

Consolidated statement of profit or loss and other comprehensive income

For the year ended 31 December 2021

	Notes	2021 HK\$	2020 HK\$
Income			
Levy income	4	1,056,115,636	1,134,640,828
Workers registration fee income	5	5,493,108	7,607,553
Course fees and related income	6	33,041,551	16,390,464
Trade testing income	6	5,293,594	4,997,036
Investment and interest income	7	14,786,779	38,472,819
Other income	8	53,735,956	43,149,822
		1,168,466,624	1,245,258,522
Expenditure			
Staff costs	9	428,073,055	455,145,641
Training expenses		157,009,802	207,251,958
Workshop expenses		24,029,044	22,168,615
General and administrative expenses	10	100,666,033	104,854,898
Relief measures for COVID-19	11	126,354,365	8,955,154
Repair and maintenance expenses		36,436,269	39,691,952
Advertising and publicity expenses		46,225,236	50,450,210
Depreciation	12	223,840,282	165,036,615
Impairment loss on levy receivables	16	1,165,729	27,693
		1,143,799,815	1,053,582,736
Surplus for the year		24,666,809	191,675,786
Other comprehensive expense for the year			
Item that will not be reclassified to profit or loss:			
Equity instruments at fair value through other comprehensive income			
– Decrease in fair value		(388,869)	(10,056,092)
Surplus and total comprehensive income for the year		24,277,940	181,619,694

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Consolidated statement of financial position

At 31 December 2021

	Notes	2021 HK\$	2020 HK\$
Non-current assets			
Property, plant and equipment	13	1,092,483,743	828,473,382
Construction in progress	13	108,456,632	374,767,707
Debt instruments at amortised cost	14	262,514,998	59,122,814
Equity instruments at fair value through other comprehensive income ("FVTOCI")	15	10,849,445	11,238,314
		1,474,304,818	1,273,602,217
Current assets			
Levy receivables	16	82,061,970	67,857,638
Deposits, prepayments and other receivables	17	86,460,067	54,270,863
Cash and bank balances	18	2,693,625,040	2,964,127,027
		2,862,147,077	3,086,255,528
Current liabilities			
Accounts and other payables and accruals	19	342,460,244	241,279,542
Construction Innovation and Technology Fund	20	773,194,637	920,193,391
Lease liabilities	21	7,033,535	10,154,381
Contract liabilities	22	10,239,727	11,782,751
		1,132,928,143	1,183,410,065
Net current assets		1,729,218,934	1,902,845,463
Total assets less current liabilities		3,203,523,752	3,176,447,680

Consolidated statement of financial position (continued)

At 31 December 2021

	Notes	2021 HK\$	2020 HK\$
Non-current liabilities			
Lease liabilities	21	12,162,930	4,580,390
Contract liabilities	22	5,407,207	10,191,615
		17,570,137	14,772,005
Net assets			
		3,185,953,615	3,161,675,675
Represented by:			
Accumulated fund		2,790,962,449	2,766,295,640
General reserve		389,353,310	389,353,310
Investment revaluation reserve		5,637,856	6,026,725
Total fund and reserves			
		3,185,953,615	3,161,675,675

The consolidated financial statements on pages 167 to 203 were approved and authorised for issue by the Council members of Construction Industry Council on 29 April 2022 and were signed on their behalf by:

HO On-sing, Thomas
Chairman

WONG Hin-wing, Simon
Council member

Consolidated statement of changes in fund and reserves

For the year ended 31 December 2021

	Accumulated fund HK\$	General reserve HK\$ (Note a)	Investment revaluation reserve HK\$ (Note b)	Total HK\$
At 1 January 2020	2,586,969,204	389,353,310	3,733,467	2,980,055,981
Surplus for the year	191,675,786	–	–	191,675,786
Other comprehensive expense for the year	–	–	(10,056,092)	(10,056,092)
Reclassification adjustment upon disposal of equity instruments at FVTOCI	(12,349,350)	–	12,349,350	–
At 31 December 2020	2,766,295,640	389,353,310	6,026,725	3,161,675,675
Surplus for the year	24,666,809	–	–	24,666,809
Other comprehensive expense for the year	–	–	(388,869)	(388,869)
At 31 December 2021	2,790,962,449	389,353,310	5,637,856	3,185,953,615

Notes:

- (a) General reserve has been set up to record the statutory transfer of net assets from Construction Industry Training Authority on 1 January 2008 and Construction Workers Registration Authority on 1 January 2013. The general reserve was created for employing the reserve in the operations of the Council or by investing the reserve in such manner as the Council members think fit. The Council members may apply the general reserve for any other special purpose.
- (b) Investment revaluation reserve comprises the cumulative net change in the fair value of equity investments at FVTOCI held at the end of the reporting period and is dealt with in accordance with the accounting policy in Note 3.

Consolidated statement of cash flows

For the year ended 31 December 2021

	2021 HK\$	2020 HK\$
Operating activities		
Surplus for the year	24,666,809	191,675,786
Adjustments for:		
Impairment loss on levy receivables	1,165,729	27,693
Interest expense on lease liabilities	280,722	488,254
Depreciation	223,840,282	165,036,615
Investment and interest income	(14,786,779)	(38,472,819)
Loss on disposal of property, plant and equipment	3,134,515	2,871,581
Operating cash flow before movements in working capital	238,301,278	321,627,110
(Increase)/decrease in levy receivables	(15,370,061)	20,688,062
Increase in deposits, prepayments and other receivables	(32,533,491)	(10,084,740)
Increase in accounts and other payables and accruals	87,207,362	3,720,365
Decrease in contract liabilities	(6,327,432)	(7,940,163)
Net cash from operating activities	271,277,656	328,010,634

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Consolidated statement of cash flows (continued)

For the year ended 31 December 2021

	Note	2021 HK\$	2020 HK\$
Investing activities			
Withdrawal of bank deposits with maturity over three months		1,279,567,989	4,032,567,584
Redemption of debt instruments at amortised cost		–	70,000,000
Interest received		14,786,779	46,739,351
Proceeds from equity instrument through other comprehensive income		–	16,173,551
Dividend received from equity instruments at FVTOCI		318,873	318,873
Placement in bank deposits with maturity over three months		(1,033,014,432)	(3,918,785,585)
Proceeds received on disposal of property, plant and equipment		237,488	–
Payment for purchase of property, plant and equipment		(209,123,269)	(415,582,773)
Purchase of debt instruments at amortised cost		(203,392,184)	(59,528,633)
Net cash used in investing activities		(150,618,756)	(228,097,632)
Financing activity			
Repayment of lease liabilities	21	(11,607,330)	(14,331,854)
Net cash used in financing activity		(11,607,330)	(14,331,854)
Net increase in cash and cash equivalents		109,051,570	85,581,148
Cash and cash equivalents at the beginning of the year		135,646,300	50,065,152
Cash and cash equivalents at the end of the year		244,697,870	135,646,300
Analysis of the balances of cash and cash equivalents			
Cash and bank balances		2,693,625,040	2,964,127,027
Less: Time deposits with original maturity over three months		(2,448,927,170)	(2,828,480,727)
		244,697,870	135,646,300