

Financial Review 2011/2012

Overview

In the financial year 2011/2012, the Institution continued to sustain a healthy financial and cash position. The surplus for the year was HK\$4.18 million with the income increased by HK\$2.26 million while the expenditure reduced by HK\$1.38 million as compared to last year. Total net assets as at 31 March 2012 after net off the decrease in fair value of investment of HK\$2 million were HK\$68 million which is about HK\$2 million higher than that of last year.

Source of Fund

Major sources of income were membership fees, accreditation income and training fees. These accounted for 77.8% of the total income of HK\$33.4 million. In addition, the income for the year included a donation for the learned society activities' premises of HK\$686,000. As compared to the total income of last year of HK\$31.1 million, there was an increase of 7.3% for the year.

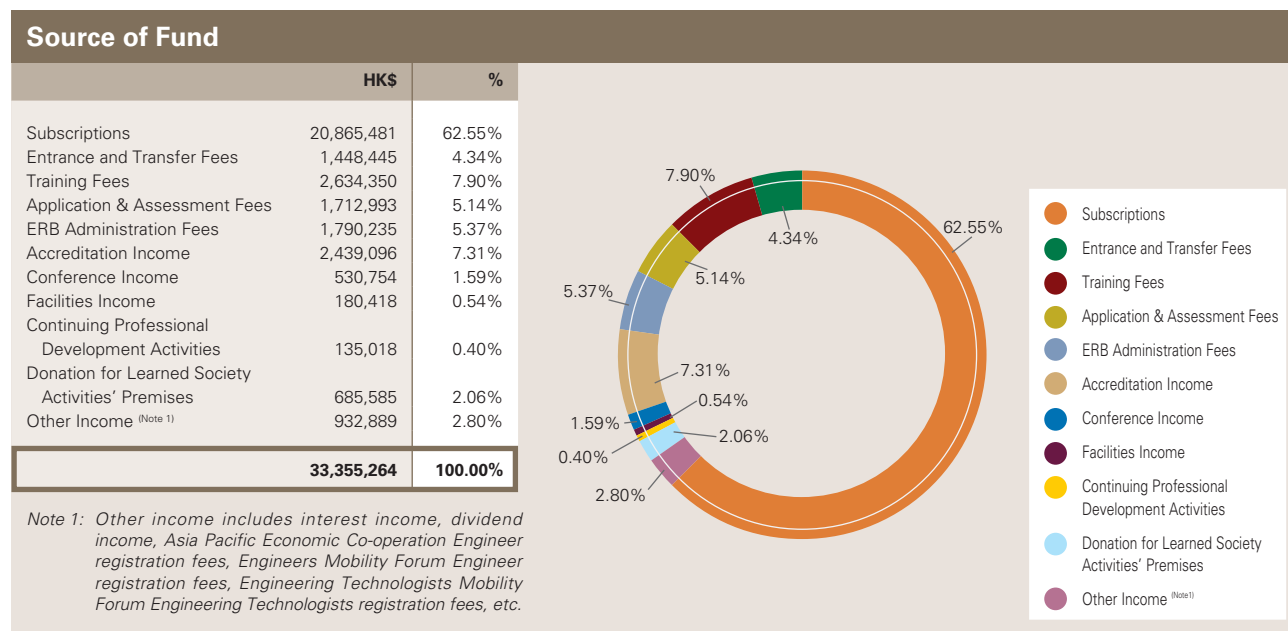
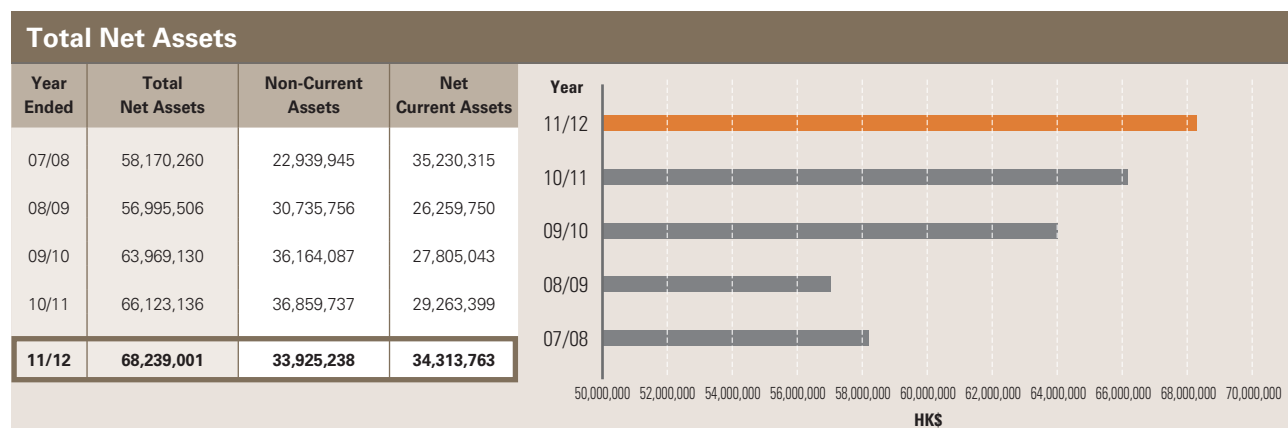
Use of Fund

Total expenditure for the year was HK\$29.2 million. There was a decrease of 4.5% as compared to HK\$30.6 million last year.

The "Technology for Quality Living" Programme jointly organised with the Hong Kong Science Museum was conducted in February and March 2012. The Programme included a month-long special exhibition and a series of lectures and tours on related projects. The cost incurred for the event during the year was HK\$629,000.

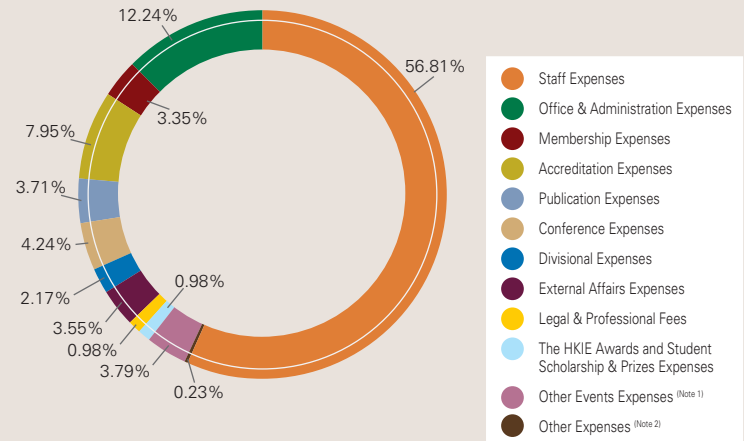
The Study on the History of the HKIE was kicked off during the year to research into the history of the engineering profession and the development of any related association(s) of the profession from 1842 to 1950 as well as when and how engineers gathered together leading to the formation of a learned society and its subsequent development. The cost incurred for the study during the year was HK\$196,000.

The Institution has spent for various other activities by an amount of HK\$451,000 in the year under review. These activities included the HKIE President's Protégé Scheme, New Members Reception, *Hong Kong Engineer* Readership Survey, a comparison study for Structural Disciplines in Hong Kong and the Mainland, etc.



Use of Fund

	HK\$	%
Staff Expenses	16,572,225	56.81%
Office & Administration Expenses	3,571,959	12.24%
Membership Expenses	977,231	3.35%
Accreditation Expenses	2,320,629	7.95%
Publication Expenses	1,082,578	3.71%
Conference Expenses	1,237,827	4.24%
Divisional Expenses	634,236	2.17%
External Affairs Expenses	1,036,073	3.55%
Legal & Professional Fees	286,528	0.98%
The HKIE Awards and Student Scholarship & Prizes Expenses	284,867	0.98%
Other Events Expenses ^(Note 1)	1,103,925	3.79%
Other Expenses ^(Note 2)	66,321	0.23%
Total	29,174,399	100.00%



Note 1: Other events include Study on the History of the HKIE, "Technology for Quality Living" Programme and Comparison Study for Structural Disciplines in HK & the Mainland, etc.

Note 2: Other expenses include expenses for Asia Pacific Economic Co-operation Engineer, Engineers Mobility Forum Engineer and Engineering Technologists Mobility Forum Engineering Technologists, etc.

Performance by Divisions

	(1)	(2)	(3)	(4)	(5)=(1)+(2)-(3)+(4)	(6)	(7)=(5)-(6)
	Allocation 2011/12 HK\$	Surplus/ (Deficit) b/f HK\$	Surplus Returned to Headquarters HK\$	Income HK\$ (Note 1)	Total Funds HK\$	Expenditure HK\$ (Note 2)	Surplus/ (Deficit) at 31 March 2012 HK\$ (Note 3)
Associate Members Committee	53,000	35,936	-	0	88,936	68,530	20,406
Biomedical Division	36,000	64,428	-	2,744	103,172	3,905	99,267
Building Division	67,000	502,456	-	13,441	582,897	89,730	493,167
Building Services Division	110,000	911,890	-	35,189	1,057,079	126,315	930,764
Control, Automation & Instrumentation Division	54,000	2,335	-	9,398	65,733	(78,917)*	144,650
Civil Division	154,000	1,069,065	-	25,120	1,248,185	215,624	1,032,561
Electrical Division	82,000	636,921	-	9,706	728,627	(78,585)*	807,212
Electronics Division	54,000	164,768	-	8,994	227,762	54,078	173,684
Environmental Division	102,000	360,259	-	11,597	473,856	158,607	315,249
Fire Division	40,000	553,688	-	10	593,698	124,610	469,088
Gas & Energy Division	49,000	51,344	-	4,469	104,813	29,489	75,324
Geotechnical Division	99,000	216,593	-	4,855	320,448	(244,158)*	564,606
Information Technology Division	74,000	311,378	-	10,599	395,977	(148,527)*	544,504
Materials Division	40,000	99,024	-	1,733	140,757	(25,780)*	166,537
Manufacturing & Industrial Division	46,000	176,768	-	6,530	229,298	24,282	205,016
Mechanical, Marine, Naval Architecture & Chemical Division	75,000	337,227	-	17,913	430,140	37,681	392,459
Nuclear Division	42,000	32,630	-	325	74,955	46,756	28,199
Safety Specialist Committee	97,000	98,238	-	0	195,238	14,128	181,110
Structural Division	117,000	894,751	-	4,563	1,016,314	119,630	896,684
Student Chapter – City U	19,327	29,607	-	1	48,935	8,047	40,888
Student Chapter – CUHK	13,385	6,299	-	0	19,684	11,518	8,166
Student Chapter – IVE(TY)	35,518	6,189	-	0	41,707	19,610	22,097
Student Chapter – IVE(CW)	20,976	3,966	-	0	24,942	6,255	18,687
Student Chapter – IVE(ST)	15,557	4,707	-	0	20,264	14,213	6,051
Student Chapter – HKU	12,959	23,776	-	1	36,736	12,978	23,758
Student Chapter – HKUST	17,807	34,727	-	1	52,535	8,270	44,265
Student Chapter – Poly U	24,471	59,114	-	1	83,586	7,250	76,336
Young Members Committee	90,000	446,978	-	3,130	540,108	(35,962)*	576,070
Total	1,641,000	7,135,062	-	170,320	8,946,382	589,577	8,356,805

Note 1: Income included receipts for affiliate subscriptions.

Note 2: Expenditure included net deficit/surplus of special events.

Note 3: Surplus represents accumulated surplus and therefore does not agree with the current year surplus in the audited accounts.

* Being special events surplus in excess of total expenditure for the year.