

# FINANCIAL REVIEW 2023/2024

## Overview

In the financial year 2023/2024, the Institution continued to sustain a healthy financial and cash position. The deficit for the year was HK\$1.1 million before decrease in fair value of investment of HK\$1.3 million, as compared to the surplus of last year of HK\$5.2 million. Total net assets as at 31 March 2024 netting off the decrease in fair value of investment were HK\$130 million which is about HK\$2 million lower than that of last year.

## Source of Fund

The total income for the year was HK\$85.5 million. The major sources of income were the income from membership activities accounted for 53% of the total income. As compared with the income of last year, which was HK\$76.8 million, it was an increase of 11.3%.

## Use of Fund

Total expenditure for the year was HK\$86.5 million. There was an increase of 21.8% as compared with HK\$71 million last year. Following the full recovery of economic activities after the impact of the pandemic epidemic, numerous postponed or delayed events from the past two years were successfully organized throughout this period. The expenditure for this year was therefore increased.

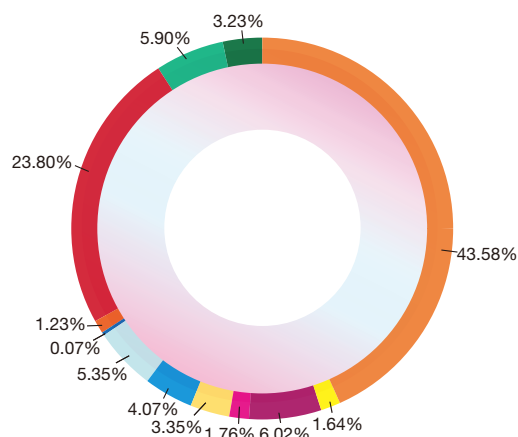
Furthermore, the Institution has been actively working to enhance our networks in both overseas and mainland. A series of delegation visits had been organized during the year, including to United Kingdom, Dubai, Beijing, Tianjin, Guangzhou, Macau, etc.

## Total Net Assets

Year Ended	Total Net Assets	Non-Current Assets	Current Assets	Current Liabilities
23/24	130,256,787	67,089,725	98,419,416	35,252,354
22/23	132,638,419	69,844,907	99,337,488	36,543,976
21/22	127,436,343	73,751,468	81,811,737	28,126,862
20/21	124,547,059	70,544,177	85,870,717	31,867,835
19/20	114,001,426	71,036,451	72,585,105	29,620,130

## Source of Fund

	HK\$	%
Subscriptions	37,247,781	43.58%
Entrance and Transfer Fees	1,401,430	1.64%
Training Fees	5,150,000	6.02%
Application & Assessment Fees	1,500,662	1.76%
ERB Administration Fees	2,861,820	3.35%
Accreditation Income	3,477,000	4.07%
Conference Income	4,568,520	5.35%
Continuing Professional Development Activities	61,522	0.07%
Donation for Learned Society Activities' Premises	1,048,611	1.23%
Divisional Income	20,337,931	23.80%
Other Event Income <sup>(note 1)</sup>	5,044,098	5.90%
Other Income <sup>(note 2)</sup>	2,760,919	3.23%
	85,460,294	100.00%

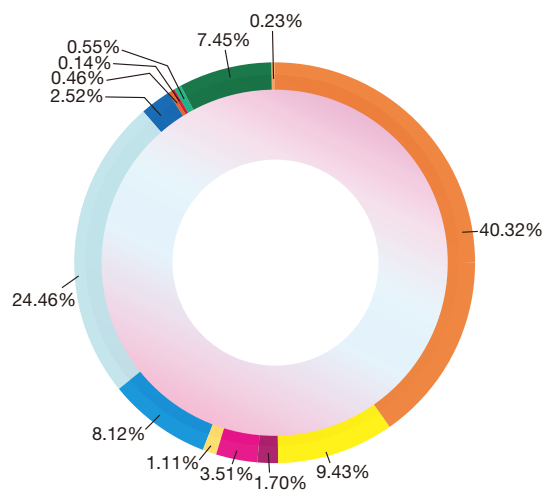


Note 1: Other event income includes income mainly from Hong Kong Engineers Week 2024, the Greater Bay Area Engineers Forum, etc.

Note 2: Other income includes interest and dividend income, Journal sponsorship income, Asia Pacific Economic Cooperation Engineer registration fees, International Professional Engineers Agreement registration fees, International Engineering Technologists Agreement registration fees, etc.

## Use of Fund

	HK\$	%
Staff Expenses	34,896,161	40.32%
Office & Administration Expenses	8,157,608	9.43%
Membership Expenses	1,467,685	1.70%
Accreditation Expenses	3,041,496	3.51%
Publication Expenses	960,155	1.11%
Conference Expenses	7,031,279	8.12%
Divisional Expenses	21,171,431	24.46%
External Affairs Expenses	2,182,726	2.52%
Legal & Professional Fees	395,358	0.46%
Facilities Expenses	122,918	0.14%
The HKIE Awards and Student Scholarship & Prizes Expenses	474,465	0.55%
Other Events Expenses <sup>(note 1)</sup>	6,444,722	7.45%
Other Expenses <sup>(note 2)</sup>	199,467	0.23%
	86,545,471	100.00%



Note 1: Other events expenses includes expenses mainly for Hong Kong Engineers Week 2024, the Greater Bay Area Engineers Forum, etc.

Note 2: Other expenses includes Construction Dispute Resolution courses expenses, Asia Pacific Economic Cooperation Engineer expenses, International Professional Engineers Agreement expenses, International Engineering Technologists Agreement expenses, etc.

## Performance by Divisions

	(1) Allocation 2023/2024 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 2024 HK\$ (Note 3)
Aircraft Division	41,000	509,491	(20,087)	143	530,547	212,007	318,540
Associate Members Committee	42,000	90,717	–	–	132,717	72,204	60,513
Biomedical Division	37,000	211,749	–	2,162	250,911	20,252	230,659
Building Division	69,000	975,139	–	9,536	1,053,675	256,685	796,990
Building Services Division	113,000	774,833	–	21,509	909,342	96,824	812,518
Control, Automation & Instrumentation Division	53,000	117,469	–	6,324	176,793	67,566	109,227
Civil Division	167,000	1,341,842	–	18,286	1,527,128	(304,572)*	1,831,700
Electrical Division	82,000	1,577,842	–	12,064	1,671,906	31,660	1,640,246
Electronics Division	51,000	466,867	–	6,651	524,518	218,630	305,888
Environmental Division	102,000	332,868	–	6,906	441,774	207,474	234,300
Fire Division	45,000	1,353,691	–	5,220	1,403,911	51,521	1,352,390
Gas and Energy Division	53,000	240,157	–	3,870	297,027	75,798	221,229
Geotechnical Division	105,000	1,356,372	–	7,830	1,469,202	9,352	1,459,850
Information Technology Division	67,000	514,725	–	6,020	587,745	(15,557)*	603,302
Logistics & Transportation Division	40,000	306,371	–	430	346,801	118,443	228,358
Materials Division	41,000	267,705	–	2,580	311,285	(22,613)*	333,898
Manufacturing, Industrial & Systems Division	44,000	69,553	–	4,984	118,537	23,501	95,036
Mechanical, Marine, Naval Architecture & Chemical Division	79,000	748,610	–	5,733	833,343	230,636	602,707
Nuclear Division	36,000	106,232	–	430	142,662	88,390	54,272
Safety Specialist Committee	139,000	475,659	–	–	614,659	108,871	505,788
Structural Division	125,000	1,550,185	–	4,979	1,680,164	126,261	1,553,903
Student Chapter – City U	28,610	41,260	–	–	69,870	23,814	46,056
Student Chapter – CPCE	8,921	–	–	–	8,921	8,921	–
Student Chapter – CUHK	18,540	59,987	–	–	78,527	54,229	24,298
Student Chapter – IVE(TY)	47,090	220,614	–	–	267,704	12,446	255,258
Student Chapter – IVE(CW)	18,880	164,136	–	142	183,158	142,766	40,392
Student Chapter – IVE(ST)	11,470	71,389	–	306	83,165	200	82,965
Student Chapter – IVE(HW)	8,990	13,288	–	–	22,278	13,237	9,041
Student Chapter – IVE(TM)	9,440	–	–	–	9,440	1,720	7,720
Student Chapter – HKBU	3,500	21,530	–	–	25,030	–	25,030
Student Chapter – HKU	18,470	43,412	–	999	62,881	16,088	46,793
Student Chapter – HKUST	24,620	85,386	–	–	110,006	16,256	93,750
Student Chapter – Poly U	31,360	177,603	–	437	209,400	53,374	156,026
Student Chapter – THEI	10,730	29,482	–	–	40,212	27,773	12,439
Young Members Committee	78,000	892,360	–	2,716	973,076	51,850	921,226
<b>Total</b>	<b>1,849,621</b>	<b>15,208,524</b>	<b>(20,087)</b>	<b>130,257</b>	<b>17,168,315</b>	<b>2,096,007</b>	<b>15,072,308</b>

Notes:

- 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.