62,585.12)	-	750,000.00	11,810.00	761,810.00	(456,517.35)	-	(456,517.35)	305,292.65	-
Arts Connection藝術連繫	2	-	(3,510.00)	(3,510.00)	(172,476.69)	-	(172,476.69)	(175,986.69)	-	121,395.00	38,510.00	159,905.00	(464,210.28)	(22,046.68)	(486,256.96)	(326,351.96)	-
Professional Training and Public Education Pilot Scheme for Artists with Disabilities	3	-	10,800.00	10,800.00	(222,329.16)	-	(222,329.16)	(211,529.16)	-	324,612.00	3,600.00	328,212.00	(93,966.51)	(8,058.66)	(102,025.17)	226,186.83	-
Advanced Arts and Professional Development Workshop	4	666,428.00	54,000.00	720,428.00	(2,138,488.04)	-	(2,138,488.04)	(1,418,060.04)	-	666,428.00	103,550.00	769,978.00	(1,197,733.07)	(112,584.49)	(1,310,317.56)	(540,339.56)	-
		1,266,428.00	120,500.00	1,386,928.00	(3,255,089.01)	-	(3,255,089.01)	(1,868,161.01)	-	1,862,435.00	157,470.00	2,019,905.00	(2,212,427.21)	(142,689.83)	(2,355,117.04)	(335,212.04)	-
Hong Kong Arts Development Council																	
Art Generator - Artist Training Scheme	5	-	-	-	-	-	-	-	-	-	-	(129,095.12)	-	(129,095.12)	(129,095.12)	-	
Cross All Borders (CAB): Hong Kong Festival Showcasing New Visual Artists with Disabilities 2022	6	-	5,900.00	5,900.00	(310,848.20)	-	(310,848.20)	(304,948.20)	-	332,215.00	-	332,215.00	(74,163.10)	-	(74,163.10)	258,051.90	-
Ignition Scheme (3.0) Young Artists with Disabilities Education and Development Scheme	7	1,052,346.60	25,000.00	1,077,346.60	(1,822,619.11)	-	(1,822,619.11)	(745,272.51)	-	1,052,348.40	15,000.00	1,067,348.40	(441,606.59)	-	(441,606.59)	625,741.81	-
Cross All Borders: Hong Kong Festival Showcasing New Visual Artists with Disabilities 2023	6	326,800.00	-	326,800.00	(157,181.70)	-	(157,181.70)	169,618.30	-	-	-	-	-	-	-	-	-
		1,379,146.60	30,900.00	1,410,046.60	(2,290,649.01)	-	(2,290,649.01)	(880,602.41)	-	1,384,563.40	15,000.00	1,399,563.40	(644,864.81)	-	(644,864.81)	754,698.59	-
HSBC																	
HSBC Community Partnership Programme 2021 - Exchange Ability	8	-	-	-	(383,042.83)	-	(383,042.83)	(383,042.83)	-	482,475.00	-	482,475.00	(303,090.30)	-	(303,090.30)	179,384.70	-
The Tam Shiu Charitable Trust	9	360,000.00	59,400.00	419,400.00	(247,479.01)	-	(247,479.01)	171,920.99	-	-	-	-	-	-	-	-	-
Green Art	10	489,972.00	-	489,972.00	(428,577.45)	-	(428,577.45)	61,394.55	-	-	-	-	-	-	-	-	-
		849,972.00	59,400.00	909,372.00	(1,059,099.29)	-	(1,059,099.29)	(149,727.29)	-	482,475.00	-	482,475.00	(303,090.30)	-	(303,090.30)	179,384.70	-

REFERENCE	GRANT / DONATION INCOME 2023 (HK\$)	WORKSHOP AND OTHER INCOME 2023 (HK\$)	TOTAL INCOME 2023 (HK\$)	STAFF & PROGRAM COSTS 2023 (HK\$)	ADMINISTRATION COSTS 2023 (HK\$)	TOTAL EXPENDITURES 2023 (HK\$)	SURPLUS/ (DEFICIT) TRANSFER TO RECEIPT IN ADVANCE (HK\$)	BALANCE AT 31.3.2023 (HK\$)	GRANT / DONATION INCOME 2022 (HK\$)	WORKSHOP INCOME 2022 (HK\$)	TOTAL INCOME 2022 (HK\$)	STAFF & PROGRAM COSTS 2022 (HK\$)	ADMINISTRATION COSTS 2022 (HK\$)	TOTAL EXPENDITURES 2022 (HK\$)	SURPLUS/ (DEFICIT) TRANSFER TO RECEIPT IN ADVANCE (HK\$)	BALANCE AT 31.3.2022 (HK\$)
Fidelity Asia Pacific Foundation																
Database advancement	11	-	-	-	-	-	-	-	-	-	-	(65,692.50)	-	(65,692.50)	(65,692.50)	-
Lee Hysan Foundation																
Artists with Disability Ignition Partnership Scheme 2016-22	12	327,818.00	-	327,818.00	(277,192.10)	-	(277,192.10)	50,625.90	-	(180,500.00)	-	(84,747.77)	-	(84,747.17)	(265,247.77)	-
Scholarship for Mr. Tang Cheuk Him	13	710,734.00	-	710,734.00	(549,434.91)	-	(549,434.91)	161,299.09	-	690,060.00	-	(180,500.00)	(689,763.81)	-	(689,763.81)	296.19
Artists with Disabilities Development Fund	14	-	-	-	-	-	-	-	318,270.00	-	690,080.00	(194,372.00)	-	(194,372.00)	123,898.00	-
Scholarship for Mr. Yang Enhua	15	222,100.00	-	222,100.00	(203,453.31)	-	(203,453.21)	18,646.69	-	292,100.00	-	318,270.00	(148,555.00)	-	(148,555.00)	143,545.00
		1,260,652.00	-	1,260,652.00	(1,030,080.32)	-	(1,030,080.32)	230,571.68	-	1,119,930.00	-	1,119,930.00	(1,117,438.58)	-	(1,117,438.58)	2,491.42
Jean C K Ho Foundation																
Artists with Disabilities Ignition Partnership Scheme 2.0 (2020)	16	-	-	-	-	-	-	-	211,773.00	4,500.00	216,273.00	(835,928.64)	(33,600.00)	(869,528.64)	(653,255.64)	-
JK & Ingrid Lee Foundation																
Art Accessibility Scheme 2019-2022	17	5,561,355.04	-	5,561,355.04	(4,644,467.87)	-	(4,644,467.87)	916,887.17	-	-	-	(3,896,373.26)	(311,656.27)	(4,208,083.12)	(4,208,025.53)	-
The Hong Kong Jockey Club Charities Trust																
Inclusive Arts Project 2019-2022	18	-	-	-	-	-	-	-	2,644,800.00	85,224.00	2,730,024.00	(2,855,922.72)	(228,473.82)	(3,084,396.54)	(354,372.54)	-
Inclusive Arts Project 2022-23	18	2,869,000.00	73,755.00	2,942,755.00	(2,259,223.13)	-	(2,259,223.13)	683,531.87	-	-	-	-	-	-	-	-
Renovation Works & IT Infrastructure Project	19	58,640.00	-	58,640.00	-	-	-	58,640.00	-	638,586.00	-	638,586.00	(122,440.00)	-	(122,440.00)	516,146.00
		2,927,640.00	73,755.00	3,001,395.00	(2,259,223.13)	-	(2,259,223.13)	742,171.87	-	3,283,386.00	85,224.00	3,368,610.00	(2,978,362.72)	(228,473.82)	(3,206,836.54)	161,773.46
The Hong Kong Jockey Club Community Sustainability Fund																
Inclusive Arts Programme for Elders	20	-	-	-	-	-	-	-	(137,339.67)	-	(137,339.67)	(404,722.17)	(16,380.00)	(421,102.17)	(558,441.84)	-
Vera Ruttonjee Desai Charitable Fund																
Life Enrichment Programme for Elderly with Disabilities	21	1,194,917.40	-	1,194,917.40	(1,660,015.31)	-	(1,660,015.31)	(465,097.91)	-	1,194,917.40	-	1,194,917.40	(1,048,921.92)	(62,180.12)	(111,102.04)	83,815.36
The Swire Group Charitable Trust																
Swire Charitable Trust Fund	22	-	-	-	(74,046.44)	-	(74,046.44)	(74,046.44)	-	147,000.00	-	147,000.00	(72,953.56)	-	(72,953.56)	74,046.44
Culture, Sports and Tourism Bureau																
Arts Capacity Development Funding Scheme (ACDFS)	23	900,000.00	-	900,000.00	(873,934.00)	-	(873,934.00)	26,066.00	-	-	-	-	-	-	-	-
The Hong Kong Productivity Council																
Technology Voucher Programme (TVP)	24	-	-	-	(156,574.86)	-	(156,574.86)	(156,574.86)	-	-	-	-	-	-	-	-
Total Designated projects		15,340,111.04	284,555.00	15,624,666.04	(17,303,179.24)	-	(17,303,179.24)	(1,678,513.20)	-	9,549,140.13	262,194.00	9,811,334.13	(13,580,775.67)	(794,980.04)	(14,375,755.71)	(4,564,421.58)

NOTES TO THE FINANCIAL STATEMENTS

Arts with the Disabled Association Hong Kong For the year ended 31 March 2023

18. Designated funds (Cont'd)

Particular of designated funds

1. Junction of Arts: Ways to Wellbeing & Being Well Project (21-23)

The fund was established to account for grant received from Social Welfare Department and other income earned for payment of expenses incurred for running the project "Junction of Arts: Ways to Wellbeing & Being Well Project (21-23)".

2. Arts Connect (藝術連繫)

The fund was established to account for grants received from Social Welfare Department and other income earned for payment of expenses incurred for inclusive "Art Connect 藝術連繫".

3. Professional Training and Public Education Pilot Scheme for Artists with Disabilities

The fund was established to account for grants received from Social Welfare Department and other income earned for payment of expenses incurred for running the project "Professional Training and Public Education Pilot Scheme for Artists with Disabilities."

4. Advanced Arts and Professional Development Workshops

The fund was established to account for grant received from Social Welfare Department and other income earned for payment of expenses incurred for running the project "Advanced Arts and Professional Development Workshops".

5. Art Generator - Artist Training Scheme

The fund was established to account for grants received from the Hong Kong Arts Development Council for payment of expenses for the project "Art Generator - Artist Training Scheme".

6. Cross All Borders (CAB): Hong Kong Festival Showcasing New Visual Artists with Disabilities 2022 and 2023

The fund was established to account for grants received from the Hong Kong Arts Development Council for payment of expenses for the project "Cross All Borders (CAB): Hong Kong Festival Showcasing New Visual Artists with Disabilities 2022".

7. Ignition Scheme (3.0) Young Artists with Disabilities Education and Development Scheme

The fund was established to account for grants received from the Hong Kong Arts Development Council for payment of expenses for the Ignition Scheme (3.0) Young Artists with Disabilities Education and Development Scheme.

8. HSBC Community Partnership Programmed 2021 - "Exchange Ability" - Art Technology Training Scheme for Artists with Disabilities

The fund was established to account for the grant received from HSBC for payment of expenses incurred for Community Partnership Programmed 2021 - "Exchange Ability" - Art Technology Training Scheme for Artists with Disabilities.

9. The Tam Shiu Charitable Trust 藝上一層:展能藝術家專業提升計劃

The fund was established to account for the grant received from HSBC for the project "The Tam Shiu Charitable Trust 藝上一層:展能藝術家專業提升計劃".

10. Green Art : Online Disability Arts & Technology Programme

The fund was established to account for the grant received from HSBC for "Green Art : Online Disability Arts & Technology Programme".

11. Database advancement

The fund was established to account for grants received from Fidelity Asia Pacific Foundation for payment of expenses incurred for database enhancement.

12. Artists with Disabilities Ignition Scheme 2016-2022

The fund was established to account for donation received from Lee Hysan Foundation for payment of expenses incurred for Artists with Disabilities Ignition Scheme.

13. Scholarship for Mr. Tang Chucuk Him to pursue a 4 year Bachelor of Music (Honors) degree at the Royal College of Music, London

The fund was established to account for donation received from Lee Hysan Foundation for payment of expenses incurred for the scholarship for Mr. Tang Cheuk Him to pursue a 4 year Bachelor of Music (Honors) degree at the Royal College of Music, London.

14. Artists with Disabilities Development Fund

The fund was established to account for donation received from Lee Hysan Foundation for payment of expenses incurred for the project " Artists with Disabilities Development Fund".

15. Scholarship for Mr. Yang Enhua to pursue a 5-year Bachelor of Music (Honors) degree at the Hong Kong Academy of Performing Arts ('HKAPA')

The fund was established to account for donation received from Lee Hysan Foundation for payment of expenses incurred for the scholarship for Mr. Yang Enhua to pursue a 5-year Bachelor of Music (Honors) degree at the Hong Kong Academy of Performing Arts ('HKAPA').

16. Artists with Disabilities Ignition Partnership Scheme 2.0 (2020)

The fund was established to account for donation received from Jean C K Ho Foundation for payment of expenses incurred for Artists with Disability Ignition Partnership Scheme 2.0 (2020).

17. Art Accessibility Service Project 2019-2022

The fund was established to account for donation received from JK and Ingrid Lee Foundation for payment of expenses incurred for Art Accessibility Service Project.

18. Inclusive Arts Project 2019-2022 and 2022-2023

The fund was established to account for donations received from the Hong Kong Jockey Club Charities Trust for payment of expenses incurred for the Inclusive Arts Project.

19. Renovation Works & IT Infrastructure Project

The fund was established to account for donations received from the Hong Kong Jockey Club Charities Trust for payment of expenses incurred for the renovation works & IT infrastructure project.

20. Inclusive Arts Programme for Elders

The fund was established to account for donations received from the Hong Kong Jockey Club Community Sustainability Fund for payment of expenses incurred for Inclusive "Arts Programme for Elders 2020- 2021"

21. Life Enrichment Programme for Elderly with Disabilities

The fund was established to account for donation received from Vera Ruttonjee Desai Charitable Fund for payment of expenses incurred for the project "Life Enrichment Programme for Elderly with Disabilities".

22. The Swire Group Charitable Trust Fund

The fund was established to account for donation received from The Swire Group Charitable Trust to support its administration and operation in order to support its overall mission, development and activities.

23. Arts Capacity Development Funding Scheme (ACDFS)

The fund was established to account for grant received from Culture, Sports and Tourism Bureau for payment of expenses incurred for project "Arts Capacity Development Funding Scheme (ACDFS)".

24. Technology Voucher Programme (TVP) - Online Donation and Self-Service Fundraising Event System

The fund was established to account for grant received from The Hong Kong Productivity Council for payment of expenses incurred for project "Online Donation and Self-Service Fundraising Event System" under Technology Voucher Programme (TVP).

NOTES TO THE FINANCIAL STATEMENTS

Arts with the Disabled Association Hong Kong For the year ended 31 March 2023

19. Commitments under operating lease

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

	2023 (HK\$)	2022 (HK\$)
Representing:		
Not later than one year	473,352.00	422,974.00
Later than one year	1,000,080.00	-
	1,473,432.00	422,974.00

20. Other related party transactions

In addition to the transactions and balances detailed elsewhere in these financial statements, the Association had the following transactions with related parties.

	2023 (HK\$)	2022 (HK\$)
Hospitality to affiliated company	-	(10,788.00)
Arts Accessibility Sustainability Fund Income from affiliated company	-	3,150.00

21. Approval of financial statements

These financial statements were approved and authorised for issue by the Board of Executive Committee on 7 November 2023.