

FINANCIAL REVIEW 2022/2023

Overview

In the financial year 2022/2023, the Institution continued to sustain a healthy financial and cash position. The surplus for the year was HK\$5.2 million as compared with that of last year of HK\$2.9 million. Total net assets as at 31 March 2023 netting off the decrease in fair value of investment of HK\$0.5 million were HK\$132 million which is about HK\$5 million higher than that of last year.

Source of Fund

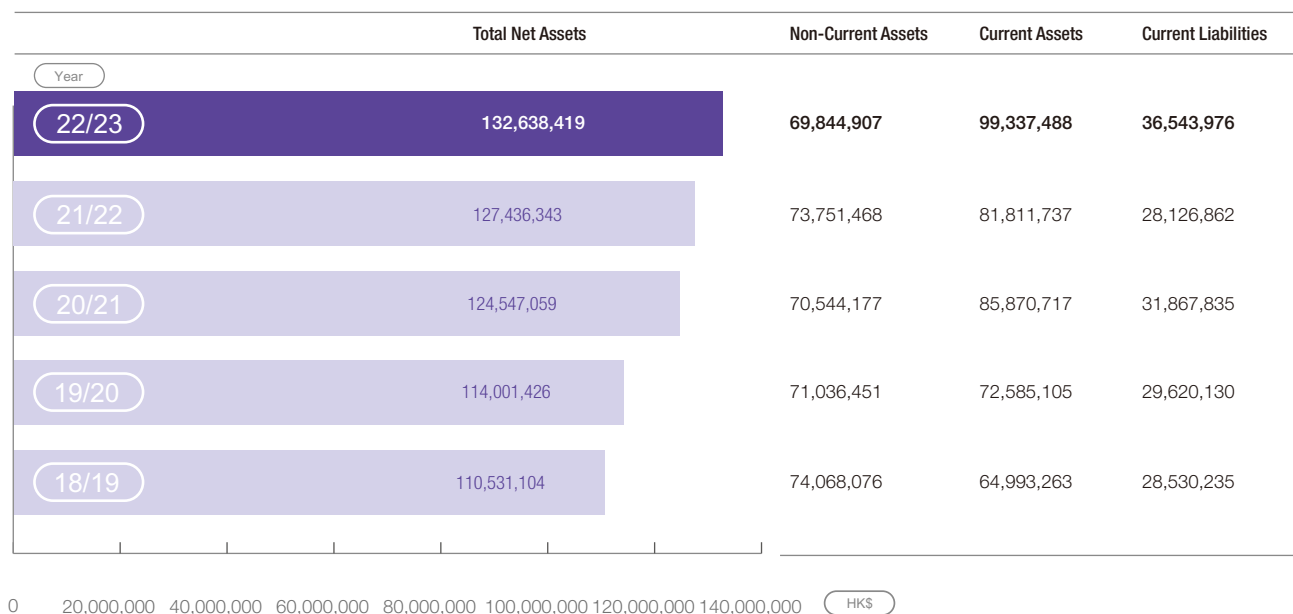
The total income for the year was HK\$76.7 million. The major sources of income were membership fees, accreditation income and training fees, these accounted for 65% of the total income. As compared with the income of last year, which was HK\$60.5 million, it was an increase of 26.7%. With the ease of the COVID-19, many events and activities were resumed during the year as compared to that of last year and the income generated from related events/activities for the year had therefore increased.

Use of Fund

Total expenditure for the year was HK\$71 million. There was an increase of 24.5% as compared with HK\$57 million last year. The increase in expenditure was mainly due to the increase in organisation of activities after the pandemic epidemic.

In addition, the “Hong Kong Engineers Week 2023” had been organised in March 2023 with activities within a whole week. The event included competition, carnival, exhibition, lectures, conference and fundraising cycling & run and the expenditure incurred was HK\$8.6 million. With various sponsorship support, the event was break-even. The “HKIE Time to Change Roadmap” had completed in the year and the balance of the related cost was HK\$405,000. A series of activities had also been organised during the year under the theme of the Session “Proud to be Engineers” with part of the expenditure incurred in the financial year of HK\$690,000.

Total Net Assets



Performance by Divisions

| | (1) Allocation 2022/23 HK\$ | (2) Surplus/ (Deficit) b/f HK\$ | (3) Surplus Returned to Headquarters HK\$ | (4) Income HK\$ (Note 1) | (5)=(1)+(2)+(3)+(4) Total Funds HK\$ | (6) Expenditure HK\$ (Note 2) | (7)=(5)-(6) Surplus/ (Deficit) at 31 March 2023 HK\$ (Note 3) |
|-------|--------------------------------------|---|---|-----------------------------------|---|--|--|
| Total | 1,830,940 | 16,412,366 | (3,795) | 112,130 | 18,351,641 | 3,143,117 | 15,208,524 |

Note:

- 1) Income included receipts for affiliate subscriptions.
 - 2) Expenditure included net deficit/(surplus) of special events.
 - 3) Surplus represents accumulated surplus and therefore does not agree with the current year surplus.
- * Being special events surplus in excess of total expenditure for the year.