

**CHARLES K. KAO FOUNDATION  
FOR ALZHEIMER'S DISEASE LIMITED  
高錕慈善基金有限公司**

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 MARCH 2023**

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**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**REPORT OF THE GOVERNORS**

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The governors have pleasure in submitting their report together with the audited financial statements of CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED (the "Foundation") for the year ended 31 March 2023.

**PRINCIPAL ACTIVITIES**

The principal activities of the Foundation are to promote early detection of dementing illness, promote public awareness of dementia and conduct education on brain health care strategies to the community of the HKSAR and advocate better knowledge and advance care planning for Alzheimer's disease. There are no significant changes compared with the activities conducted in previous year.

**Current Key Programmes of the Foundation**

Partnering with other organisations and education institutes in Hong Kong, the Foundation has designed various programmes to accommodate the needs of the Alzheimer's patients and their caregivers, as well as to educate the younger generation to know more about the disease.

**Jockey Club Charles Kao Brain Health Mobile Services**

Early screening and diagnosis of Alzheimer's are key targets in fighting against the disease as a cure is not yet available. The Foundation partnered with Hong Kong Jockey Club Charities Trust and St. James' Settlement to provide free screening and cognitive training for people with suspected dementia, and provide psychological support programmes and training to caregivers. The vehicle visits all 18 districts in Hong Kong and collaborates with other service units of non-government organisations to provide dementia awareness activities for the general public.

**Brain Health Education Programme**

The public awareness programme aims to increase dementia awareness among youth and children in Hong Kong. The Foundation has organised interactive talks, dramas and puppet shows, since September 2013 to bring understanding and compassion to elderly people with memory impairment.

**Caregivers Supporting Programmes**

Caregiving to an Alzheimer's patient can be stressful and overwhelming. The Foundation partnered with different organisations to provide support to caregivers, to relieve their stress and to enhance their caregiving skills. The Foundation has subsidised several dementia supporting programmes of different dementia care centres, and organised outdoor group activities for patients, their families and caregivers.

**FINANCIAL STATEMENTS**

The result of the Foundation for the year ended 31 March 2023 and the Foundation's financial position as at that date are exhibited in the annexed audited financial statements.

**Fund**

Details of movements in reserves during the year are set out in the statement of changes in equity on page 9.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**REPORT OF THE GOVERNORS (Continued)**

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**SHARE CAPITAL**

The Foundation was incorporated under Companies Ordinance as a Foundation limited by guarantee. The Foundation has nine members at present. The liability of the member is limited to contributing to the asset of the Foundation to the extent of HK\$100 each in the event that the Foundation is wound up. The maximum number of members of the Foundation is declared to be 100 in accordance with the article 2(a) of the Foundation's Articles of Association.

**GOVERNORS**

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

KAO May Wan  
LAI Kam Cheung Michael  
LEE Pui Ling Angelina  
LO Wing Yan William  
MONG Tak Yeung David  
TONG Sai Wong  
TSUI Lap Chee  
CHIU Ha Ying  
TONG Chee Ching Diana

In accordance with article 42 of the Foundation's Articles of Association, all existing governors shall retire at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

**INDEMNITY OF GOVERNORS**

During the year and up to the date of this governors' report, a permitted indemnity provision, as defined in section 469 of the Hong Kong Companies Ordinance (Cap. 622), is in force for the benefit of the Governors.

**MANAGEMENT CONTRACTS**

The Foundation has not entered into any contract with any individual, firm or body corporate to manage or administer the whole or any substantial part of any business of the Foundation during the year.

**REPORTING EXEMPTION**

Since the Foundation falls within reporting exemption for the financial year in accordance with the Companies Ordinance, it has been exempted from certain disclosures in the report of the governors and in the financial statements.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

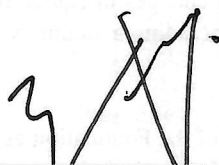
**REPORT OF THE GOVERNORS (Continued)**

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**AUDITOR**

The financial statements for the year were audited by Messrs. CHENG & CHENG LIMITED who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board



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LO Wing Van William  
Governor

Hong Kong, 27 November 2023



## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED

高錕慈善基金有限公司

(Incorporated in Hong Kong with liability limited by guarantee)

#### Opinion

We have audited the financial statements of CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED (the "Foundation") set out on pages 7 to 19, which comprise the statement of financial position as at 31 March 2023, and the 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 our opinion, the financial statements give a true and fair view of the financial position of the Foundation 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 Foundation 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 governors are responsible for the other information. The other information comprises the information included in the report of the governors, 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.

## **INDEPENDENT AUDITOR'S REPORT (Continued)**

### **TO THE MEMBERS OF CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**

高錕慈善基金有限公司

(Incorporated in Hong Kong with liability limited by guarantee)

#### **Responsibilities of governors for the financial statements**

The governors 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 governors 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 governors are responsible for assessing the Foundation'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 governors either intend to liquidate the Foundation or to cease operations, or have no realistic alternative but to do so.

#### **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. This report is made solely to you, as a body, in accordance with Section 405 of Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAAs 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 HKSAAs, 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the governors.

## INDEPENDENT AUDITOR'S REPORT (Continued)

### TO THE MEMBERS OF CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED


高錕慈善基金有限公司

(Incorporated in Hong Kong with liability limited by guarantee)

#### Auditor's responsibilities for the audit of the financial statements (Continued)

- Conclude on the appropriateness of the governors' 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 Foundation'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 Foundation 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 the governors 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.



CHENG & CHENG LIMITED  
Certified Public Accountants

Hong Kong, 27 November 2023

Chan Shek Chi  
Practising Certificate number P05540




**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
**高錕慈善基金有限公司**

**STATEMENT OF FINANCIAL POSITION**

As at 31 March 2023

	Note	2023 HK\$	2022 HK\$
<b>Non-current assets</b>			
Plant and equipment	3	-	-
<b>Current assets</b>			
Inventories	4	116,490	118,619
Deposits, prepayments and sundry receivables		179,959	304,435
Cash at bank and on hand		13,660,314	13,267,526
		13,956,763	13,690,580
<b>Current liabilities</b>			
Sundry creditors and payables		566,473	640,645
<b>Net current assets</b>			
		13,390,290	13,049,935
<b>Total assets less current liabilities</b>			
		13,390,290	13,049,935
<b>Fund</b>			
	6	13,390,290	13,049,935

Signed on behalf of the Board of Governors by:-

  
 LO Wing Yan William  
 Governor

  
 TONG Sai Wong  
 Governor

The attached notes form an integral part of these financial statements.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**STATEMENT OF COMPREHENSIVE INCOME**

For the year ended 31 March 2023

	Note	2023 HK\$	2022 HK\$
<b>Revenue</b>	7	1,952,908	1,404,749
Fundraising expenses		(223,752)	(173,499)
Project expenses	8	(644,513)	(1,080,165)
Other income	9	273,165	106,934
Administrative and other operating expenses		(799,447)	(855,724)
Other net (loss)/income	10	<u>(218,006)</u>	<u>112,651</u>
<b>Surplus/(deficit) before taxation</b>	11	340,355	(485,054)
Income tax	12	<u>-</u>	<u>-</u>
<b>Surplus/(deficit) for the year</b>		<u>340,355</u>	<u>(485,054)</u>

There was no other comprehensive surplus or deficit during the year.

The attached notes form an integral part of these financial statements.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**STATEMENT OF CHANGES IN EQUITY**

For the year ended 31 March 2023

	Accumulated fund HK\$
<b>Balance at 1 April 2021</b>	13,534,989
Deficit for the year	<u>(485,054)</u>
<b>Balance at 31 March 2022 and 1 April 2022</b>	13,049,935
Surplus for the year	<u>340,355</u>
<b>Balance at 31 March 2023</b>	<u><u>13,390,290</u></u>

The attached notes form an integral part of these financial statements.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
**高錕慈善基金有限公司**

**STATEMENT OF CASH FLOWS**

For the year ended 31 March 2023

	Note	2023 HK\$	2022 HK\$
<b>Operating activities</b>			
Surplus/(deficit) before taxation		340,355	(485,054)
Adjustments for:			
Depreciation of owned assets		-	22,841
Interest income		(273,165)	(106,934)
Operating profit/(loss) before working capital changes		67,190	(569,147)
Decrease in inventories		2,129	1,398
Decrease/(increase) in deposits, prepayments and sundry receivables		242,005	(155,498)
(Decrease)/increase in sundry creditors and payables		(74,172)	135,341
Cash generated from/(used in) operations		237,152	(587,906)
Interest received		155,636	106,934
<b>Net cash from/(used in) operating activities</b>		392,788	(480,972)
<b>Net cash used in investing activities</b>	13	-	(22,841)
<b>Net cash from financing activities</b>		-	-
<b>Increase/(decrease) in cash and cash equivalents</b>		392,788	(503,813)
<b>Cash and cash equivalents at the beginning of the year</b>		13,267,526	13,771,339
<b>Cash and cash equivalents at the end of the year</b>	14	13,660,314	13,267,526

The attached notes form an integral part of these financial statements.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2023

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**1. CORPORATE INFORMATION**

CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED (the "Foundation") is a foundation with liability limited by guarantee and incorporated in Hong Kong and its registered office is 25th Floor, Neich Tower, 128 Gloucester Road, Wanchai, Hong Kong. Its principal place of business is Room 1507, 15th Floor, 8 Queen's Road East, Wan Chai, Hong Kong.

**2. 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 ("HKICPA") and the requirements of the Hong Kong Companies Ordinance. The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**(a) BASIS OF PREPARATION**

These financial statements have been prepared under the historical cost convention. These financial statements are presented in Hong Kong Dollars and all values are rounded to the nearest dollar unless otherwise stated.

The preparation of financial statements in conformity with the HKFRS for Private Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies.

**(b) FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are recognized on the Foundation's statement of financial position when the Foundation becomes a party to the contractual provisions of the instrument.

**Receivables**

Receivables are recognized initially at the transaction price. They are subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of receivables is established when there is objective evidence that the Foundation will not be able to collect all amounts due according to the original terms of the receivables.

**Payables**

Payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2023

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(c) PLANT AND EQUIPMENT**

Plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Foundation adds to the carrying amount of an item of plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the Foundation. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight line method. The estimated useful lives range as follows:

- Furniture and equipment 1 year

The residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized within "other net gains/(losses)" in the statement of comprehensive income.

**(d) LEASES**

**Operating lease charges**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.

**(e) IMPAIRMENT OF ASSETS**

**Impairment of financial instruments**

At the end of each reporting period, financial instruments measured at cost or amortized cost are reviewed for objective evidence of impairment. Impairment losses are recognized in profit or loss immediately. If the objective evidence reverses in a subsequent period, impairment losses are reversed in profit or loss of subsequent periods.

For instruments measured at amortized cost (for example, trade accounts and notes receivable), the impairment loss is the difference between the assets carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2023

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(e) IMPAIRMENT OF ASSETS (Continued)**

**Impairment of non-financial assets other than inventories**

Assets that are subject to depreciation or amortization are assessed at each reporting date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit to which the asset has been allocated) is tested for impairment. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

**(f) INVENTORIES**

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in first-out (FIFO) method. The cost of finished goods and work in progress comprises packaging costs, raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity). At each reporting date, inventories are assessed for impairment. If inventory is impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognized immediately in profit or loss.

**(g) CASH AND CASH EQUIVALENTS**

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition.

**(h) EMPLOYEE BENEFITS**

**Pension obligations**

The Foundation has defined contribution plans. A defined contribution plan is a pension plan under which the Foundation pays fixed contributions into a separate entity and has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

For defined contribution plans, the Foundation pays contributions to publicly or privately administered pension insurance plans on a mandatory or contractual basis. The contributions are recognized as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognized as an asset.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

For the year ended 31 March 2023

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(i) INCOME TAX**

The Foundation is a charitable institution and is exempted from all taxes under Section 88 of the Inland Revenue Ordinance (Cap. 112).

**(j) REVENUE RECOGNITION**

Revenue is measured at the fair value of the consideration received or receivable.

Revenue is recognized in profit or loss provided it is probable that the economic benefits will flow to the Foundation and the revenue and costs, if applicable, can be measured reliably, as follows:

**(i) Donations received and activity income**

Donations received and activity income is recognised whenever it is received or receivable.

**(ii) Interest income**

Interest income is recognized as it accrues using the effective interest method.

**(k) FUNCTIONAL AND PRESENTATION CURRENCY**

Items included in the accounts of the Foundation are measured by using the currency of the primary economic environment in which the Foundation operates (the functional currency). The financial statements are presented in Hong Kong Dollars ("HK\$"), which is the functional and presentation currency.

**(l) TRANSLATION OF FOREIGN CURRENCIES**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

Foreign exchange gains and losses are presented in profit or loss within "other net gains/(losses)".



**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
**高錕慈善基金有限公司**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

For the year ended 31 March 2023

**3. PLANT AND EQUIPMENT**

	Furniture and equipment HK\$
<b>Cost</b>	
At 1 April 2022 and at 31 March 2023	22,841
<b>Deduct: Accumulated depreciation</b>	
At 1 April 2022 and at 31 March 2023	<u>22,841</u>
<b>Net book values</b>	
At 31 March 2023	<u><u>-</u></u>
At 31 March 2022	<u><u>-</u></u>

**4. INVENTORIES**

	2023 HK\$	2022 HK\$
Finished goods	<u>116,490</u>	<u>118,619</u>

The cost of inventories recognised as expense amounted to HK\$2,129 (2022: HK\$1,398).

**5. REMUNERATION, BENEFITS AND INTERESTS OF GOVERNORS**

Governors' remuneration, benefits and interests disclosed pursuant to section 383 of the Companies Ordinance (Cap. 622) and Companies (Disclosure of Information about Benefits of Governors) Regulation (Cap. 622G) for the year is Nil (2022: Nil).

**6. FUND**

The Foundation was incorporated under the Companies Ordinance as a foundation with liability limited by guarantee. The Foundation has nine members at present. The liability of each member is limited to contributing to the assets of the Foundation to the extent of HK\$100 each in the event that the Foundation is wound up. The maximum number of members of the Foundation is declared to be 100 in accordance with the article 2(a) of the Foundation's Articles of Association.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
**高錕慈善基金有限公司**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

For the year ended 31 March 2023

**7. REVENUE**

The Foundation is principally engaged in promoting early detection of dementing illness, promoting public awareness of dementia and conducting education on brain health care strategies to the community of the HKSAR and advocating better knowledge and advance care planning for Alzheimer's disease. An analysis of revenue of the Foundation is as follows:-

	2023 HK\$	2022 HK\$
Donations received	1,950,189	1,207,522
Activity income	2,719	197,227
	<u>1,952,908</u>	<u>1,404,749</u>

**8. PROJECT EXPENSES**

	2023 HK\$	2022 HK\$
Brain Health Education Programme	110,800	61,500
Cognitive Stimulation Therapy for Deprived People with Dementia Project	-	80,900
Cost of production of Charles K. Kao video	-	112,000
Cost of sales of mooncake	41,584	100,364
Cost of sales of "Taking Care of The Elderly"	2,129	1,348
Jockey Club Charles Kao Brain Health Mobile Service	-	370,000
MaBelle Video Projection Completion	250,000	-
Staff cost	-	192,053
Supporting Charity Case for using Day Care Service	144,000	162,000
Support Services for Working Dementia Caregivers	96,000	-
	<u>644,513</u>	<u>1,080,165</u>

**9. OTHER INCOME**

	2023 HK\$	2022 HK\$
Interest income	273,165	106,934
	<u>273,165</u>	<u>106,934</u>

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
**高錕慈善基金有限公司**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

For the year ended 31 March 2023

**10. OTHER NET (LOSS)/INCOME**

	2023	2022
	HK\$	HK\$
Exchange (losses)/gains	<u>(218,006)</u>	<u>112,651</u>

**11. SURPLUS/(DEFICIT) BEFORE TAXATION**

	2023	2022
	HK\$	HK\$
Surplus/(deficit) before taxation is stated after charging:		
Depreciation of owned assets	-	22,841
Operating leases charges from:		
Minimum lease payments - Hire of land and buildings	121,936	92,076
Employee benefits:		
Salaries, wages and other benefits	501,666	627,222
Provident fund expenses:		
- Defined contribution plans	15,250	20,537
Total employee benefits expenses	516,916	647,759

**12. INCOME TAX**

The Foundation is exempted from Hong Kong Profits Tax under Section 88 of the Inland Revenue Ordinance (Cap. 112) (2022: Nil).

No provision for deferred taxation has been made as the deferred tax assets were not expected to be recognized in the foreseeable future (2022: Nil).

**13. INVESTING ACTIVITIES**

	2023	2022
	HK\$	HK\$
Purchase of plant and equipment	-	(22,841)
<b>Net cash used in investing activities</b>	<u>-</u>	<u>(22,841)</u>

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
**高錕慈善基金有限公司**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

For the year ended 31 March 2023

**14. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents included in the statement of cash flows comprise the following items in the statement of financial position:-

	2023 HK\$	2022 HK\$
Cash at bank and on hand	13,660,314	13,267,526
Cash and cash equivalents in the statement of cash flows	<u>13,660,314</u>	<u>13,267,526</u>

**15. COMMITMENTS UNDER OPERATING LEASES**

**AS LESSEES**

At the end of the reporting period, the Company as a lessee had total future minimum lease payments payable under non-cancellable operating leases as set out below:-

	2023 HK\$	2022 HK\$
Land and buildings		
- within 1 year	124,320	-
- in the 2nd to 5th years inclusive	72,520	-
	<u>196,840</u>	<u>-</u>

**16. FUNDRAISING EVENTS REQUIRING PUBLIC SUBSCRIPTION PERMIT FROM THE SOCIAL WELFARE DEPARTMENT**

**Public Subscription Permit: 2022/116/1**

**Festival Walk Christmas Charity Sales**

	2023 HK\$
Donation received	472,296
Total fundraising expenses for this event	<u>223,752</u>
Net proceeds for this event	<u>248,544</u>

The net proceed was used to support dementia care and education projects of the Foundation.

**CHARLES K. KAO FOUNDATION FOR ALZHEIMER'S DISEASE LIMITED**  
高錕慈善基金有限公司

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

For the year ended 31 March 2023

**16. FUNDRAISING EVENTS REQUIRING PUBLIC SUBSCRIPTION PERMIT FROM THE SOCIAL WELFARE DEPARTMENT (Continued)**

**Public Subscription Permit: 2021/123/1**

Festival Walk Christmas Charity Sales

	2022 HK\$
Donation received	375,445
Total fundraising expenses for this event	<u>181,209</u>
Net proceeds for this event	<u><u>194,236</u></u>

The net proceed was used to support dementia care and education projects of the Foundation.

**17. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved and authorized for issue by the Board of Governors on 27 November 2023.

