

**李寶椿慈善信託基金**  
**李寶椿慈善信託基金委員會管理報告**  
**截至二零一八年八月三十一日年報**

李寶椿慈善信託基金(基金)按照《李寶椿慈善信託基金條例》(第 1110 章)成立。基金旨在作教育用途，及付款予社會福利署署長，供其在某些從其他方面沒有足夠協助的個案中使用，以濟助困苦。基金是由已故李寶椿先生所捐贈的股票而成立。

二. 基金由按照《李寶椿慈善信託基金條例》第 5 條成立的李寶椿慈善信託基金委員會管理，應屆委員名單見附錄一。基金的秘書處服務及帳務工作由信託基金及廟宇聯合秘書處負責，而審計署署長為基金帳目的核數師。

三. 在報告期內，基金的總收入為 440 萬港元，而總支出為 330 萬港元。基金於二零一七年至二零一八年度的盈餘為 110 萬港元。截至二零一八年八月三十一日，基金的資本為 5,540 萬港元，而累積盈餘為 4,610 萬港元。截至二零一八年八月三十一日經審核的年度財務表載於附錄二。

四. 於二零一七年至二零一八年度內，委員會共發放 154 項獎學金及 9 項訓練及考察補助金，合共 144 萬港元，詳情載於附錄三。此外，委員會透過社會福利署署長為有需要的人士提供共 100 萬港元的援助，詳情載於附錄四。

劉江華  
民政事務局局長法團  
李寶椿慈善信託基金受託人  
二零一九年一月三十一日

**李寶椿慈善信託基金**

**李寶椿慈善信託基金委員會成員名單  
(1.9.2017 – 31-8.2018)**

民政事務局局長 (主席及當然主席)

李瑞智先生

社會福利署署長

在職家庭及學生資助事務處處長

馮煒能先生

李錦霞女士

## 李寶椿慈善信託基金

截至二零一八年八月三十一日止年度的財務報表

# 審計署署長報告



香港特別行政區政府  
審計署

## 獨立審計師報告 致立法會

### 意見

茲證明我已審計列載於第4至17頁的李寶椿慈善信託基金財務報表，該等財務報表包括於二零一八年八月三十一日的資產負債表與截至該日止年度的收支帳目、全面收益表、權益變動表和現金流量表，以及財務報表的附註，包括主要會計政策概要。

我認為，該等財務報表已按照香港會計師公會頒布的《香港財務報告準則》真實而中肯地反映李寶椿慈善信託基金於二零一八年八月三十一日的財務狀況及截至該日止年度的財務表現和現金流量，並已按照《李寶椿慈善信託基金條例》(第1110章)第11(1)條妥為擬備。

### 意見的基礎

我已按照《李寶椿慈善信託基金條例》第11(2)條及審計署的審計準則進行審計。我根據該等準則而須承擔的責任，詳載於本報告「*審計師就財務報表審計而須承擔的責任*」部分。根據該等準則，我獨立於李寶椿慈善信託基金，並已按該等準則履行其他道德責任。我相信，我所獲得的審計憑證是充足和適當地為我的審計意見提供基礎。

### 民政事務局局長法團就財務報表而須承擔的責任

民政事務局局長法團須負責按照香港會計師公會頒布的《香港財務報告準則》及《李寶椿慈善信託基金條例》第11(1)條擬備真實而中肯的財務報表，及落實其認為必要的內部控制，使財務報表不存有因欺詐或錯誤而導致的重大錯誤陳述。



在擬備財務報表時，民政事務局局長法團須負責評估李寶椿慈善信託基金持續經營的能力，以及在適用情況下披露與持續經營有關的事項，並以持續經營作為會計基礎。

### **審計師就財務報表審計而須承擔的責任**

我的目標是就整體財務報表是否不存有任何因欺詐或錯誤而導致的重大錯誤陳述取得合理保證，並發出包括我意見的審計師報告。合理保證是高水平的保證，但不能確保按審計署審計準則進行的審計定能發現所存有的任何重大錯誤陳述。錯誤陳述可以由欺詐或錯誤引起，如果合理預期它們個別或滙總起來可能影響財務報表使用者所作出的經濟決定，則會被視作重大錯誤陳述。

在根據審計署審計準則進行審計的過程中，我會運用專業判斷並秉持專業懷疑態度。我亦會：

- 識別和評估因欺詐或錯誤而導致財務報表存有重大錯誤陳述的風險；設計及執行審計程序以應對這些風險；以及取得充足和適當的審計憑證，作為我意見的基礎。由於欺詐可能涉及串謀、偽造、蓄意遺漏、虛假陳述，或凌駕內部控制的情況，因此未能發現因欺詐而導致重大錯誤陳述的風險，較未能發現因錯誤而導致者為高；
- 了解與審計相關的內部控制，以設計適當的審計程序。然而，此舉並非旨在對李寶椿慈善信託基金內部控制的有效性發表意見；
- 評價民政事務局局長法團所採用的會計政策是否恰當，以及其作出的會計估計和相關資料披露是否合理；
- 判定民政事務局局長法團以持續經營作為會計基礎的做法是否恰當，並根據所得的審計憑證，判定是否存在與事件或情況有關，而且可能對李寶椿慈善信託基金持續經營的能力構成重大疑慮的重大不確定性。如果我認為存在重大不確定性，則有必要在審計師報告中請使用者留意財務報表中的相關資料披露。假若所披露的相關資料不足，我便須發出非無保留意見的審計師報告。我的結論是基於截至審計師報告日止所取得的審計憑證。然而，未來事件或情況可能導致李寶椿慈善信託基金不能繼續持續經營；及
- 評價財務報表的整體列報方式、結構和內容，包括披露資料，以及財務報表是否中肯反映交易和事項。

審計署署長  
首席審計師  
梁家倫代行  
二零一九年一月三十一日

審計署  
香港灣仔  
告士打道 7 號  
入境事務大樓 26 樓

李寶椿慈善信託基金

二零一八年八月三十一日資產負債表

	附註	2018 港元	2017 港元
<b>非流動資產</b>			
可供出售金融資產	3	79,447,679	78,601,360
持至期滿的投資	4	4,423,821	-
		83,871,500	78,601,360
<b>流動資產</b>			
可供出售金融資產	3	-	2,748,136
持至期滿的投資	4	2,291,981	-
應收帳項		508,384	294,698
定期存款		6,122,753	15,044,172
現金及等同現金項目	5	12,953,117	8,787,502
		21,876,235	26,874,508
<b>流動負債</b>			
職員約滿酬金撥備	6	(31,138)	(60,713)
未放取假期撥備		(4,455)	(5,226)
應付帳項		(308,421)	(19,835)
		(344,014)	(85,774)
<b>流動資產淨額</b>			
		21,532,221	26,788,734
		105,403,721	105,390,094
<b>累積基金</b>			
資本		55,441,378	55,441,378
累積盈餘		46,130,247	45,012,744
投資價值重估儲備		3,832,096	4,935,972
		105,403,721	105,390,094

隨附附註 1 至 10 為本財務報表的一部分。

劉江華  
民政事務局局長法團  
李寶椿慈善信託基金受託人  
二零一九年一月三十一日

李寶椿慈善信託基金

截至二零一八年八月三十一日止年度收支帳目

	附註	2018 港元	2017 港元
<b>收入</b>			
股息		2,565,654	3,011,931
利息	7	431,084	330,306
出售可供出售金融資產的收益		1,308,324	609,912
兌換收益		89,171	100,687
其他收入		-	50,000
		<u>4,394,233</u>	<u>4,102,836</u>
<b>支出</b>			
獎學金		(1,235,816)	(1,218,501)
訓練及考察補助金		(199,935)	-
濟助貧苦不幸人士補助金		(992,249)	(1,538,721)
職員薪酬		(823,236)	(742,540)
雜項		(25,494)	(497)
		<u>(3,276,730)</u>	<u>(3,500,259)</u>
<b>年度盈餘</b>		<u>1,117,503</u>	<u>602,577</u>

隨附附註 1 至 10 為本財務報表的一部分。

## 李寶椿慈善信託基金

### 截至二零一八年八月三十一日止年度全面收益表

	2018 港元	2017 港元
年度盈餘	1,117,503	602,577
其他全面收益		
將來或會重新分類為盈餘或虧絀的項目：		
可供出售金融資產		
價值重估後的公平值變動	336,265	11,965,979
出售時從投資價值重估儲備 回撥的重新分類調整款額	(1,440,141)	(351,401)
	(1,103,876)	11,614,578
年度全面收益總額	13,627	12,217,155

隨附附註 1 至 10 為本財務報表的一部分。



## 李寶椿慈善信託基金

### 截至二零一八年八月三十一日止年度權益變動表

	資本 港元	累積盈餘 港元	投資價值 重估儲備 港元	總額 港元
2016年9月1日結餘	55,441,378	44,410,167	(6,678,606)	93,172,939
2016-17年全面收益總額	-	602,577	11,614,578	12,217,155
2017年9月1日結餘	55,441,378	45,012,744	4,935,972	105,390,094
2017-18年全面收益總額	-	1,117,503	(1,103,876)	13,627
2018年8月31日結餘	55,441,378	46,130,247	3,832,096	105,403,721

隨附附註 1 至 10 為本財務報表的一部分。

李寶椿慈善信託基金

截至二零一八年八月三十一日止年度現金流量表

	附註	2018 港元	2017 港元
<b>營運活動現金流量</b>			
年度盈餘		1,117,503	602,577
調整項目：			
股息收入		(2,565,654)	(3,011,931)
利息收入		(431,084)	(330,306)
出售可供出售金融資產的收益		(1,308,324)	(609,912)
兌換虧損/(收益)		163,949	(128,787)
應收帳項(增加)/減少		(32,304)	457,338
預支款項減少		-	770,000
職員約滿酬金撥備減少		(29,575)	(41,163)
未放取假期撥備減少		(771)	(2,064)
應付帳項增加/(減少)		288,586	(82,652)
<b>營運活動所用現金淨額</b>		<b>(2,797,674)</b>	<b>(2,376,900)</b>
<b>投資活動現金流量</b>			
購買可供出售金融資產		(4,995,634)	(5,938,262)
購買持至期滿的投資		(6,885,168)	-
出售可供出售金融資產所收款項		7,097,497	4,376,811
原多於三個月到期的定期存款減少/(增加)淨額		8,921,419	(8,447,669)
已收股息		2,396,225	3,157,658
已收利息		431,721	314,693
<b>投資活動所得/(所用)現金淨額</b>		<b>6,966,060</b>	<b>(6,536,769)</b>
<b>現金及等同現金項目增加/(減少)淨額</b>		<b>4,168,386</b>	<b>(8,913,669)</b>
年初現金及等同現金項目的結餘		8,787,502	17,659,746
匯率變動對現金及等同現金項目的影響		(2,771)	41,425
<b>年終現金及等同現金項目的結餘</b>	5	<b>12,953,117</b>	<b>8,787,502</b>

隨附附註 1 至 10 為本財務報表的一部分。

# 李寶椿慈善信託基金

## 財務報表附註

### 1. 概況

李寶椿慈善信託基金(基金)是根據《李寶椿慈善信託基金條例》(第 1110 章)第 6(1)條規定，為下列各項提供協助：

- (a) 教育用途，包括在香港設立教育機構或向教育機構捐助；及
- (b) 為從其他方面得不到足夠協助的個案中使用，以濟助困苦。

基金主要業務地址為香港灣仔皇后大道東 213 號胡忠大廈 34 樓。

### 2. 主要會計政策

#### (a) 符合準則聲明

財務報表根據《李寶椿慈善信託基金條例》第 11(1)條及香港會計師公會頒佈之《香港財務報告準則》的所有適用規定擬備。

#### (b) 擬備基準

財務報表是按應計記帳方式及歷史成本法擬備，惟可供出售金融資產則除外。如下文所載之會計政策附註 2(d)所解釋，可供出售金融資產按公平值計量。

擬備符合《香港財務報告準則》的財務報表需要管理層作出判斷、估計及假設，而有關判斷、估計及假設會影響會計政策的採納及資產、負債、收入及支出的呈報總額。此等估計及相關的假設是根據以往經驗及在有關情況下認為合適的因素而制定。在欠缺其他現成數據的情況下，則採用此等估計及假設作為判斷有關資產及負債的帳面值的基礎，估計結果與實際價值或有不同。

此等估計及相關假設會被不斷檢討修訂。如修訂只影響本會計期，會在作出修訂的期內確認，但如影響本期及未來的會計期，有關修訂便會在該期及未來期間內確認。

**(c) 採納新訂/經修訂《香港財務報告準則》**

基金已採納所有適用於本基金並於本會計期生效的新訂/經修訂的《香港財務報告準則》。

基金並沒有提早採用於本財政年度未生效之修訂、新準則及詮釋。基金正就該等修訂、新準則及詮釋在首次採用期間預期會產生的影響進行評估。直至目前為止，基金得出的結論為採納該等修訂、新準則及詮釋不大可能會對基金的運作及財務狀況構成重大影響，惟《香港財務報告準則》第9號「金融工具」則除外。該準則於二零一八年一月一日或之後開始的會計期生效。採納《香港財務報告準則》第9號預期會對基金的金融資產的分類和計量帶來變更，基金尚未評估因採納該準則而對財務報表帶來的影響。

**(d) 可供出售金融資產**

除非李寶椿慈善信託基金委員會(委員會)有意在結算日後 12 個月內出售該投資，否則可供出售金融資產歸類為非流動資產。

投資的購入及出售在交易日確認，交易日指基金承諾該資產交易之日。可供出售金融資產初始按公平值加交易成本確認。在每個結算日，因重新計算公平值而產生的未實現盈虧已在其他全面收益內確認，並在投資價值重估儲備內分別累計。

出售可供出售金融資產的損益包括出售所得款項淨額與帳面值的差額，以及從投資價值重估儲備撥入收支帳目內的累計公平值調整數額。

有報價投資的公平值按照當時的買盤價計算。

基金在每個結算日評估是否有客觀證據證明某項金融資產經已減值。累計虧損 - 按購入成本與當時公平值的差額，減金融資產之前已在收支帳目確認的減值虧損計算 - 自投資價值重估儲備中剔除並在收支帳目確認入帳。倘該等已確認的減值虧損在日後公平值有所增加，而這增加與減值虧損確認後所發生的事項上有客觀聯繫，則撥回可供出售債務證券的減值虧損。債務證券的減值虧損撥回撥在收支帳目確認入帳。股票證券及投資基金的減值虧損撥回不經收支帳目，該等資產隨後的公平值增加，會在其他全面收益內確認入帳。



**(e) 持至期滿的投資**

持至期滿的投資為有固定或可以確定支付金額及有固定到期日的非衍生金融資產，而且基金有明確意向及能力，持有直至到期。持至期滿的投資採用實際利率法按攤銷成本值扣除任何減值虧損列帳。

**(f) 其他金融資產及金融負債**

其他金融資產及金融負債包括應收帳項、定期存款、現金及等同現金項目及應付帳項。其他金融資產採用實際利率法計量，於扣除減值虧損(如有)按攤銷成本值列帳。金融負債採用實際利率法計量，按攤銷成本值列帳。

**(g) 外幣折算**

港元是基金的主要經濟營運環境的貨幣。年內的外幣交易按交易日的匯率折算為港元。而以外幣為計值單位的貨幣資產和負債金額則按結算日的匯率折算為港元。所有兌換收益及虧損均在收支帳目內入帳。

**(h) 收入確認**

利息收入是採用實際利率法確認並以應計記帳方式入帳。股息收入於基金收取該股息之權利確立後入帳。

**(i) 獎學金及補助金**

獎學金及補助金在獲得委員會批准並到期付款時，確認為支出。

**(j) 現金及等同現金項目**

現金及等同現金項目包括現金、活期存款及其他短期高度流動的投資。短期高度流動投資是指可隨時轉換為已知金額的現金，而所涉及的價值改變風險不大，並於購入時於三個月內到期的投資。



### 3. 可供出售金融資產

	2018 港元	2017 港元
股票證券 — 公平值 在香港上市	54,597,629	58,496,008
債務證券 — 公平值 非上市	-	2,748,136
投資基金 — 公平值 非上市	24,850,050	20,105,352
	<u>79,447,679</u>	<u>81,349,496</u>
歸類為：		
非流動資產	79,447,679	78,601,360
流動資產	-	2,748,136
	<u>79,447,679</u>	<u>81,349,496</u>

### 4. 持至期滿的投資

	2018 港元	2017 港元
債務證券 — 攤銷成本值	6,715,802	-
歸類為：		
非流動資產	4,423,821	-
流動資產	2,291,981	-
	<u>6,715,802</u>	<u>-</u>

### 5. 現金及等同現金項目

	2018 港元	2017 港元
原於三個月內到期的定期存款	9,559,036	2,198,338
銀行現金	3,394,081	6,589,164
	<u>12,953,117</u>	<u>8,787,502</u>

## 6. 職員約滿酬金撥備

	2018 港元	2017 港元
年初結餘	60,713	101,876
年度撥備	54,163	46,131
年度付款	(72,316)	(50,136)
撥備回撥	(11,422)	(37,158)
年終結餘	<u>31,138</u>	<u>60,713</u>

## 7. 利息

	2018 港元	2017 港元
定期及儲蓄存款利息	297,696	303,050
債務證券利息	133,388	27,256
	<u>431,084</u>	<u>330,306</u>

## 8. 財務風險管理

- (a) 基金之主要金融工具，包括可供出售金融資產、持至期滿的投資、應收帳項、定期存款及銀行現金。與此等金融工具有關之主要風險載於下文。

### (I) 信貸風險

信貸風險是指金融工具的一方持有者會因未能履行責任而引致另一方蒙受財務損失的風險。

於結算日，信貸風險最高值為資產負債表所列各相關類別金融資產的帳面金額。

為了減少銀行存款的信貸風險，所有定期存款及銀行結餘存放在香港信譽良好的持牌銀行。

為了減少可供出售金融資產及持至期滿的投資的信貸風險，基金只會投資在那些由穆迪、標準普爾或惠譽評級為投資級別的金融資產。債務證券的投資在結算日的信貸質素，以穆迪、標準普爾或惠譽的評級較低者為準，分析如下：

	2018 HK\$	2017 HK\$
按信貸評級列示債務證券		
A1 至 A3 / A+ 至 A-	6,715,802	2,748,136

至於其他應收帳項，如有需要，基金認為於結算日已為預期不可收回之款額作出足夠的撥備。

## (II) 市場風險

基金的投資及銀行存款承受市場變數波動引致的市場風險，例如利率、投資市場價格及匯率的變動。為管理此等風險，委員會定期檢視基金投資組合和投資指引，以監察基金的投資活動。

### (i) 股票價格風險

基金持有一個分散投資組合。為管理股票價格風險，委員會監察基金投資組合的表現及定期檢討基金的投資策略。假如有關股票證券的市價上升/下降 10% (2017 年：10%)，則估計基金的其他全面收益及投資價值重估儲備的總額便增加/減少約 5,460,000 港元(2017 年：約 5,850,000 港元)。這項敏感性分析是以基金於結算日持有的股票證券的帳面金額作根據，並假設其他變數保持不變。

### (ii) 利率風險

利率風險指因市場利率變動而引致虧損的風險。利率風險可進一步分為公平值利率風險及現金流量利率風險。

公平值利率風險指金融工具的公平值會因市場利率變動而波動的風險。

由於基金所有銀行存款及持至期滿的投資均按固定利率計息，當市場利率上升，它們的公平值便會下跌。然而，由於它們均按攤銷成本值列示，市場利率變動不會影響其帳面值及基金的盈餘和權益。

現金流量利率風險指金融工具的未來現金流量會因市場利率變動而波動的風險。基金所面對的現金流量利率風險不大，因為浮息金融工具的利息收入並不重大。

(iii) 外匯風險

(a) 貨幣風險

基金於結算日持有以人民幣及美元計價的淨金融工具，總額分別為 2,398,095 圓人民幣(2017 年：5,768,078 圓人民幣)及 3,629,924 美元(2017 年：2,593,070 美元)。由於基金並沒有進行外幣匯率對沖，人民幣金融工具的帳面值已為基金所持人民幣的最大外匯風險值。由於港元與美元於窄幅掛鈎，外匯風險並不顯著。

(b) 敏感性分析

估計於二零一八年八月三十一日，若人民幣相對港元增強/減弱 5% (2017 年：5%)，而其他可變因素維持不變，基金的盈餘會增加/減少 138,000 港元(2017 年：342,000 港元)。

(iv) 其他價格風險

基金承受因投資基金的市場價格變動而引致的金融風險。假如有關的投資基金的市場價格上升/下降 10% (2017 年：10%)，而其他各項可變因素保持不變，其他全面收益及投資價值重估儲備便增加/減少約 2,485,000 港元 (2017 年：2,011,000 港元)。

**(III) 流動資金風險**

為管理流動資金風險，基金維持足夠現金及等同現金項目作營運資金及減低現金流量波動對基金之影響。



(b) 金融工具的公平值等級

下表呈列於結算日以公平值定期計量的金融工具的帳面值，並按《香港財務報告準則》第 13 號「公平值之計量」所訂定的三個公平值等級分類。

	2018		總額 港元
	第一級 港元	第二級 港元	
可供出售金融資產			
股票證券 - 在香港上市	54,597,629	-	54,597,629
投資基金 - 非上市	-	24,850,050	24,850,050
	<u>54,597,629</u>	<u>24,850,050</u>	<u>79,447,679</u>

	2017		總額 港元
	第一級 港元	第二級 港元	
可供出售金融資產			
股票證券 - 在香港上市	58,496,008	-	58,496,008
債務證券 - 非上市	-	2,748,136	2,748,136
投資基金 - 非上市	-	20,105,352	20,105,352
	<u>58,496,008</u>	<u>22,853,488</u>	<u>81,349,496</u>

沒有金融工具歸類為第三級。年內，第一級及第二級之間並無金融工具的調撥。

這三級公平值等級是：

第一級：公平值只使用在計量日相同的金融工具於活躍市場的未經調整報價計算；

第二級：公平值使用未能達到第一級的可觀察輸入值且並不使用重大不可觀察的輸入數據計算。不可觀察輸入值為並無市場數據的輸入值；及

第三級：公平值使用重大不可觀察的輸入值計算。

列為第二級非上市債務證券及非上市投資基金的公平值是採用托管銀行的報價釐定。



## 9. 資本管理

基金之資本結構包括資本、累積盈餘及投資價值重估儲備。基金管理資本的目標為：

- 符合《李寶椿慈善信託基金條例》的規定；及
- 保持穩健的資本根基以達成如上文附註 1 所列基金的目的。

基金管理其資本，以確保資本的水平在顧及預算現金流量的需要及將來財務承擔之餘，亦有足夠資金提供獎學金、補助金及開支。

## 10. 金融資產和金融負債的公平值

所有金融資產和金融負債均以公平值或與其相差不大的金額列於資產負債表上。

李寶椿慈善信託基金

截至二零一八年八月三十一日年度內  
頒發的獎學金及訓練及考察補助金

<u>種類</u>	<u>受惠人數</u>	<u>金額</u> <u>港元</u>
本地中學獎學金	28	39,200
本地大學本科生獎學金	87	609,000
本地大學研究生獎學金	16	168,000
聯合世界書院獎學金	2	392,316
職業訓練局獎學金	21	27,300
訓練及考察補助金	9	199,935
總數:	<u>163</u>	<u>1,435,751</u>

## 李寶椿慈善信託基金

截至二零一八年八月三十一日年度內  
透過社會福利署署長發放濟助貧苦的補助金

<u>種類</u>	<u>金額</u> 港元
搬遷及重新安置的撥款	182,819
租金及其他有關需要的撥款	405,807
為照顧申請人福利所發的撥款，俾能應付因 緊急或突發事故所引起的特別需要	191,472
醫藥撥款	11,122
發給需要救助者意外死亡安葬費	127,906
撥款供在醫務推薦之下配用眼鏡、假牙及醫 務/復康器具，以及修理上述器具之費用	17,769
在特別情況下撥款以供購買需要的用品	47,785
社會福利署署長認為適當時的特別撥款	7,569
	<hr/>
	992,249
	<hr/> <hr/>

## LI PO CHUN CHARITABLE TRUST FUND

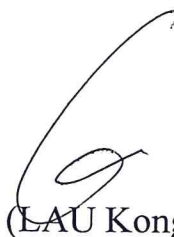
### Report of the Li Po Chun Charitable Trust Fund Committee on the administration of the Fund for the year ended 31 August 2018

The Li Po Chun Charitable Trust Fund (the Fund) was established under the Li Po Chun Charitable Trust Fund Ordinance (Chapter 1110). The Fund is to be applied for provision of assistance for educational purposes and for payment to the Director of Social Welfare for the relief of distress in cases for which no adequate assistance is available from other sources. The Fund was established with the shares donated by the late Mr Li Po-chun.

2. The Fund is managed by the Li Po Chun Charitable Trust Fund Committee constituted under Section 5 of the Li Po Chun Charitable Trust Fund Ordinance. The membership list of the Committee for the year under report is at Appendix I. The Trust Funds and Temples Joint Secretariat is responsible for the secretariat and accounting work of the Fund. The Director of Audit is the auditor of the Fund's accounts.

3. During the reporting period, the total income of the Fund was HK\$4.4 million and the total expenditure was HK\$3.3 million. The Fund recorded a surplus of HK\$1.1 million for 2017-18. As at 31 August 2018, the capital of the Fund was HK\$55.4 million and the accumulated surplus was HK\$46.1 million. The audited Financial Statements of the Fund for the year ended 31 August 2018 is at Appendix II.

4. In 2017-18, 154 scholarship awards and 9 training and conference grants in a total of HK\$1.44 million were granted and details are set out at Appendix III. In addition, social relief payments in a total of HK\$1 million were disbursed through the Director of Social Welfare, with details set out at Appendix IV.



(LAU Kong-wah)

Secretary for Home Affairs Incorporated  
Trustee

Li Po Chun Charitable Trust Fund

31 January 2019

**LI PO CHUN CHARITABLE TRUST FUND**

**Membership of the Li Po Chun Charitable Trust Fund Committee  
(1.9.2017 – 31.8.2018)**

Secretary for Home Affairs

(Chairman and ex officio)

Mr LI Sui-chee, Alwin

Director of Social Welfare

Head, Working Family and Student Financial Assistance Agency

Mr FUNG Wei-lung, Brian

Ms LEE Kam-ha, Melaine





Li Po Chun Charitable Trust Fund

Financial statements for the year ended 31 August 2018

# Report of the Director of Audit



**Audit Commission**  
The Government of the Hong Kong Special Administrative Region

## Independent Auditor's Report To the Legislative Council

### *Opinion*

I certify that I have audited the financial statements of the Li Po Chun Charitable Trust Fund set out on pages 4 to 17, which comprise the balance sheet as at 31 August 2018, and the income and expenditure account, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements give a true and fair view of the financial position of the Li Po Chun Charitable Trust Fund as at 31 August 2018, and of its financial performance and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in accordance with section 11(1) of the Li Po Chun Charitable Trust Fund Ordinance (Cap. 1110).

### *Basis for opinion*

I conducted my audit in accordance with section 11(2) of the Li Po Chun Charitable Trust Fund Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I am independent of the Li Po Chun Charitable Trust Fund in accordance with those standards, and I have fulfilled my other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### *Responsibilities of the Secretary for Home Affairs Incorporated for the financial statements*

The Secretary for Home Affairs Incorporated is responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and section 11(1) of the Li Po Chun Charitable Trust Fund Ordinance, and for such



internal control as the Secretary for Home Affairs Incorporated determines 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 Secretary for Home Affairs Incorporated is responsible for assessing the Li Po Chun Charitable Trust Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

### *Auditor's responsibilities for the audit of the financial statements*

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards 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 the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Li Po Chun Charitable Trust Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Secretary for Home Affairs Incorporated;
- conclude on the appropriateness of the Secretary for Home Affairs Incorporated's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Li Po Chun Charitable Trust Fund's ability to

continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Li Po Chun Charitable Trust Fund to cease to continue as a going concern; and

- 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.



LIANG Kar-lun, Ken  
Principal Auditor  
for Director of Audit

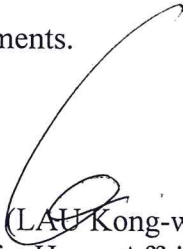
31 January 2019

Audit Commission  
26th Floor  
Immigration Tower  
7 Gloucester Road  
Wanchai, Hong Kong

**LI PO CHUN CHARITABLE TRUST FUND**  
**BALANCE SHEET AS AT 31 AUGUST 2018**

	Note	2018 HK\$	2017 HK\$
<b>NON-CURRENT ASSETS</b>			
Available-for-sale financial assets	3	79,447,679	78,601,360
Held-to-maturity investments	4	4,423,821	-
		83,871,500	78,601,360
<b>CURRENT ASSETS</b>			
Available-for-sale financial assets	3	-	2,748,136
Held-to-maturity investments	4	2,291,981	-
Accounts receivable		508,384	294,698
Time deposits		6,122,753	15,044,172
Cash and cash equivalents	5	12,953,117	8,787,502
		21,876,235	26,874,508
<b>CURRENT LIABILITIES</b>			
Provision for staff gratuity	6	(31,138)	(60,713)
Provision for untaken leave		(4,455)	(5,226)
Accounts payable		(308,421)	(19,835)
		(344,014)	(85,774)
<b>NET CURRENT ASSETS</b>		21,532,221	26,788,734
		105,403,721	105,390,094
<b>ACCUMULATED FUND</b>			
Capital		55,441,378	55,441,378
Accumulated surplus		46,130,247	45,012,744
Investment revaluation reserve		3,832,096	4,935,972
		105,403,721	105,390,094

The accompanying notes 1 to 10 form part of these financial statements.

  
(LAU Kong-wah)  
Secretary for Home Affairs Incorporated  
Trustee  
Li Po Chun Charitable Trust Fund  
31 January 2019



**LI PO CHUN CHARITABLE TRUST FUND**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

	Note	2018 HK\$	2017 HK\$
<b>INCOME</b>			
Dividend		2,565,654	3,011,931
Interest	7	431,084	330,306
Gains on disposal of available-for-sale financial assets		1,308,324	609,912
Exchange gain		89,171	100,687
Other income		-	50,000
		<hr/> 4,394,233 <hr/>	<hr/> 4,102,836 <hr/>
<b>EXPENDITURE</b>			
Scholarship awards		(1,235,816)	(1,218,501)
Training and conference grants		(199,935)	-
Social relief grants		(992,249)	(1,538,721)
Staff costs		(823,236)	(742,540)
Miscellaneous		(25,494)	(497)
		<hr/> (3,276,730) <hr/>	<hr/> (3,500,259) <hr/>
<b>SURPLUS FOR THE YEAR</b>		<hr/> 1,117,503 <hr/>	<hr/> 602,577 <hr/>

The accompanying notes 1 to 10 form part of these financial statements.

**LI PO CHUN CHARITABLE TRUST FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

	<b>2018</b>	<b>2017</b>
	<b>HK\$</b>	<b>HK\$</b>
<b>SURPLUS FOR THE YEAR</b>	1,117,503	602,577
<b>OTHER COMPREHENSIVE INCOME</b>		
Items that may be reclassified subsequently to surplus or deficit :		
Available-for-sale financial assets		
Fair value changes on revaluation	336,265	11,965,979
Reclassification adjustment for amounts released from investment revaluation reserve upon disposal	(1,440,141)	(351,401)
	(1,103,876)	11,614,578
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	13,627	12,217,155

The accompanying notes 1 to 10 form part of these financial statements.

**LI PO CHUN CHARITABLE TRUST FUND**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 AUGUST 2018**

	<b>Capital HK\$</b>	<b>Accumulated Surplus HK\$</b>	<b>Investment Revaluation Reserve HK\$</b>	<b>Total HK\$</b>
Balance at 1 September 2016	55,441,378	44,410,167	(6,678,606)	93,172,939
Total comprehensive income for 2016-17	-	602,577	11,614,578	12,217,155
Balance at 1 September 2017	55,441,378	45,012,744	4,935,972	105,390,094
Total comprehensive income for 2017-18	-	1,117,503	(1,103,876)	13,627
Balance at 31 August 2018	55,441,378	46,130,247	3,832,096	105,403,721

The accompanying notes 1 to 10 form part of these financial statements.

**LI PO CHUN CHARITABLE TRUST FUND**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 AUGUST 2018**

	Note	2018 HK\$	2017 HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus for the year		1,117,503	602,577
Adjustments for :			
Dividend income		(2,565,654)	(3,011,931)
Interest income		(431,084)	(330,306)
Gains on disposal of available-for-sale financial assets		(1,308,324)	(609,912)
Exchange loss/(gain)		163,949	(128,787)
(Increase)/Decrease in accounts receivable		(32,304)	457,338
Decrease in prepayments		-	770,000
Decrease in provision for staff gratuity		(29,575)	(41,163)
Decrease in provision for untaken leave		(771)	(2,064)
Increase/(Decrease) in accounts payable		288,586	(82,652)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>		<b>(2,797,674)</b>	<b>(2,376,900)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of available-for-sale financial assets		(4,995,634)	(5,938,262)
Purchase of held-to-maturity investments		(6,885,168)	-
Proceeds from disposal of available-for-sale financial assets		7,097,497	4,376,811
Net decrease/(increase) in time deposits with original maturity over three months		8,921,419	(8,447,669)
Dividend received		2,396,225	3,157,658
Interest received		431,721	314,693
<b>NET CASH FROM/(USED IN) INVESTING ACTIVITIES</b>		<b>6,966,060</b>	<b>(6,536,769)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>4,168,386</b>	<b>(8,913,669)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		<b>8,787,502</b>	<b>17,659,746</b>
Effect of exchange rate changes on cash and cash equivalents		(2,771)	41,425
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	5	<b>12,953,117</b>	<b>8,787,502</b>

The accompanying notes 1 to 10 form part of these financial statements.



**LI PO CHUN CHARITABLE TRUST FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**

**1. GENERAL**

The Li Po Chun Charitable Trust Fund (the Fund) provides assistance for:

- (a) educational purposes, including the establishment or endowment of educational institutions in Hong Kong; and
- (b) the relief of distress in cases for which no adequate assistance is available from other sources,

in accordance with section 6(1) of the Li Po Chun Charitable Trust Fund Ordinance (Cap. 1110).

The address of the Fund's principal place of business is 34<sup>th</sup> Floor, Wu Chung House, 213 Queen's Road East, Wan Chai, Hong Kong.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**(a) Statement of compliance**

The financial statements have been prepared in accordance with section 11(1) of the Li Po Chun Charitable Trust Fund Ordinance and all applicable Hong Kong Financial Reporting Standards (HKFRSs) issued by the Hong Kong Institute of Certified Public Accountants.

**(b) Basis of preparation**

The financial statements have been prepared on an accrual basis and under the historical cost convention except that available-for-sale financial assets are stated at fair value as explained in the accounting policies set out in note 2(d) below.

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenditure. The estimates and associated assumptions are based on experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis for making judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.



**(c) Adoption of new/revised HKFRSs**

The Fund has adopted all new/revised HKFRSs which are effective and relevant to the Fund for the current accounting period.

The Fund has not early adopted any amendments, new standards and interpretations which are not yet effective for the current accounting period. The Fund is in the process of making an assessment of what the impact of these amendments, new standards and interpretations is expected to be in the period of initial adoption. So far, it has concluded that the adoption of them is unlikely to have a significant impact on the Fund's result of operations and financial position, except for HKFRS 9 Financial Instruments which is effective for accounting periods beginning on or after 1 January 2018. The adoption of HKFRS 9 is expected to lead to a change in the classification and measurement of the Fund's financial assets. The Fund has yet to assess the impact of the standard on its financial statements.

**(d) Available-for-sale financial assets**

The Fund's available-for-sale financial assets are classified as non-current assets unless the Li Po Chun Charitable Trust Fund Committee (the Committee) intends to dispose of the investments within 12 months of the balance sheet date.

Purchases and sales of investments are recognised on trade-date on which the Fund is committed to the transactions. Available-for-sale financial assets are initially recognised at fair value plus transaction costs. At each balance sheet date, the fair value is re-measured and any unrealised holding gain or loss arising from the change in fair value is recognised in other comprehensive income and accumulated separately in the investment revaluation reserve.

When available-for-sale financial assets are sold, gains or losses on disposal include the difference between the net sale proceeds and the carrying amount, as well as the accumulated fair value adjustments released from the investment revaluation reserve to the income and expenditure account.

The fair values of quoted investments are based on current bid-prices.

The Fund assesses at each balance sheet date whether there is objective evidence that a financial asset is impaired. The cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in the income and expenditure account – is removed from the investment revaluation reserve and recognised in the income and expenditure account. Impairment losses in respect of available-for-sale debt securities are reversed if the subsequent increase in fair value can be objectively related to an event occurring after the impairment loss was recognised. Reversals of impairment losses for debt securities are recognised in the income and expenditure account. Impairment losses for equity securities and investment funds are not reversed through the income and expenditure account. Any subsequent increase in the fair value of such assets is recognised in other comprehensive income.

**(e) Held-to-maturity investments**

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity which the Fund has the positive intention and ability to hold to maturity. Held-to-maturity investments are carried at amortised cost using the effective interest method less impairment losses, if any.

**(f) Other financial assets and financial liabilities**

Other financial assets and financial liabilities comprise accounts receivable, time deposits, cash and cash equivalents and accounts payable. Other financial assets are carried at amortised cost using the effective interest method, less impairment losses (if any). Financial liabilities are carried at amortised cost using the effective interest method.

**(g) Foreign currency translation**

Hong Kong dollar is the currency of the primary economic environment in which the Fund operates. Foreign currency transactions during the year are translated into Hong Kong dollars at the exchange rates ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated into Hong Kong dollars at the exchange rates ruling at the balance sheet date. Exchange gains and losses are dealt with in the income and expenditure account.

**(h) Revenue recognition**

Interest income is recognised as it accrues using the effective interest method. Dividend income is recognised when the Fund's right to receive payment is established.

**(i) Awards and grants**

Awards and grants are recognised as expenditure when they are approved by the Committee and due for payment.

**(j) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value, having been within three months of maturity when acquired.

### 3. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	<b>2018 HK\$</b>	<b>2017 HK\$</b>
Equity securities – at fair value Listed in Hong Kong	54,597,629	58,496,008
Debt securities – at fair value Unlisted	-	2,748,136
Investment funds – at fair value Unlisted	24,850,050	20,105,352
	<u>79,447,679</u>	<u>81,349,496</u>
Classified as :		
Non-current assets	79,447,679	78,601,360
Current assets	-	2,748,136
	<u>79,447,679</u>	<u>81,349,496</u>

### 4. HELD-TO-MATURITY INVESTMENTS

	<b>2018 HK\$</b>	<b>2017 HK\$</b>
Debt securities – at amortised cost	<u>6,715,802</u>	<u>-</u>
Classified as :		
Non-current assets	4,423,821	-
Current assets	2,291,981	-
	<u>6,715,802</u>	<u>-</u>

### 5. CASH AND CASH EQUIVALENTS

	<b>2018 HK\$</b>	<b>2017 HK\$</b>
Time deposits with original maturity within three months	9,559,036	2,198,338
Cash at banks	3,394,081	6,589,164
	<u>12,953,117</u>	<u>8,787,502</u>



## 6. PROVISION FOR STAFF GRATUITY

	2018 HK\$	2017 HK\$
Balance at beginning of year	60,713	101,876
Provision for the year	54,163	46,131
Payment for the year	(72,316)	(50,136)
Provision written back	(11,422)	(37,158)
	<hr/>	<hr/>
Balance at end of year	<u>31,138</u>	<u>60,713</u>

## 7. INTEREST

	2018 HK\$	2017 HK\$
Interest on time deposits and savings accounts	297,696	303,050
Interest on debt securities	133,388	27,256
	<hr/>	<hr/>
	<u>431,084</u>	<u>330,306</u>

## 8. FINANCIAL RISK MANAGEMENT

- (a) The Fund's major financial instruments include available-for-sale financial assets, held-to-maturity investments, accounts receivable, bank deposits and cash at banks. The major risks associated with these financial instruments are set out below.

### (I) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss.

The maximum exposure to credit risk as at the balance sheet date in relation to each class of financial assets is the carrying amount of those assets as stated in the balance sheet.

To minimise the credit risks arising from bank deposits and cash at banks, all time deposits and bank balances are placed with reputable licensed banks in Hong Kong.

To minimise credit risks arising from available-for-sale financial assets and held-to-maturity investments, the Fund only invested in those classified under the investment grade by Moody's, Standard & Poor's or Fitch. At the balance sheet date, the credit quality of investments in debt securities analysed by the lower of ratings designated by Moody's, Standard & Poor's or Fitch was as follows:

	<b>2018</b>	<b>2017</b>
	<b>HK\$</b>	<b>HK\$</b>
Debt securities by credit rating		
A1 to A3 / A+ to A-	6,715,802	2,748,136

For other receivables, the Fund considers that adequate provision has been made, where necessary, for amounts which are expected to be irrecoverable at the balance sheet date.

## **(II) Market risk**

The Fund's investments and bank deposits are exposed to market risk due to changes in market variables such as interest rates, market prices of investments and exchange rates. To manage the risk, the Committee regularly reviews the investment portfolio and the investment guidelines for monitoring the investment activities of the Fund.

### **(i) Equity price risk**

The Fund maintains a diversified portfolio of investments. The Committee monitors the performance of the portfolio and regularly reviews the investment strategy of the Fund in order to manage the equity price risk. It is estimated that if the market prices of the respective equity securities had been 10% (2017: 10%) higher/lower, other comprehensive income and the investment revaluation reserve of the Fund would have increased/decreased by about HK\$5,460,000 (2017: about HK\$5,850,000). The sensitivity analysis was based on the carrying amounts of the Fund's equity securities as at the balance sheet date and on the assumption that all other variables were held constant.

### **(ii) Interest rate risk**

Interest rate risk is the risk of loss arising from changes in market interest rates. This can be further classified into fair value interest rate risk and cash flow interest rate risk.

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates.



Since all the Fund's deposits with banks and held-to-maturity investments bear interest at fixed rates, their fair values will fall when market interest rates increase. However, as they are all stated at amortised cost, changes in market interest rates will not affect their carrying amounts and the Fund's surplus and equity.

Cash flow interest rate risk is the risk that future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Fund's exposure to cash flow interest rate risk is small as interest income from financial instruments bearing interest at a floating rate is not significant.

(iii) Foreign currency risk

(a) Exposure to currency risk

The Fund maintained net financial instruments denominated in Renminbi and United States dollars totalling CNY2,398,095 (2017: CNY5,768,078) and USD3,629,924 (2017: USD2,593,070) respectively at the balance sheet date. Since no foreign currency rate hedging is made by the Fund, the carrying amounts of the financial instruments in Renminbi represent the maximum exposure of the Fund to foreign currency risk in respect of Renminbi. As Hong Kong dollar is pegged to the United States dollars within a narrow range, it is considered that the Fund had no significant exposure to foreign exchange risk relating to this currency.

(b) Sensitivity analysis

It was estimated that as at 31 August 2018, should the Renminbi strengthen/weaken by 5% (2017: 5%) against the Hong Kong dollar, with all other variables being held constant, the surplus of the Fund would increase/decrease by HK\$138,000 (2017: HK\$342,000).

(iv) Other price risk

The Fund is exposed to financial risk arising from changes in market price of the investment funds. It was estimated that if the market price of the investment funds had been 10% (2017: 10%) higher/lower, with all other variables held constant, other comprehensive income and the investment revaluation reserve would have increased/decreased by about HK\$2,485,000 (2017: HK\$2,011,000).

**(III) Liquidity risk**

In the management of liquidity risk, the Fund maintains a level of cash and cash equivalents that is considered adequate to finance its operations and mitigate the effects of fluctuations in cash flows.

**(b) Fair value hierarchy of financial instruments**

The following table presents the carrying values of financial instruments measured at fair value at the balance sheet date on a recurring basis, categorised into the three-level fair value hierarchy as defined in HKFRS 13 Fair Value Measurement.

	Level 1 HK\$	2018 Level 2 HK\$	Total HK\$
<b>Available-for-sale financial assets</b>			
Equity securities – Listed in Hong Kong	54,597,629	-	54,597,629
Investment funds – Unlisted	-	24,850,050	24,850,050
	<u>54,597,629</u>	<u>24,850,050</u>	<u>79,447,679</u>

	Level 1 HK\$	2017 Level 2 HK\$	Total HK\$
<b>Available-for-sale financial assets</b>			
Equity securities – Listed in Hong Kong	58,496,008	-	58,496,008
Debt securities – Unlisted	-	2,748,136	2,748,136
Investment fund – Unlisted	-	20,105,352	20,105,352
	<u>58,496,008</u>	<u>22,853,488</u>	<u>81,349,496</u>

No financial instruments were classified under Level 3. During the year, there were no transfers between financial instruments in Level 1 and Level 2.

The three levels of the fair value hierarchy are :

Level 1: fair value measured using only unadjusted quoted prices in active markets for identical financial instruments at the measurement date.

Level 2: fair value measured using observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available.

Level 3: fair value measured using significant unobservable inputs.

The fair values of the unlisted debt securities and unlisted investment funds classified under Level 2 were determined using quotation from custodian banks.

## **9. CAPITAL MANAGEMENT**

The capital structure of the Fund consists of the capital, accumulated surplus and investment revaluation reserve. The Fund's objectives when managing capital are:

- to comply with the Li Po Chun Charitable Trust Fund Ordinance; and
- to maintain a strong capital base for carrying out the purpose of the Fund as stated in note 1 above.

The Fund manages capital to ensure that its level is sufficient to fund future awards, grants and expenditure, taking into account its projected cash flow requirements, future financial obligations and commitments.

## **10. FAIR VALUES OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

All financial assets and financial liabilities are stated in the balance sheet at amounts equal to or not materially different from their fair values.

**Li Po Chun Charitable Trust Fund**

**Scholarship Awards and Training and Conference Grants  
for the year ended 31.8.2018**

<u>Categories</u>	<u>No. of Awards</u>	<u>Amount HK\$</u>
Local Secondary Schools Scholarships	28	39,200
Local Undergraduate Scholarships	87	609,000
Local Postgraduate Scholarships	16	168,000
United World Colleges Scholarships	2	392,316
Vocational Training Council Scholarships	21	27,300
Training and Conference Grants	9	199,935
Total:	<u>163</u>	<u>1,435,751</u>

**Li Po Chun Charitable Trust Fund**

**Social Relief Payments through the Director of Social Welfare  
for the year ended 31.8.2018**

<u>Categories</u>	<u>Amount</u> HK\$
Removal and re-accommodation grants	182,819
Grants for rent and other related requirements	405,807
Grants for the welfare of the applicant in coping with special needs arising from crisis or unexpected circumstances	191,472
Grants for medical treatment and assessment	11,122
Burial grants for needy non-natural disaster victims	127,906
Grants for purchase of spectacles, dentures and medical/rehabilitation appliances on medical recommendations and repair service of the same	17,769
Grants for purchase of necessary items for needy cases under special circumstances	47,785
Special grants which the Director of Social Welfare considers appropriate	7,569
	<hr/>
	992,249
	<hr/>