

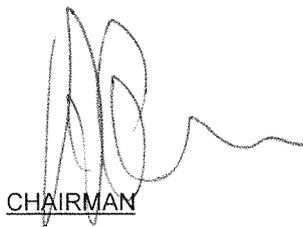
**ANNUAL FINANCIAL REPORT
 NGO: MOTHER'S CHOICE LIMITED**

1 APRIL 2024 TO 31 March 2025

	Notes	Total 2024-2025 \$	Total 2023-2024 \$
A. INCOME			
1. Lump Sum Grant ("LSG")		15,000,013	13,443,277
a. LSG (excluding Provident Fund)	1b	14,148,159	12,684,564
b. Provident Fund	1c	851,854	758,713
2. Fee Income	2	-	-
3. Central Items	3	14,295,196	9,169,602
4. Rent and Rates	4	-	-
5. Other Income	5	119,489	-
6. Interest Received		-	-
TOTAL INCOME	8	29,414,698	22,612,879
B. EXPENDITURE			
1. Personal Emoluments	6		
a. Salaries		13,682,485	11,795,454
b. Provident Fund	1c	569,826	506,852
c. Allowances		-	-
Subtotal		14,252,311	12,302,306
2. Other Charges	7	2,603,111	2,112,738
3. Central Items	3	12,210,054	7,527,596
4. Rent and Rates	4	-	-
TOTAL EXPENDITURE	8	29,065,476	21,942,640
C. SURPLUS FOR THE YEAR		349,222	670,239

The Annual Financial Report from pages 4 to 13 has been prepared in accordance with the requirements as set out in the Lump Sum Grant Manual.

SIGNATURE



CHAIRMAN

DATE: 30 SEP 2025

SIGNATURE



NGO HEAD/HEAD OF SOCIAL WELFARE SERVICES

DATE: 30 SEP 2025

NOTES ON THE ANNUAL FINANCIAL REPORT

1. Lump Sum Grant

a Basis of preparation The Annual Financial Report (AFR) is prepared in respect of all Funding and Service Agreement (FSA) activities (including support services to FSA activities) funded by the Social Welfare Department under the Lump Sum Grant Subvention System. AFR is prepared **on cash basis**, that is, income is recognised upon receipt of cash and expenditure is recognised when expenses are paid. **Non-cash items** such as depreciation, provisions and accruals **have not been included** in the AFR.

b Lump Sum Grant (excluding Provident Fund) This represents Lump Sum Grant (excluding Provident Fund) received for the year.

c Provident Fund This is Provident Fund received and contributed during the year. Snapshot staff are defined as those staff occupying recognised or holding against subvented posts as at 1 April 2000. 6.8% and other posts represent those staff that are employed after 1 April 2000.

The Provident Fund received and contributed for staff under the Central Items have been shown under 3.

Details are analysed below:

<u>Provident Fund Contribution</u>	<u>Snapshot Staff</u> \$	<u>6.8% and other posts</u> \$	<u>Total</u> \$
Subvention Received	-	851,854	851,854
Less: Provident Fund Contribution Paid during the Year	-	569,826	569,826
Surplus for the year	-	282,028	282,028
Add: Surplus b/f		1,666,403	1,666,403
Additional subvention received for previous year(s)	-	-	-
Less: Refund to Government	-	-	-
Surplus c/f	-	1,948,431	1,948,431

2. Fee Income

This represents social welfare fee income received for the year in respect of the fees and charges recognised for the purpose of subvention as set out in the LSG Manual.

3. Central Items

These are subvented service activities which are not included in LSG and are subject to their own procedures as set out in other SWD's papers and correspondence with the NGOs. The Provident Fund received and contributed for staff under Central Items have been separately included as part of the income and expenditure of the relevant items (paragraph 3.14 of LSG Manual (October 2016)). The income and expenditure of each of the Central Items are as follows:

	2024-25	2023-24
	\$	\$
a		
Income		
Foster Care Allowance	13,179,001	8,464,248
Day Foster Care Allowance	969,145	705,354
Multi-Faceted Support for Foster Families & Children	147,050	-
Subsidy for Enhanced Support for Ethnic Minority Children in Early Education and Training Centres	-	-
	<hr/>	<hr/>
Total	<u>14,295,196</u>	<u>9,169,602</u>
b		
Expenditure		
Foster Care Allowance	11,334,649	6,948,550
Day Foster Care Allowance	833,517	579,046
Multi-Faceted Support for Foster Families & Children	41,888	-
	<hr/>	<hr/>
Total	<u>12,210,054</u>	<u>7,527,596</u>

4. Rent and Rates

This represents the amount paid by SWD in respect of premises recognised by SWD. Expenditure on rent and rates in respect of premises not recognised by SWD have not been included in AFR.

5. Other Income

These include all programme income and all income other than recognised social welfare fee income received during the year. Non-SWD subventions and donations received have not been included as Other income in AFR. In this respect, donations have been included if it is used to finance expenditure reflected in the AFR.

The breakdown on Others Income is as follows:

	2024-25	2023-24
	\$	\$
(a) Programme income	-	-
(b) Production income	-	-
(c) Other Funds or Donations for Designated Purpose income	119,489	-
Total	119,489	-

6. Personal Emoluments

Personal Emoluments include salary, provident fund and salary-related allowances. The analysis on number of posts with annual Personal Employment over \$700,000 each paid under LSG is appended below:

Analysis of Personal Emoluments paid under LSG

	No. of Posts	\$
HK\$700,001 - HK\$800,000 p.a.	nil	-
HK\$800,001 - HK\$900,000 p.a.	nil	-
HK\$900,001 - HK\$1,000,000 p.a.	nil	-
HK\$1,000,001 - HK\$1,100,000 p.a.	nil	-
HK\$1,100,001 - HK\$1,200,000 p.a.	nil	-
>HK\$1,200,000 p.a.	nil	-

7. Other Charges

The breakdown of Other Charges is as follows:

	2024-25	2023-24
	\$	\$
<u>Other Charges</u>		
(a) Utilities	336,755	358,935
(b) Food	236,962	237,235
(c) Administration Expenses	312,792	231,072
(d) Stores and Equipment	3,360	9,720
(e) Repair and Maintenance	194,514	189,178
(f) Special Allowances	-	-
(g) Programme Expenses	1,152,411	747,144
(h) Transportation & Travelling	66,239	59,131
(i) Insurance	300,078	280,323
(j) Miscellaneous	-	-
Total	2,603,111	2,112,738

8. Analysis of Lump Sum Grant Reserve and balances of other SWD Subventions

2024-2025 FIGURES

	Analysis of Reserve Fund				
	Lump Sum Grant (LSG) \$	Other Funds or Donations for Designated Purpose \$	Rent and Rates \$	Central Items \$	Total \$
Income					
Lump Sum Grant	15,000,013	-	-	-	15,000,013
Fee Income	-	-	-	-	-
Other Income	-	119,489	-	-	119,489
Interest Received (Note (1))	-	-	-	-	-
Rent and Rates	-	-	-	-	-
Central Items	-	-	-	14,295,196	14,295,196
Total Income (a)	15,000,013	119,489	-	14,295,196	29,414,698
Expenditure					
Personal Emoluments	14,252,311	-	-	-	14,252,311
Other Charges	2,483,622	119,489	-	-	2,603,111
Rent and Rates	-	-	-	-	-
Central Items	-	-	-	12,210,054	12,210,054
Total Expenditure (b)	16,735,933	119,489	-	12,210,054	29,065,476
Surplus/(Deficit) for the Year (a) – (b)	(1,735,920)	-	-	2,085,142	349,222
Less: Deficit absorbed by own resources	2,017,948	-	-	-	2,017,948
Less: Surplus of Provident Fund	(282,028)	-	-	-	(282,028)
	-	-	-	2,085,142	2,085,142
Surplus/(Deficit) b/f (Note (2))	-	-	-	1,742,006	1,742,006
	-	-	-	3,827,148	3,827,148
Less: Refund to Government	-	-	-	(1,642,006)	(1,642,006)
Surplus/(Deficit) c/f (Note(4))	-	-	-	2,185,142	2,185,142

Notes:

- (1) Interest received on LSG and Provident Fund reserves, rent and rates, central items are included as one item under LSG; and the item is considered as part of LSG reserve.
- (2) Accumulated balance LSG Surplus b/f from previous years (including holding account) and all interest received in previous years should be included in the surplus b/f under LSG.
- (3) Amount of LSG Reserve used to cover the salary adjustment for Dementia Supplement and Infirmary Care Supplement, if any, as per Schedule for Central Items.
- (4) The level of LSG cumulative reserve (i.e. S), less LSG Reserve kept in the holding account, will be capped at 25% of the NGO's operating expenditure (excluding Provident Fund expenditure) for the year.