

**HARMONY HOUSE LIMITED**  
**(和諧之家有限公司)**

**DIRECTORS' REPORT**

The directors have pleasure in presenting their annual report together with the audited financial statements of Harmony House Limited (the "Company") for the year ended 31 March 2020.

**PRINCIPAL ACTIVITY**

The principal activity of the Company is to provide a rent-free shelter for women and children who are victims of violence. Other activities include community education, crisis intervention, outreaching to schools, counseling and hotlines services.

The shelter premises are provided by the Government of the Hong Kong Special Administrative Region.

**FINANCIAL STATEMENTS**

The financial performance of the Company for the year ended 31 March 2020 and the financial position of the Company as at that date are set out in the financial statements on pages 6 to 42.

**DIRECTORS**

The directors of the Company during the year and up to the date of this report were as follows:

Ms. Wong Hing Chun  
Mrs. Koo Au Cheuk Ming Anna  
Mrs. Crosbie-Walsh Penny Soh Peng  
Prof. Ng Man Lun  
Dr. Kam Chak Wah  
Ms. Yu Po Kwan  
Mr. Leung Hong Shun Alexander  
Dr. Leung Suk Man Grace  
Ms. Chui Chi Yan Daisy  
Dr. Chan Tak Mau (appointed on 19 September 2020)

In accordance with Article 43 of the Company's Articles of Association, the following directors retire and being eligible, may offer themselves for re-election for the forthcoming year:

Ms. Wong Hing Chun  
Mr. Leung Hong Shun Alexander  
Ms. Chui Chi Yan Daisy

In accordance with Article 36 of the Company's Articles of Association, the following director retires and being eligible, may offer himself for re-election for the forthcoming year:

Dr. Chan Tak Mau (appointed on 19 September 2020)

**HARMONY HOUSE LIMITED**  
**(和諧之家有限公司)**

**DIRECTORS' REPORT**

**MATERIAL INTERESTS IN TRANSACTIONS, ARRANGEMENTS OR CONTRACTS**

No transactions, arrangements or contracts of significance in relation to the Company's business to which the Company was a party and in which a director of the Company or an entity connected with a director is materially interested, whether directly or indirectly, subsisted during or at the end of the financial year.

**ARRANGEMENTS TO PURCHASE SHARES OR DEBENTURES**

At no time during the year was the Company a party to any arrangements to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

**AUDITOR**

A resolution will be proposed at the forthcoming annual general meeting of the Company to re-appoint the auditor, BDO Limited.

On behalf of the directors



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Ms. Wong Hing Chun  
Director

Hong Kong, 19 September 2020

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF HARMONY HOUSE LIMITED  
(和諧之家有限公司)**

(incorporated in Hong Kong as a company limited by guarantee)

## Opinion

We have audited the financial statements of Harmony House Limited (the "Company") set out on pages 6 to 42, which comprise the statement of financial position as at 31 March 2020, and the statement of profit or loss and other comprehensive income, the statement of changes in total funds and the 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 Company as at 31 March 2020 and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") 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 Company 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.

## Other Information

The directors are responsible for the other information. The other information comprises the information included in the directors' report.

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  
TO THE MEMBERS OF HARMONY HOUSE LIMITED  
(和諧之家有限公司)**

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(incorporated in Hong Kong as a company limited by guarantee)

**Directors' Responsibilities for the Financial Statements**

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with applicable Hong Kong Financial Reporting Standards issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company 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 the 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 HKSAs 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 HKSAs, 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.



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF HARMONY HOUSE LIMITED  
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(incorporated in Hong Kong as a company limited by guarantee)

**Auditor's Responsibilities for the Audit of the Financial Statements - Continued**

- 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 Company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- conclude on the appropriateness of the directors' 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 Company'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 Company 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 directors 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.

BDO Limited  
Certified Public Accountants  
Law Fung Ha  
Practising Certificate Number P03958

Hong Kong, 19 September 2020

**HARMONY HOUSE LIMITED**  
(和諧之家有限公司)

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2020**

|                                                  | Note | Shelter<br>LSG<br>HK\$ | Shelter<br>Others<br>HK\$ | Moving Forward<br>Against Domestic<br>Violence Project<br>HK\$ | Project HE and<br>HE@T for Male<br>Victims of<br>Domestic<br>Violence<br>HK\$ | Project Smart<br>Kids<br>HK\$ | Harmony<br>Lane<br>HK\$ | Other Activities<br>HK\$ | 2020<br>Total<br>HK\$ | 2019<br>Total<br>HK\$ |
|--------------------------------------------------|------|------------------------|---------------------------|----------------------------------------------------------------|-------------------------------------------------------------------------------|-------------------------------|-------------------------|--------------------------|-----------------------|-----------------------|
|                                                  |      |                        |                           |                                                                |                                                                               |                               |                         |                          |                       |                       |
| <b>Income</b>                                    |      |                        |                           |                                                                |                                                                               |                               |                         |                          |                       |                       |
| Social Welfare Department ( "SWD" )              |      |                        |                           |                                                                |                                                                               |                               |                         |                          |                       |                       |
| - Lump Sum Grant ("LSG") Subvention              |      | 10,781,712             | -                         | -                                                              | -                                                                             | -                             | -                       | -                        | 10,781,712            | 9,857,625             |
| - Lotteries Fund/SWD Fund                        |      | -                      | 37,653                    | -                                                              | -                                                                             | -                             | -                       | -                        | 37,653                | 327,871               |
| - Special Grant                                  |      | 246,675                | 12,868                    | -                                                              | -                                                                             | -                             | -                       | -                        | 259,543               | -                     |
| - Rent and rates subsidy                         |      | -                      | -                         | 260,836                                                        | -                                                                             | -                             | -                       | -                        | 260,836               | 243,920               |
| Community Chest - Baseline Allocation            |      | -                      | 645,631                   | -                                                              | -                                                                             | -                             | -                       | 401,769                  | 1,047,400             | 1,016,800             |
| The Hong Kong Jockey Club Charities Trust        |      | -                      | -                         | 2,792,200                                                      | 2,133,006                                                                     | 2,089,137                     | -                       | -                        | 7,014,343             | 5,821,242             |
| Other donations                                  |      | -                      | 89,169                    | -                                                              | -                                                                             | -                             | 7,652                   | 817,024                  | 913,845               | 985,191               |
| Other income                                     |      | 146,545                | 190                       | -                                                              | -                                                                             | -                             | 23,451                  | 256,155                  | 426,341               | 268,059               |
| Interest income                                  |      | 2,393                  | -                         | 2,164                                                          | -                                                                             | -                             | -                       | 4,134                    | 8,691                 | 6,277                 |
| Deferred income brought forward                  |      | -                      | -                         | 614,115                                                        | -                                                                             | 498,000                       | -                       | 323,834                  | 1,435,949             | 109,441               |
| Deferred income carried forward                  |      | -                      | -                         | (1,080,588)                                                    | (725,000)                                                                     | (498,000)                     | -                       | (414,453)                | (2,718,041)           | (937,950)             |
| Accrued income                                   |      | -                      | -                         | -                                                              | 1,745,417                                                                     | 1,013,374                     | -                       | -                        | 2,758,791             | 1,989,581             |
| Fund for accrued expenses                        |      | -                      | -                         | -                                                              | (1,010,732)                                                                   | (978,849)                     | -                       | -                        | (1,989,581)           | (1,318,998)           |
| Fund for acquisition of assets                   |      | -                      | -                         | (12,160)                                                       | (35,854)                                                                      | (13,800)                      | -                       | -                        | (61,814)              | (332,371)             |
|                                                  |      | 11,177,325             | 785,511                   | 2,576,567                                                      | 2,106,837                                                                     | 2,109,862                     | 31,103                  | 1,388,463                | 20,175,668            | 18,036,688            |
| Transfer from deferred income for capital grants | 19   | -                      | 25,614                    | 13,758                                                         | 13,494                                                                        | 9,829                         | 8,625                   | 187,424                  | 258,744               | 247,713               |
|                                                  |      | 11,177,325             | 811,125                   | 2,590,325                                                      | 2,120,331                                                                     | 2,119,691                     | 39,728                  | 1,575,887                | 20,434,412            | 18,284,401            |

**HARMONY HOUSE LIMITED**  
(和諧之家有限公司)

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2020**

|                                                     | Notes | Shelter<br>LSG<br>HK\$ | Shelter<br>Others<br>HK\$ | Moving Forward<br>Against Domestic<br>Violence Project<br>HK\$ | Project HE and<br>HE@T for Male<br>Victims of<br>Domestic<br>Violence<br>HK\$ | Project Smart<br>Kids<br>HK\$ | Harmony<br>Lane<br>HK\$ | Other Activities<br>HK\$ | 2020<br>Total<br>HK\$ | 2019<br>Total<br>HK\$ |
|-----------------------------------------------------|-------|------------------------|---------------------------|----------------------------------------------------------------|-------------------------------------------------------------------------------|-------------------------------|-------------------------|--------------------------|-----------------------|-----------------------|
| <b>Expenses</b>                                     |       |                        |                           |                                                                |                                                                               |                               |                         |                          |                       |                       |
| Administrative expenses                             | 9     | 194,451                | 385                       | 189,465                                                        | 68,429                                                                        | 20,455                        | -                       | 67,510                   | 540,695               | 499,522               |
| Computer software                                   |       | 2,060                  | 83                        | 848                                                            | 833                                                                           | 208                           | -                       | 1,304                    | 5,336                 | 11,810                |
| Depreciation of property, plant and equipment       |       | -                      | 25,614                    | 13,758                                                         | 13,494                                                                        | 9,829                         | 8,625                   | 187,424                  | 258,744               | 247,713               |
| Depreciation of right-of-use assets                 |       | -                      | -                         | 216,123                                                        | -                                                                             | 27,805                        | -                       | -                        | 243,928               | -                     |
| Employee costs                                      | 6     | 9,134,214              | 615,763                   | 1,930,050                                                      | 1,635,383                                                                     | 1,394,335                     | -                       | 1,059,709                | 15,769,454            | 13,970,866            |
| Food and household supplies                         |       | 15,703                 | -                         | -                                                              | -                                                                             | -                             | -                       | -                        | 15,703                | 17,318                |
| Insurance                                           |       | 151,602                | 7,876                     | 33,715                                                         | 19,540                                                                        | 22,976                        | 5                       | 5,586                    | 241,300               | 263,425               |
| Interest expense on lease liabilities               |       | -                      | -                         | 26,013                                                         | -                                                                             | 3,347                         | -                       | -                        | 29,360                | -                     |
| Miscellaneous                                       |       | 10,174                 | 15,167                    | 5,860                                                          | 5,913                                                                         | 10,953                        | -                       | 27,250                   | 75,317                | 51,428                |
| Programmes                                          |       | 147,481                | 108,207                   | 58,972                                                         | 340,539                                                                       | 615,261                       | 6,847                   | 102,247                  | 1,379,554             | 1,046,644             |
| Publicity/publication                               |       | 3,800                  | -                         | -                                                              | -                                                                             | 2,402                         | -                       | -                        | 6,202                 | 43,177                |
| Rent and rates                                      |       | 78,700                 | -                         | 18,700                                                         | -                                                                             | -                             | -                       | -                        | 97,400                | 351,160               |
| Staff training and development                      |       | -                      | 24,276                    | 12,399                                                         | 8,461                                                                         | 960                           | 1,321                   | 17,318                   | 64,735                | 54,639                |
| Stores and equipment                                | 10    | 1,007,633              | 12,868                    | 53,345                                                         | 6,624                                                                         | 5,330                         | 800                     | 21,933                   | 1,108,533             | 975,564               |
| Travelling                                          |       | 31,332                 | 886                       | 3,178                                                          | 191                                                                           | -                             | -                       | 4,173                    | 39,760                | 35,048                |
| Utilities                                           | 11    | 225,032                | -                         | 27,899                                                         | 20,924                                                                        | 5,830                         | -                       | 20,924                   | 300,609               | 305,431               |
|                                                     |       | 11,002,182             | 811,125                   | 2,590,325                                                      | 2,120,331                                                                     | 2,119,691                     | 17,598                  | 1,515,378                | 20,176,630            | 17,873,745            |
| Net operating surplus                               |       | 175,143                | -                         | -                                                              | -                                                                             | -                             | 22,130                  | 60,509                   | 257,782               | 410,656               |
| <b>Auditor's remuneration</b>                       |       |                        |                           |                                                                |                                                                               |                               |                         |                          |                       |                       |
| Surplus of staff provident fund subvention from SWD |       |                        |                           |                                                                |                                                                               |                               |                         |                          | (50,000)              | (49,000)              |
| Deficit of shelter rent and rates reimbursed by SWD |       |                        |                           |                                                                |                                                                               |                               |                         |                          | (118,979)             | (125,080)             |
| Surplus of central item from SWD                    |       |                        |                           |                                                                |                                                                               |                               |                         |                          | 2,071                 | 3,221                 |
| Net (deficit)/surplus for the year                  | 5     |                        |                           |                                                                |                                                                               |                               |                         |                          | (123,289)             | -                     |
|                                                     |       |                        |                           |                                                                |                                                                               |                               |                         |                          | (32,415)              | 239,797               |

**HARMONY HOUSE LIMITED**  
(和諧之家有限公司)

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2020**

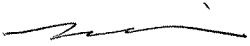
|                                                  | Notes | 2020<br>HK\$      | 2019<br>HK\$      |
|--------------------------------------------------|-------|-------------------|-------------------|
| <b>Non-current assets</b>                        |       |                   |                   |
| Property, plant and equipment                    | 12    | 298,349           | 468,279           |
| Right-of-use assets                              | 13    | <u>519,108</u>    | <u>-</u>          |
| Total non-current assets                         |       | <u>817,457</u>    | <u>468,279</u>    |
| <b>Current assets</b>                            |       |                   |                   |
| Utility deposits and prepayments                 |       | 409,430           | 293,599           |
| Other receivables                                |       | 4,179,768         | 3,357,084         |
| Amount receivable from Social Welfare Department | 14    | -                 | 30,299            |
| Cash and bank balances                           |       | <u>11,793,579</u> | <u>10,573,459</u> |
| Total current assets                             |       | <u>16,382,777</u> | <u>14,254,441</u> |
| <b>Total assets</b>                              |       | <u>17,200,234</u> | <u>14,722,720</u> |
| <b>Current liabilities</b>                       |       |                   |                   |
| Accounts payable and accruals                    |       | 1,584,933         | 1,760,280         |
| Amount payable to Social Welfare Department      | 14    | 121,218           | -                 |
| Lease liabilities                                | 15    | 253,080           | -                 |
| Staff provident fund balance                     | 16    | 1,289,340         | 1,165,842         |
| Donations for specific purposes                  | 17    | 5,783,819         | 5,012,756         |
| Cash advance from Jockey Club                    |       | 2,303,588         | 1,112,115         |
| Lotteries fund balance                           | 18    | 1,901,928         | 1,758,023         |
| Deferred income for capital grants               | 19    | <u>298,350</u>    | <u>468,280</u>    |
| Total current liabilities                        |       | <u>13,536,256</u> | <u>11,277,296</u> |
| <b>Non-current liability</b>                     |       |                   |                   |
| Lease liabilities                                | 15    | <u>266,028</u>    | <u>-</u>          |
| <b>Total liabilities</b>                         |       | <u>13,802,284</u> | <u>11,277,296</u> |
| <b>Net current assets</b>                        |       | <u>2,846,521</u>  | <u>2,977,145</u>  |
| <b>NET ASSETS</b>                                |       | <u>3,397,950</u>  | <u>3,445,424</u>  |

**HARMONY HOUSE LIMITED**  
(和諧之家有限公司)

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2020**

|                        | Notes | 2020<br>HK\$            | 2019<br>HK\$            |
|------------------------|-------|-------------------------|-------------------------|
| <b>Represented by:</b> |       |                         |                         |
| Capital                | 20    | 354,911                 | 354,911                 |
| Specific funds         | 21    | 528,699                 | 543,758                 |
| Lump sum grant reserve | 22    | 2,164,236               | 2,260,527               |
| Accumulated funds      | 23    | <u>350,104</u>          | <u>286,228</u>          |
| <b>TOTAL FUNDS</b>     |       | <u><u>3,397,950</u></u> | <u><u>3,445,424</u></u> |

On behalf of the directors

  
 \_\_\_\_\_  
 Ms. Wong Hing Chun  
 Director

  
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 Mrs. Crosbie-Walsh Penny Soh Peng  
 Director

**HARMONY HOUSE LIMITED**  
(和諧之家有限公司)

**STATEMENT OF CHANGES IN TOTAL FUNDS  
FOR THE YEAR ENDED 31 MARCH 2020**

|                          | Capital<br>HK\$ | Specific<br>funds<br>HK\$ | Lump sum<br>grant<br>reserve<br>HK\$ | Accumulated<br>funds<br>HK\$ | Total<br>HK\$    |
|--------------------------|-----------------|---------------------------|--------------------------------------|------------------------------|------------------|
| At 1 April 2018          | 354,911         | 650,501                   | 2,081,454                            | 225,504                      | 3,312,370        |
| Net surplus for the year | -               | -                         | -                                    | 239,797                      | 239,797          |
| Transfers (note 22 & 23) | -               | -                         | 179,073                              | (179,073)                    | -                |
| Fund utilised (note 21)  | -               | (106,743)                 | -                                    | -                            | (106,743)        |
| At 1 April 2019          | 354,911         | 543,758                   | 2,260,527                            | 286,228                      | 3,445,424        |
| Net deficit for the year | -               | -                         | -                                    | (32,415)                     | (32,415)         |
| Transfers (note 22 & 23) | -               | -                         | (96,291)                             | 96,291                       | -                |
| Fund utilised (note 21)  | -               | (15,059)                  | -                                    | -                            | (15,059)         |
| At 31 March 2020         | <u>354,911</u>  | <u>528,699</u>            | <u>2,164,236</u>                     | <u>350,104</u>               | <u>3,397,950</u> |

**HARMONY HOUSE LIMITED**  
(和諧之家有限公司)

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2020**

|                                                                         | 2020<br>HK\$ | 2019<br>HK\$ |
|-------------------------------------------------------------------------|--------------|--------------|
| <b>Cash flows from operating activities</b>                             |              |              |
| Net (deficit)/surplus for the year                                      | (32,415)     | 239,797      |
| Adjustments for:                                                        |              |              |
| Depreciation of property, plant and equipment                           | 258,744      | 247,713      |
| Depreciation of right-of-use assets                                     | 243,928      | -            |
| Interest expense on lease liabilities                                   | 29,360       | -            |
| Capital grants recognised as income                                     | (258,744)    | (247,713)    |
| Interest income                                                         | (8,691)      | (6,277)      |
| <b>Operating profit before working capital changes</b>                  | 232,182      | 233,520      |
| (Increase)/decrease in utility deposits and prepayments                 | (115,831)    | 51,505       |
| Increase in other receivables                                           | (822,684)    | (944,644)    |
| Decrease/(increase) in amount receivable from Social Welfare Department | 30,299       | (3,221)      |
| (Decrease)/increase in accounts payable and accruals                    | (175,347)    | 19,904       |
| Increase in amount payable to Social Welfare Department                 | 121,218      | -            |
| Increase in staff provident fund balance                                | 123,498      | 126,957      |
| Increase in donation for specific purposes                              | 771,063      | 169,478      |
| Increase in cash advance from Jockey Club                               | 1,191,473    | 614,115      |
| Increase in lotteries fund balance                                      | 486,944      | 531,920      |
| Decrease in building maintenance/renovation fund                        | -            | (84,600)     |
| Decrease in staff development fund                                      | (15,059)     | (22,143)     |
| <b>Net cash from operating activities</b>                               | 1,827,756    | 692,791      |
| <b>Cash flows from investing activities</b>                             |              |              |
| Purchases of property, plant and equipment                              | (88,814)     | (601,385)    |
| Interest received                                                       | 8,691        | 6,277        |
| <b>Net cash used in investing activities</b>                            | (80,123)     | (595,108)    |
| <b>Cash flows from financing activities</b>                             |              |              |
| Capital grants received                                                 | 88,814       | 601,385      |
| Clawback refunded to HKJC                                               | (343,039)    | (373,585)    |
| Repayment of principal portion of the lease liabilities                 | (243,928)    | -            |
| Interest paid on lease liabilities                                      | (29,360)     | -            |
| <b>Net cash (used in)/from financing activities</b>                     | (527,513)    | 227,800      |

**HARMONY HOUSE LIMITED**  
**(和諧之家有限公司)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2020**

|                                                | <b>2020</b><br><b>HK\$</b> | <b>2019</b><br><b>HK\$</b> |
|------------------------------------------------|----------------------------|----------------------------|
| Net increase in cash and cash equivalents      | 1,220,120                  | 325,483                    |
| Cash and cash equivalents at beginning of year | <u>10,573,459</u>          | <u>10,247,976</u>          |
| Cash and cash equivalents at end of year       | <u>11,793,579</u>          | <u>10,573,459</u>          |
| Analysis of cash and cash equivalents:         |                            |                            |
| Cash available on demand                       | <u>11,793,579</u>          | <u>10,573,459</u>          |