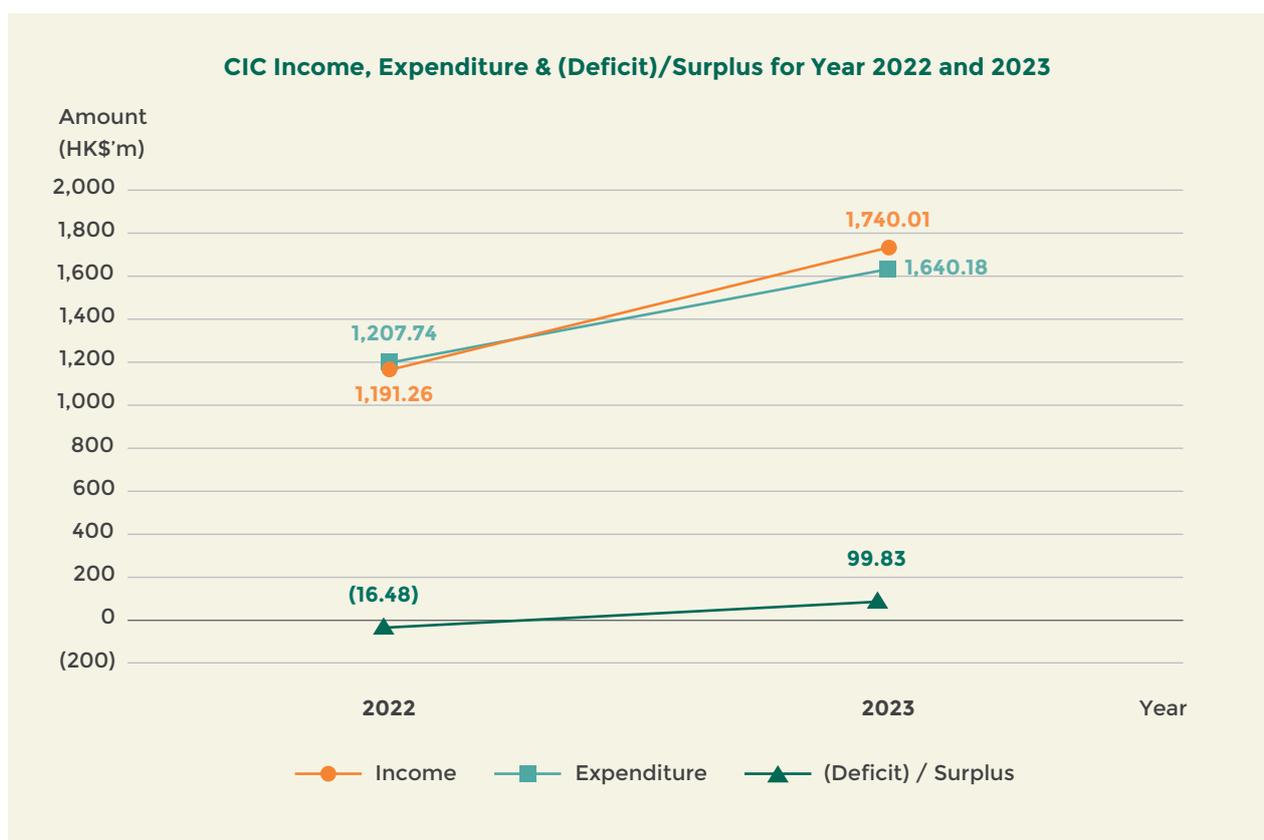


# HIGHLIGHTS OF AUDITED FINANCIAL STATEMENTS FOR 2023

## Highlights of the audited financial statements of the CIC Group

Based on the audited consolidated financial results for the year ended 31 December 2023, total income of CIC Group was \$1,740.01m (2022: \$1,191.26m), an increase of \$548.75m or 46.1% against last year. Total expenditure for 2023 was increased by \$432.44m or 35.8% to \$1,640.18m (2022: \$1,207.74m). The operating results for 2023 recorded a surplus of \$99.83m (2022: deficit of \$16.48m).



Total income of CIC in 2023 was \$1,740.01m, an increase of \$548.75m or 46.1% against \$1,191.26m in 2022.



\* Other income in the above bar chart includes reimbursement of trainees' allowances, support on promotion campaign, registration fee income from workers and sub-contractors, and other miscellaneous income.

Levy income increased to \$1,431.42m in 2023 (2022: \$1,059.88m) and contributed 82.3% (2022: 89.0%) of total income. The 35.1% year-on-year increase in levy income in 2023 was mainly caused by the increase in Civil & Building works in public sector and Building works in private sector. Total levy assessed on the value of construction operations in the private and public sectors (including others) amounted to \$639.13m (2022: \$487.06m) and \$772.06m (2022: \$570.14m) respectively, representing 44.7% (2022: 46.0%) and 53.9% (2022: 53.8%) of total levy income. In addition, penalty on overdue levy and surcharge amounted to \$3.17m (2022: \$0.77m) and \$17.06m in 2023 (2022: \$1.92m) respectively.

Workers registration fee income for 2023 decreased to \$1.69m (2022: \$3.50m) due to amortisation effect of income from previous years.

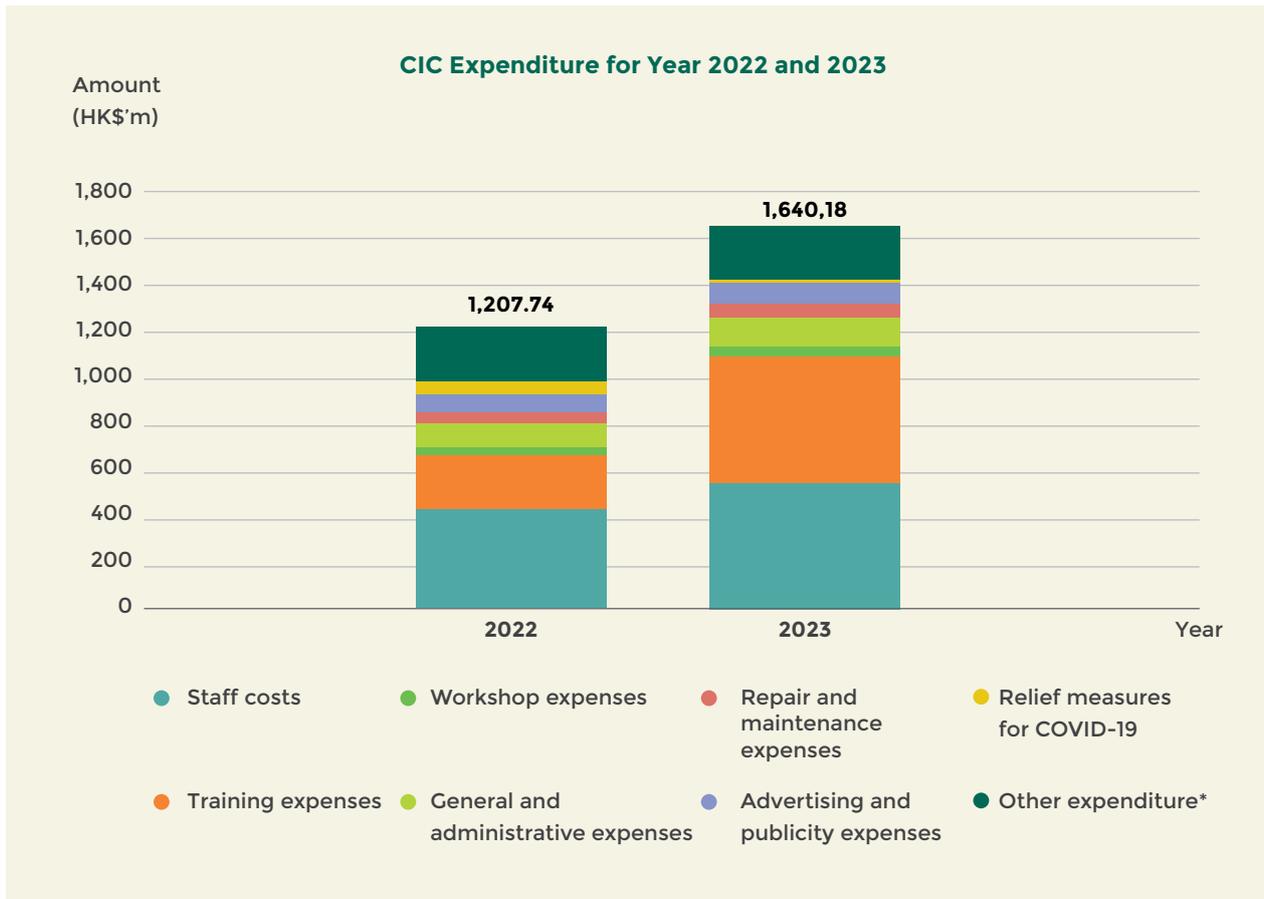
Course fees and related income decreased to \$27.50m in 2023 (2022: \$29.33m) with lower income from part-time courses.

Trade testing income for 2023 slightly decreased to \$4.90m (2022: \$4.92m).

Investment and interest income for 2023 increased to \$86.31m (2022: \$32.94m). The increase was mainly due to higher interest rates on time deposits.

Other income of \$188.19m in 2023 (2022: \$60.68m) mainly comprised of the reimbursement income of trainees' allowances from the Government under various schemes, including Intermediate Tradesman Collaborative Training Scheme ("ITCTS"), Construction Industry Council Approved Technical Talents Training Programmes ("CICATP"), Enhanced Construction Manpower Training Scheme ("ECMTS"), Advanced Construction Manpower Training Scheme ("ACMTS") and other schemes, as well as other miscellaneous income. The increase in other income in 2023 was mainly contributed by increase in reimbursement for ITCTS, ECMTS, CICATP, ACMTS, In-service General Workers Upskills Course ("ISGWUC"), and support on promotion campaign.

Total expenditure of CIC in 2023 was \$1,640.18m, an increase of \$432.44m or 35.8% against \$1,207.74m in 2022.



\* Other expenditure includes depreciation and net impairment losses on levy receivables.

Staff costs amounted to \$546.31m in 2023 (2022: \$456.18m). The increase of 19.8% was mainly due to annual salary adjustments and recruitment of reactive staff headcount for various departments.

Training expenses increased by 149.7% to \$566.33m in 2023 (2022: \$226.83m) mainly due to increase in training expenses for ITCTS, ECMTS, CICATP and ISGWUC.

Workshop expenses increased by 18.5% to \$38.19m in 2023 (2022: \$32.24m) mainly due to higher expenditure on consumable materials and tools, utilities and personal protective equipment.

General and administrative expenses amounted to \$117.39m in 2023 (2022: \$94.25m). The 24.6% increase in 2023 was mainly due to the operating expenses for imported labour quarters, higher expenses on internet and broadband services, study tour and conference, and overseas travelling.

Repair and maintenance expenses amounted to \$57.35m in 2023 (2022: \$42.08m). The 36.3% increase was mainly due to higher maintenance expenses on computer equipment and software, and building services installation.

Expenses on relief measures for COVID-19 decreased by 83.1% to \$10.03m in 2023 (2022: \$59.35m).

Advertising and publicity expenses increased by 17.8% to \$85.76m in 2023 (2022: \$72.81m) mainly due to spending on Global Construction Sustainability Forum and Exhibition 2023 (GCSFE 2023), higher expenses for advertising on training courses, outreach to stakeholders and CIC Luncheon, partly offset by decrease in spending on Construction Innovation Expo and the publicity events of the 15th Anniversary of CIC in prior year.

Depreciation amounted to \$218.46m in 2023 (2022: \$222.96m), a decrease of 2.0% against last year.

As at 31 December 2023, the Council held a total of \$3,266.31m as total fund and reserves, compared with \$3,169.34m as at 31 December 2022.