

**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018**

		30 June 2018 HK\$'000	30 June 2017 HK\$'000
	Note		
ASSETS	2		
Investments with the Exchange Fund		1,096,252,556	1,003,947,920
Deposits with banks		468,270	478,771
Cash and bank balances		3,490,613	2,048,788
Advances		2,583,681	2,611,020
		1,102,795,120	1,009,086,499
LIABILITIES	3		
Deposits		(24,218,742)	(19,680,372)
Suspense Accounts		(55,368)	(49,660)
		(24,274,110)	(19,730,032)
		<u>1,078,521,010</u>	<u>989,356,467</u>
Representing:			
CONSOLIDATED FUND BALANCE			
Balance at beginning of period		1,102,933,646	953,960,342
(Deficit)/Surplus for the period		(24,412,636)	35,396,125
Balance at end of period	4	<u>1,078,521,010</u>	<u>989,356,467</u>

Notes :

1. This statement is prepared on the cash basis of accounting. It consolidates the statements of assets and liabilities of the General Revenue Account and the following eight Funds: Capital Works Reserve Fund, Capital Investment Fund, Civil Service Pension Reserve Fund, Disaster Relief Fund, Innovation and Technology Fund, Land Fund, Loan Fund and Lotteries Fund. It excludes the Bond Fund, the balance of which is not part of the fiscal reserves.
2. The assets do not include the investments and loans totalling HK\$659,607 million in the Capital Investment Fund and the loans of HK\$30,490 million in the Loan Fund.
3. The liabilities do not include the outstanding institutional notes totalling HK\$1,500 million issued in July 2004 for the purposes of the Capital Works Reserve Fund under section 3(1) of the Loans Ordinance (Cap. 61). The outstanding institutional notes were denominated in Hong Kong dollars with maturity in July 2019. During the financial year up to 30 June 2018, no principal repayments and interest payments were made.
4. The consolidated fund balance includes HK\$219,730 million being the balance of the Land Fund as from 1 January 2016 and HK\$4,800 million under the General Revenue Account (representing about one-third of the actual consolidated surplus in 2015-16 as top-up) as from 1 July 2016 held in the name of Future Fund for long-term investments initially up to 31 December 2025.

**CONSOLIDATED STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018**

		3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
	Note		
Cash and bank balances at beginning of period		4,258,004	4,357,692
Revenue (Schedule 1)	2, 3	103,762,217	145,948,781
Expenditure (Schedule 2)	2, 4	(128,174,853)	(110,552,656)
(Deficit)/Surplus for the period before repayment of government bonds and notes (Schedule 3)		(24,412,636)	35,396,125
Repayment of government bonds and notes		-	-
(Deficit)/Surplus for the period after repayment of government bonds and notes (Schedule 3)		(24,412,636)	35,396,125
Other cash movements	5	23,645,245	(37,705,029)
Cash and bank balances at end of period		3,490,613	2,048,788

Notes :

1. This statement excludes the Bond Fund, the balance of which is not part of the fiscal reserves.
2. Inter-fund transfers totalling HK\$1,590 million between the General Revenue Account and the eight Funds, viz. Capital Works Reserve Fund, Capital Investment Fund, Civil Service Pension Reserve Fund, Disaster Relief Fund, Innovation and Technology Fund, Land Fund, Loan Fund and Lotteries Fund, are eliminated in full on consolidation.
3. The revenue comprises revenue of the General Revenue Account and receipts of the eight Funds.
4. The expenditure comprises expenditure of the General Revenue Account and payments of the eight Funds (excluding repayment of government bonds and notes).
5. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

The Treasury
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24 July 2018

Charlix WONG
Director of Accounting Services

CONSOLIDATED STATEMENT OF RECEIPTS AND PAYMENTS
SCHEDULE OF REVENUE
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Operating revenue			
Internal revenue	342,509,000	49,194,973	39,739,280
Duties	11,164,740	1,968,131	1,968,442
General rates	15,014,000	4,358,716	5,697,549
Motor vehicle taxes	8,910,747	2,396,978	2,145,767
Royalties and concessions	3,677,033	778,206	772,558
Other operating revenue	47,194,634	11,412,293	10,563,213
Operating revenue before investment income	428,470,154	70,109,297	60,886,809
Investment income			
Investments with the Exchange Fund	-	-	-
Others	-	30,257	24,341
	27,669,000	30,257	24,341
Operating revenue after investment income	456,139,154	70,139,554	60,911,150
Capital revenue			
Land premium	121,000,000	32,608,525	83,739,025
Asset sales	370,950	-	-
Other capital revenue	14,860,730	1,013,038	1,297,494
Capital revenue before investment income	136,231,680	33,621,563	85,036,519
Investment income			
Investments with the Exchange Fund	-	-	-
Others	-	1,100	1,112
	12,138,000	1,100	1,112
Capital revenue after investment income	148,369,680	33,622,663	85,037,631
Total revenue	604,508,834	103,762,217	145,948,781

CONSOLIDATED STATEMENT OF RECEIPTS AND PAYMENTS
SCHEDULE OF EXPENDITURE
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Operating expenditure			
Recurrent expenditure			
Personal emoluments	79,629,968	18,756,130	18,000,370
Personnel related expenses	46,676,290	12,112,932	11,223,268
Departmental expenses	36,645,451	5,986,328	5,680,417
Other charges	86,664,077	20,951,040	16,154,025
Subventions	156,778,147	38,954,304	34,631,926
Additional commitments	100,000	-	-
Total recurrent expenditure	406,493,933	96,760,734	85,690,006
Non-recurrent expenditure	30,836,596	11,094,900	3,794,027
Additional commitments	15,920,000	-	-
Total non-recurrent expenditure	46,756,596	11,094,900	3,794,027
	<u>453,250,529</u>	<u>107,855,634</u>	<u>89,484,033</u>
Capital expenditure			
Capital expenditure other than interest and other expenses on government bonds and notes	116,311,513	20,319,219	21,068,623
Interest and other expenses on government bonds and notes	76,881	-	-
	<u>116,388,394</u>	<u>20,319,219</u>	<u>21,068,623</u>
Total expenditure	<u><u>569,638,923</u></u>	<u><u>128,174,853</u></u>	<u><u>110,552,656</u></u>

CONSOLIDATED STATEMENT OF RECEIPTS AND PAYMENTS
SCHEDULE OF SURPLUS/(DEFICIT)
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Operating account			
Operating revenue	456,139,154	70,139,554	60,911,150
Operating expenditure	(453,250,529)	(107,855,634)	(89,484,033)
Operating deficit	2,888,625	(37,716,080)	(28,572,883)
Capital account			
Capital revenue	148,369,680	33,622,663	85,037,631
Capital expenditure	(116,388,394)	(20,319,219)	(21,068,623)
Capital surplus	31,981,286	13,303,444	63,969,008
(Deficit)/Surplus for the period before repayment of government bonds and notes	34,869,911	(24,412,636)	35,396,125
Repayment of government bonds and notes	-	-	-
(Deficit)/Surplus for the period after repayment of government bonds and notes	34,869,911	(24,412,636)	35,396,125

**GENERAL REVENUE ACCOUNT
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018**

	Note	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS			
Investments with the Exchange Fund		604,397,216	545,080,792
Deposits with banks		468,270	478,771
Cash and bank balances		3,320,401	1,968,790
Advances		2,562,902	2,595,439
		610,748,789	550,123,792
LIABILITIES			
Deposits		(22,166,294)	(17,776,185)
Suspense Accounts		(55,368)	(49,660)
		(22,221,662)	(17,825,845)
		<u>588,527,127</u>	<u>532,297,947</u>
Representing:			
GENERAL REVENUE BALANCE			
Balance at beginning of period		628,253,192	563,394,868
Deficit for the period		(39,726,065)	(31,096,921)
Balance at end of period	1	<u>588,527,127</u>	<u>532,297,947</u>

Note :

- The balance includes HK\$4,800 million held in the name of Future Fund as from 1 July 2016 for long-term investments initially up to 31 December 2025.

The Treasury
The Government of the Hong Kong
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24 July 2018

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**GENERAL REVENUE ACCOUNT
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018**

	3 Months Ended 30 June 2018 Note	3 Months Ended 30 June 2017 HK\$'000
Cash and bank balances at beginning of period	4,226,983	4,341,392
Revenue (Schedule 1)	70,375,600	61,240,770
Expenditure (Schedule 2)	(110,101,665)	(92,337,691)
Deficit for the period	(39,726,065)	(31,096,921)
Other cash movements	1 38,819,483	28,724,319
Cash and bank balances at end of period	3,320,401	1,968,790

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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24 July 2018

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GENERAL REVENUE ACCOUNT
SCHEDULE OF REVENUE
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

Head of Revenue	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
1 Duties	11,164,740	1,968,131	1,968,442
2 General Rates	15,014,000	4,358,716	5,697,549
3 Internal Revenue			
Profits tax	155,143,000	6,063,290	4,564,482
Salaries tax	54,835,000	8,233,757	8,254,670
Stamp duties	100,000,000	27,359,396	19,627,931
Other internal revenue	32,546,000	7,554,390	7,303,891
	342,524,000	49,210,833	39,750,974
4 Motor Vehicle Taxes	8,910,747	2,396,978	2,145,767
5 Fines, Forfeitures and Penalties	1,435,211	722,664	463,584
6 Royalties and Concessions	3,677,033	778,206	772,558
7 Properties and Investments			
Income from Investments with the Exchange Fund	-	-	-
Others	-	4,559,056	4,347,336
	50,147,593	4,559,056	4,347,336
9 Loans, Reimbursements, Contributions and Other Receipts	92,830,230	1,148,375	1,270,852
10 Utilities	4,407,347	1,096,571	1,035,337
11 Fees and Charges	16,212,275	4,136,070	3,788,371
Total Revenue	<u>546,323,176</u>	<u>70,375,600</u>	<u>61,240,770</u>

GENERAL REVENUE ACCOUNT
SCHEDULE OF EXPENDITURE
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

Head of Expenditure	Original Estimate 2018-19	3 Months Ended 30 June 2018	3 Months Ended 30 June 2017
	HK\$'000	HK\$'000	HK\$'000
21 Chief Executive's Office	117,007	28,019	25,270
22 Agriculture, Fisheries and Conservation Department	1,648,525	296,409	281,602
25 Architectural Services Department	2,177,714	506,267	472,229
24 Audit Commission	173,725	42,068	40,522
23 Auxiliary Medical Service	100,803	19,432	18,302
82 Buildings Department	1,570,642	336,956	330,955
26 Census and Statistics Department	672,580	155,795	155,039
27 Civil Aid Service	116,899	26,987	22,104
28 Civil Aviation Department	1,088,247	212,025	196,890
33 Civil Engineering and Development Department	2,979,134	505,060	426,987
30 Correctional Services Department	3,969,152	922,568	862,536
31 Customs and Excise Department	4,426,311	857,537	785,365
37 Department of Health	11,080,699	2,203,949	1,832,352
92 Department of Justice	2,290,902	380,816	331,816
39 Drainage Services Department	2,821,876	583,573	659,524
42 Electrical and Mechanical Services Department	915,771	105,775	105,201
44 Environmental Protection Department	6,167,198	879,235	891,336
45 Fire Services Department	6,676,723	1,453,083	1,305,746
49 Food and Environmental Hygiene Department	7,589,878	1,520,029	1,363,534
46 General Expenses of the Civil Service	3,825,939	861,057	811,232
166 Government Flying Service	622,890	113,493	119,733
48 Government Laboratory	489,331	100,087	95,343
59 Government Logistics Department	574,635	111,737	112,938
51 Government Property Agency	2,041,673	457,544	446,616
143 Government Secretariat: Civil Service Bureau	652,846	138,216	130,781
152 Government Secretariat: Commerce and Economic Development Bureau (Commerce, Industry and Tourism Branch)	2,633,651	492,816	464,811
55 Government Secretariat: Commerce and Economic Development Bureau (Communications and Creative Industries Branch)	526,430	80,792	68,373
144 Government Secretariat: Constitutional and Mainland Affairs Bureau	676,072	143,090	145,566
138 Government Secretariat: Development Bureau (Planning and Lands Branch)	689,936	53,400	45,607
159 Government Secretariat: Development Bureau (Works Branch)	583,330	100,375	89,675
156 Government Secretariat: Education Bureau	63,702,930	15,544,036	13,864,744
137 Government Secretariat: Environment Bureau	91,794	16,923	18,128
148 Government Secretariat: Financial Services and the Treasury Bureau (Financial Services Branch)	770,232	227,966	58,517
147 Government Secretariat: Financial Services and the Treasury Bureau (The Treasury Branch)	304,311	66,808	72,941
139 Government Secretariat: Food and Health Bureau (Food Branch)	165,583	22,296	15,682
140 Government Secretariat: Food and Health Bureau (Health Branch)	63,342,179	15,748,189	13,938,674
53 Government Secretariat: Home Affairs Bureau	2,057,808	346,232	354,990
135 Government Secretariat: Innovation and Technology Bureau	590,202	54,919	9,961
155 Government Secretariat: Innovation and Technology Commission	691,955	144,769	136,668
141 Government Secretariat: Labour and Welfare Bureau	849,047	184,180	182,853
47 Government Secretariat: Office of the Government Chief Information Officer	777,508	138,977	140,740
142 Government Secretariat: Offices of the Chief Secretary for Administration and the Financial Secretary	885,635	135,446	197,226
96 Government Secretariat: Overseas Economic and Trade Offices	425,335	59,956	68,729
151 Government Secretariat: Security Bureau	773,518	112,291	83,519
158 Government Secretariat: Transport and Housing Bureau (Transport Branch)	293,494	60,314	54,375

GENERAL REVENUE ACCOUNT
SCHEDULE OF EXPENDITURE
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

Head of Expenditure	Original Estimate 2018-19	3 Months Ended 30 June 2018	3 Months Ended 30 June 2017
	HK\$'000	HK\$'000	HK\$'000
60 Highways Department	3,862,156	689,411	631,942
63 Home Affairs Department	2,902,836	539,438	527,280
168 Hong Kong Observatory	338,539	67,545	63,817
122 Hong Kong Police Force	19,662,158	4,524,244	4,374,284
62 Housing Department	322,650	80,226	75,621
70 Immigration Department	5,683,240	1,140,704	1,013,502
72 Independent Commission Against Corruption	1,120,424	250,390	244,147
121 Independent Police Complaints Council	76,841	38,420	35,699
74 Information Services Department	499,386	102,598	106,590
76 Inland Revenue Department	1,633,897	370,840	363,363
78 Intellectual Property Department	167,172	37,434	32,796
79 Invest Hong Kong	139,008	34,239	28,777
174 Joint Secretariat for the Advisory Bodies on Civil Service and Judicial Salaries and Conditions of Service	33,757	7,632	7,880
80 Judiciary	1,901,759	377,724	366,018
90 Labour Department	2,148,376	465,733	463,231
91 Lands Department	2,750,380	614,384	575,728
94 Legal Aid Department	1,116,769	360,724	270,377
112 Legislative Council Commission	890,077	212,956	237,807
95 Leisure and Cultural Services Department	9,091,340	1,826,304	1,800,279
100 Marine Department	1,540,054	299,376	303,298
106 Miscellaneous Services	16,921,008	10,167	9,691
180 Office for Film, Newspaper and Article Administration	50,316	10,540	10,063
114 Office of The Ombudsman	117,139	58,569	57,034
116 Official Receiver's Office	343,556	44,092	42,389
120 Pensions	37,934,730	10,159,826	9,470,608
118 Planning Department	731,245	158,933	158,869
136 Public Service Commission Secretariat	27,074	6,696	8,626
160 Radio Television Hong Kong	1,012,461	199,173	202,370
162 Rating and Valuation Department	555,395	125,164	123,524
163 Registration and Electoral Office	711,357	146,156	107,196
169 Secretariat, Commissioner on Interception of Communications and Surveillance	24,573	4,980	5,679
170 Social Welfare Department	84,204,368	27,816,938	18,397,266
181 Trade and Industry Department	775,251	123,305	154,462
186 Transport Department	4,485,915	680,875	603,335
188 Treasury	406,795	89,588	83,450
190 University Grants Committee	22,207,113	7,421,259	4,490,740
194 Water Supplies Department	8,403,976	2,144,638	2,073,297
173 Working Family and Student Financial Assistance Agency	19,223,849	718,952	630,924
	459,638,990	108,511,665	89,987,691
184 Transfers to Funds	2,590,000	1,590,000	2,350,000
Total Expenditure	462,228,990	110,101,665	92,337,691

**CAPITAL WORKS RESERVE FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018**

	Note	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS			
Investments with the Exchange Fund		200,339,899	167,274,198
Cash and bank balances		149,637	59,417
Advances		20,779	15,581
		200,510,315	167,349,196
LIABILITIES			
	1		
Deposits		(2,016,930)	(1,876,855)
		<u>198,493,385</u>	<u>165,472,341</u>
Representing:			
FUND BALANCE			
Balance at beginning of period		182,753,631	100,873,337
Surplus for the period		15,739,754	64,599,004
Balance at end of period		<u>198,493,385</u>	<u>165,472,341</u>

Note :

- The liabilities do not include the outstanding institutional notes totalling HK\$1,500 million issued in July 2004 under section 3(1) of the Loans Ordinance (Cap. 61). The outstanding institutional notes were denominated in Hong Kong dollars with maturity in July 2019. During the financial year up to 30 June 2018, no principal repayments and interest payments were made.

The Treasury
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Charlix WONG
Director of Accounting Services

CAPITAL WORKS RESERVE FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Note		
Cash and bank balances at beginning of period	5,292	1
Receipts (Schedule 1)	32,645,152	83,760,944
Payments (Schedule 2)	(16,905,398)	(19,161,940)
Surplus for the period	15,739,754	64,599,004
Other cash movements	1	
	(15,595,409)	(64,539,588)
Cash and bank balances at end of period	149,637	59,417

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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CAPITAL WORKS RESERVE FUND
SCHEDULE OF RECEIPTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Land premium			
Sales by public auction and tender	-	29,779,770	67,722,443
Private treaty grants	-	25,072	17,059
Modification of existing leases, exchanges and extensions	-	2,573,275	15,749,411
Fees received in respect of short term waivers	-	230,408	250,112
	121,000,000	32,608,525	83,739,025
Investment income			
Investments with the Exchange Fund	-	-	-
Others	-	632	618
	8,899,000	632	618
Other receipts			
Donations and contributions	10,017	-	3,559
Others	-	35,995	17,742
	10,017	35,995	21,301
	<u>129,909,017</u>	<u>32,645,152</u>	<u>83,760,944</u>

CAPITAL WORKS RESERVE FUND
SCHEDULE OF PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Land acquisition	1,616,190	262,963	261,447
Public Works Programme			
Port and airport development	988	171	-
Buildings	14,870,255	2,440,434	1,967,689
Drainage	2,783,932	552,624	705,507
Civil engineering	9,680,927	1,815,330	1,555,325
Highways	30,880,805	8,049,108	9,823,312
New towns and urban area development	10,109,599	2,097,648	1,753,176
Waterworks	4,083,140	409,721	552,889
Housing	1,783,102	300,662	177,702
	74,192,748	15,665,698	16,535,600
Capital subventions and major systems and equipment			
Capital subventions	19,065,765	704,352	2,121,072
Major systems and equipment	813,846	19,784	16,512
	19,879,611	724,136	2,137,584
Computerisation	2,526,800	186,074	177,163
Government bonds and notes issued in July 2004			
Interest and other expenses	76,881	-	-
Other payments			
Refund of overpayment of land premium	-	66,527	50,146
Transfer to General Revenue	80,000,000	-	-
	<u>178,292,230</u>	<u>16,905,398</u>	<u>19,161,940</u>

**CAPITAL INVESTMENT FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018**

	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS		
Investments (Schedule 1)		
Equity holdings	138,822,777	134,527,004
Other investments	518,693,108	492,371,319
	657,515,885	626,898,323
Loans (Schedule 1)	2,091,077	1,552,553
	659,606,962	628,450,876
Current Assets		
Investments with the Exchange Fund	2,475,888	2,989,825
Cash and bank balances	-	1
	2,475,888	2,989,826
	662,082,850	631,440,702
Representing:		
TOTAL FUND BALANCE		
Applied Fund	659,606,962	628,450,876
Available Fund		
Balance at beginning of period	2,917,527	3,078,306
Deficit for the period	(441,639)	(88,480)
Balance at end of period	2,475,888	2,989,826
	662,082,850	631,440,702

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CAPITAL INVESTMENT FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Note		
Cash and bank balances at beginning of period	1	-
Receipts (Schedule 2)	1	149,839
Payments (Schedule 2)	(441,640)	(238,319)
Deficit for the period	(441,639)	(88,480)
Other cash movements	1	88,481
Cash and bank balances at end of period	-	1

Note :

- These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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CAPITAL INVESTMENT FUND
SCHEDULE OF INVESTMENTS AND LOANS
AS AT 30 JUNE 2018

INVESTMENTS	Balance at	Acquisitions		Disposal/	Balance at	Balance at
	1.4.2018	Payments	Others	Refund	30.6.2018	30.6.2017
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Equity Holdings						
Shares in						
Airport Authority	30,648,000	-	-	-	30,648,000	30,648,000
Asian Development Bank	196,977	-	-	-	196,977	179,677
Asian Infrastructure Investment Bank	238,319	240,140	-	-	478,459	238,319
Hong Kong Science and Technology Parks Corporation	13,624,000	-	-	-	13,624,000	13,624,000
Hongkong International Theme Parks Ltd.	14,497,363	201,500	-	-	14,698,863	14,296,863
IEC Holdings Ltd.	2,000,000	-	-	-	2,000,000	2,000,000
Kowloon-Canton Railway Corporation	39,120,000	-	-	-	39,120,000	39,120,000
MTR Corporation Ltd.	37,825,228	-	-	-	37,825,228	34,188,895
New Hong Kong Tunnel Company Ltd.	56,250	-	-	-	56,250	56,250
The Applied Research Council	175,000	-	-	-	175,000	175,000
	<u>138,381,137</u>	<u>441,640</u>	<u>-</u>	<u>-</u>	<u>138,822,777</u>	<u>134,527,004</u>
Other Investments						
Capital investment in						
Hong Kong Housing Authority	505,416,348	-	-	-	505,416,348	479,094,559
Urban Renewal Authority	10,000,000	-	-	-	10,000,000	10,000,000
Trading Funds	3,276,760	-	-	-	3,276,760	3,276,760
	<u>518,693,108</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>518,693,108</u>	<u>492,371,319</u>
Total	<u>657,074,245</u>	<u>441,640</u>	<u>-</u>	<u>-</u>	<u>657,515,885</u>	<u>626,898,323</u>

LOANS	Balance at	Loans Issued		Loans Discharged		Balance at	Balance at
	1.4.2018	Payments	Others	Repayments	Others	30.6.2018	30.6.2017
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Hongkong International Theme Parks Ltd.	1,085,323	-	6,049	-	-	1,091,372	1,055,828
Hong Kong Science and Technology Parks Corporation	999,705	-	-	-	-	999,705	496,725
Total	<u>2,085,028</u>	<u>-</u>	<u>6,049</u>	<u>-</u>	<u>-</u>	<u>2,091,077</u>	<u>1,552,553</u>

CAPITAL INVESTMENT FUND
SCHEDULE OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS			
Dividends, interest and other receipts from investments/loans	814,981	-	149,839
Loan repayments	422,525	-	-
Investment income			
Investments with the Exchange Fund	-	-	-
Others	-	1	-
	122,000	1	-
	1,359,506	1	149,839
PAYMENTS			
Acquisition of investments			
Equity holdings (Schedule 1)	1,694,025	441,640	238,319

**CIVIL SERVICE PENSION RESERVE FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018**

	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS		
Investments with the Exchange Fund	<u>36,659,267</u>	<u>34,199,385</u>
 Representing:		
FUND BALANCE		
Balance at beginning of period	35,129,267	31,899,385
Surplus for the period	<u>1,530,000</u>	<u>2,300,000</u>
Balance at end of period	<u>36,659,267</u>	<u>34,199,385</u>

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**CIVIL SERVICE PENSION RESERVE FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018**

		3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
	Note		
Cash and bank balances at beginning of period		-	-
Receipts (Schedule 1)		1,530,000	2,300,000
Payments		-	-
Surplus for the period		1,530,000	2,300,000
Other cash movements	1	(1,530,000)	(2,300,000)
Cash and bank balances at end of period		-	-

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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CIVIL SERVICE PENSION RESERVE FUND
SCHEDULE OF RECEIPTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS			
Investment income			
Investments with the Exchange Fund	1,657,000	-	-
Transfer from General Revenue	<u>1,530,000</u>	<u>1,530,000</u>	<u>2,300,000</u>
	<u>3,187,000</u>	<u>1,530,000</u>	<u>2,300,000</u>

DISASTER RELIEF FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018

	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS		
Investments with the Exchange Fund	<u>67,048</u>	<u>58,953</u>
 Representing:		
FUND BALANCE		
Balance at beginning of period	16,417	27,743
Surplus for the period	<u>50,631</u>	<u>31,210</u>
Balance at end of period	<u>67,048</u>	<u>58,953</u>

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DISASTER RELIEF FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Note		
Cash and bank balances at beginning of period	-	-
Receipts (Schedule 1)	60,055	50,181
Payments (Schedule 1)	(9,424)	(18,971)
Surplus for the period	50,631	31,210
Other cash movements 1	(50,631)	(31,210)
Cash and bank balances at end of period	-	-

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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DISASTER RELIEF FUND
SCHEDULE OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS			
Investment income			
Investments with the Exchange Fund	3,000	-	-
Transfer from General Revenue	60,000	60,000	50,000
Refund of grants	-	55	181
	<u>63,000</u>	<u>60,055</u>	<u>50,181</u>
PAYMENTS			
Relief programmes for			
flood victims in Kenya	-	6,217	-
earthquake victims in Papua New Guinea	-	3,207	-
drought victims in Ethiopia	-	-	12,128
drought victims in Somalia	-	-	4,934
cyclone victims in Bangladesh	-	-	1,909
	<u>-</u>	<u>9,424</u>	<u>18,971</u>

**INNOVATION AND TECHNOLOGY FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018**

	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS		
Investments with the Exchange Fund	6,529,534	7,720,462
Cash and bank balances	<u>1</u>	<u>320</u>
	<u><u>6,529,535</u></u>	<u><u>7,720,782</u></u>
 Representing:		
FUND BALANCE		
Balance at beginning of period	6,796,372	7,991,465
Deficit for the period	<u>(266,837)</u>	<u>(270,683)</u>
Balance at end of period	<u><u>6,529,535</u></u>	<u><u>7,720,782</u></u>

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**INNOVATION AND TECHNOLOGY FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018**

		3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
	Note		
Cash and bank balances at beginning of period		1,044	2,485
Receipts (Schedule 1)		12,819	24,541
Payments (Schedule 1)		(279,656)	(295,224)
Deficit for the period		(266,837)	(270,683)
Other cash movements	1	265,794	268,518
Cash and bank balances at end of period		1	320

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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INNOVATION AND TECHNOLOGY FUND
SCHEDULE OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS			
Investment income			
Investments with the Exchange Fund	-	-	-
Others	-	455	493
	284,000	455	493
Net income from projects	4,465	2	472
Refund of grants	-	12,362	23,576
	<u>288,465</u>	<u>12,819</u>	<u>24,541</u>
PAYMENTS			
Grants	<u>2,085,236</u>	<u>279,656</u>	<u>295,224</u>

LAND FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018

		30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS	Note		
Investments with the Exchange Fund		<u>219,729,659</u>	<u>219,729,659</u>
Representing:			
FUND BALANCE			
Balance at beginning of period		219,729,659	219,729,659
Surplus for the period		<u>-</u>	<u>-</u>
Balance at end of period	1	<u>219,729,659</u>	<u>219,729,659</u>

Note :

1. The fund balance is held in the name of Future Fund as from 1 January 2016 for long-term investments initially up to 31 December 2025.

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LAND FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Cash and bank balances at beginning of period	-	-
Receipts	<div>-</div>	<div>-</div>
Payments	<div>-</div>	<div>-</div>
Surplus for the period	-	-
Other cash movements	<div>-</div>	<div>-</div>
Cash and bank balances at end of period	<div>-</div>	<div>-</div>

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LOAN FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018

	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS		
Loans Outstanding (Schedule 1)		
Housing loans	3,123,065	3,138,135
Education loans	17,471,638	17,125,338
Other loans	9,895,437	6,676,444
	30,490,140	26,939,917
Net Current Assets		
Current Assets		
Investments with the Exchange Fund	3,076,996	4,202,957
Cash and bank balances	20,574	20,259
	3,097,570	4,223,216
Current Liabilities		
Deposits	(24,531)	(22,604)
	3,073,039	4,200,612
	33,563,179	31,140,529
Representing:		
TOTAL FUND BALANCE		
Applied Fund	30,490,140	26,939,917
Available Fund		
Balance at beginning of period	4,094,387	4,183,548
(Deficit)/Surplus for the period	(1,021,348)	17,064
Balance at end of period	3,073,039	4,200,612
	33,563,179	31,140,529

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LOAN FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
Note		
Cash and bank balances at beginning of period	12,489	13,814
Receipts (Schedule 2)	435,633	487,594
Payments (Schedule 2)	(1,456,981)	(470,530)
(Deficit)/Surplus for the period	(1,021,348)	17,064
Other cash movements	1	(10,619)
Cash and bank balances at end of period	20,574	20,259

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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LOAN FUND
SCHEDULE OF LOANS
AS AT 30 JUNE 2018

	Balance at 1.4.2018 HK\$'000	Loans Issued		Loans Discharged		Balance at 30.6.2018 HK\$'000	Balance at 30.6.2017 HK\$'000
		Payments HK\$'000	Capitalised Interest HK\$'000	Repayments HK\$'000	Write-off HK\$'000		
Housing Loans	3,030,699	102,067	11	(9,594)	(118)	3,123,065	3,138,135
Education Loans							
Loans to schools/ teachers	4,502,528	5,000	-	(15,857)	-	4,491,671	4,744,405
Loans to students	13,175,610	140,200	-	(335,360)	(483)	12,979,967	12,380,933
Total	17,678,138	145,200	-	(351,217)	(483)	17,471,638	17,125,338
Other Loans							
Building safety	129,179	8,039	-	(12,779)	(148)	124,291	143,251
Labour	226	-	-	(5)	-	221	295
Primary products	834,846	115,675	-	(20,468)	-	930,053	761,085
Private hospital development	3,307,000	726,000	-	-	-	4,033,000	1,815,000
Property Management Services Authority	14,000	-	-	-	-	14,000	-
Small and medium enterprises	84,904	-	-	(512)	(5,579)	78,813	99,682
Tourism	3,678,185	360,000	85,874	-	-	4,124,059	3,147,931
Water supply	591,000	-	-	-	-	591,000	709,200
Total	8,639,340	1,209,714	85,874	(33,764)	(5,727)	9,895,437	6,676,444
Grand Total	29,348,177	1,456,981	85,885	(394,575)	(6,328)	30,490,140	26,939,917

LOAN FUND
SCHEDULE OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS			
Loan repayments (Schedule 1)			
Housing loans	64,744	9,594	15,264
Education loans	1,751,223	351,217	400,009
Other loans	285,844	33,764	32,220
	2,101,811	394,575	447,493
Interest on loans	166,221	39,610	39,031
Investment income			
Investments with the Exchange Fund	-	1	-
Others	-	8	1
	134,000	9	1
Surcharges on overdue loan repayments	4,722	1,429	1,066
Proceeds from sale of loans	370,950	-	-
Loans written off now recovered	-	4	-
Others	-	6	3
Transfer from General Revenue	1,000,000	-	-
	<u>3,777,704</u>	<u>435,633</u>	<u>487,594</u>
PAYMENTS			
Loan payments (Schedule 1)			
Housing loans	556,300	102,067	82,495
Education loans	2,460,369	145,200	172,164
Other loans	1,930,480	1,209,714	215,871
	<u>4,947,149</u>	<u>1,456,981</u>	<u>470,530</u>

LOTTERIES FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018

	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS		
Investments with the Exchange Fund	22,977,049	22,691,689
Cash and bank balances	-	1
	22,977,049	22,691,690
LIABILITIES		
Deposits	(10,987)	(4,728)
	22,966,062	22,686,962
Representing:		
FUND BALANCE		
Balance at beginning of period	23,243,194	22,782,031
Deficit for the period	(277,132)	(95,069)
Balance at end of period	22,966,062	22,686,962

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LOTTERIES FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

		3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
	Note		
Cash and bank balances at beginning of period		12,195	-
Receipts (Schedule 1)		292,957	284,912
Payments (Schedule 1)		(570,089)	(379,981)
Deficit for the period		(277,132)	(95,069)
Other cash movements	1	264,937	95,070
Cash and bank balances at end of period		-	1

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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LOTTERIES FUND
SCHEDULE OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS			
Mark Six Lottery	1,086,990	273,968	268,244
Investment income			
Investments with the Exchange Fund	-	-	-
Others	-	3	-
	1,039,000	3	-
Net proceeds of auctions of vehicle registration marks	60,805	18,985	16,648
Donations	4,171	-	-
Refund of grants	-	1	20
	<u>2,190,966</u>	<u>292,957</u>	<u>284,912</u>
PAYMENTS			
Grants	2,396,247	570,089	379,981
Additional commitments	585,046	-	-
	<u>2,981,293</u>	<u>570,089</u>	<u>379,981</u>

BOND FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 JUNE 2018

	Note	30 June 2018 HK\$'000	30 June 2017 HK\$'000
ASSETS			
Investments with the Exchange Fund		144,238,947	148,873,732
LIABILITIES	1		
Deposits		<u>(28,908)</u>	<u>(6,970)</u>
		<u>144,210,039</u>	<u>148,866,762</u>
Representing:			
FUND BALANCE			
Balance at beginning of period		138,155,143	141,378,989
Surplus for the period		<u>6,054,896</u>	<u>7,487,773</u>
Balance at end of period		<u>144,210,039</u>	<u>148,866,762</u>

Note :

1. This statement does not include the liabilities in respect of the outstanding bonds with nominal value of HK\$104,652 million and alternative bonds with nominal value of US\$3,000 million (equivalent to HK\$23,540 million as at 30 June 2018) issued for the purposes of the Bond Fund under section 3(1) of the Loans Ordinance (Cap. 61). Of these bonds (including Silver Bonds with nominal value of HK\$5,852 million, which may be redeemed before maturity upon request from bond holders), bonds with nominal value of HK\$33,200 million will mature within the period from July 2018 to June 2019, and the rest within the period from July 2019 to March 2032.

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BOND FUND
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

		3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
	Note		
Cash and bank balances at beginning of period		-	-
Receipts (Schedule 1)		6,393,433	10,678,985
Payments (Schedule 1)		(338,537)	(3,191,212)
Surplus for the period		6,054,896	7,487,773
Other cash movements	1	(6,054,896)	(7,487,773)
Cash and bank balances at end of period		-	-

Note :

1. These transactions which affect the cash and bank balances arise from changes in other assets and liabilities.

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BOND FUND
SCHEDULE OF RECEIPTS AND PAYMENTS
FOR THE PERIOD FROM 1 APRIL 2018 TO 30 JUNE 2018

	Note	Original Estimate 2018-19 HK\$'000	3 Months Ended 30 June 2018 HK\$'000	3 Months Ended 30 June 2017 HK\$'000
RECEIPTS				
Proceeds from bonds issued under				
Tender or subscription	1	19,600,000	6,393,433	10,678,936
Bond swap facility		1,000,000	-	-
		20,600,000	6,393,433	10,678,936
Investment income				
Investments with the Exchange Fund		-	-	-
Others		-	-	49
		6,463,000	-	49
		<u>27,063,000</u>	<u>6,393,433</u>	<u>10,678,985</u>
PAYMENTS				
Repayment of bonds issued under				
Tender or subscription	2	23,322,691	41,650	3,010,920
Bond swap facility		1,000,000	-	-
		24,322,691	41,650	3,010,920
Interest payment for bonds		1,605,466	220,974	103,050
Periodic distribution payments for alternative bonds		548,418	74,296	73,805
Others		16,569	1,617	3,437
		<u>26,493,144</u>	<u>338,537</u>	<u>3,191,212</u>

Notes :

1. Bonds with nominal value totalling HK\$6,500 million were issued to institutional investors through tender during the period.
2. Bonds with nominal value totalling HK\$42 million issued through subscription were repaid during the period.