

East Asia Sentinel Limited

衛亞會計師事務所有限公司

Certified Public Accountants

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

REPORT OF THE DIRECTORS
AND
AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

FOR THE YEAR ENDED 30 JUNE 2025

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FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

REPORT OF THE DIRECTORS

The directors have pleasure in presenting their report and audited financial statements of Faith In Love Foundation Limited (“the Company”) for the year ended 30 June 2025.

PRINCIPAL ACTIVITIES

The Company is a not for profit organisation and its principal activities are to provide support services for socially disadvantaged families, children and elderly; and the promoting of artistic education and exchange between disadvantaged groups.

RESULTS AND FINANCIAL POSITION

The results for the year are set out in the statement of comprehensive income on page 6.

The state of the Company’s affairs at 30 June 2025 is set out in the statement of financial position on page 7.

DIRECTORS

The directors of the Company who held office during the year and up to the date of this report were:

Chan Antonio Phoebus Chun Hin
Chao Gigi
Chinchen John Howard
Fok Ka Yee Alice
Swartz Kristi Lynn

In accordance with Article 26 of the Company’s Articles of Association, the term of office of the directors other than the first directors shall be three years and at expiration of term of office they shall retire from office but shall be eligible for re-election.

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company were entered into or existed during the year.

BUSINESS REVIEW

The Company falls within reporting exemption for the financial year. Accordingly, the Company is exempted from preparing a business review.

PERMITTED INDEMNITY PROVISIONS

At no time during the year and up to the date of this report of the directors, there was or is, any permitted indemnity provision being in force for the benefit of any of the directors of the Company.

AUDITORS

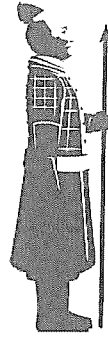
The financial statements have been audited by East Asia Sentinel Limited, a corporation of Certified Public Accountants, who retire and, being eligible, offer themselves for re-appointment.

On behalf of the board



Chao Gigi
Director

Hong Kong
Date : 24 FEB 2026



East Asia Sentinel Limited

衛亞會計師事務所有限公司

Certified Public Accountants

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**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
FAITH IN LOVE FOUNDATION LIMITED
(Incorporated in Hong Kong with limited liability by guarantee)**

OPINION

We have audited the financial statements of Faith In Love Foundation Limited (“the Company”) set out on pages 6 to 14, which comprise the statement of financial position as at 30 June 2025, and the statement of comprehensive income for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of the Company are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-Sized Entity Financial Reporting Standard (“SME-FRS”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and have been properly prepared in compliance with the Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing (“HKSA”) and with reference to Practice Note 900 (Revised) Audit of Financial Statements Prepared in Accordance with the Small and Medium-Sized Entity Financial Reporting Standard issued by the HKICPA. Our responsibilities under those standards are further described in the Auditors’ 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 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 report of the directors set out on pages 1 to 2, but does not include the financial statements and our auditors’ report thereon.

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 AUDITORS' REPORT
TO THE MEMBERS OF
FAITH IN LOVE FOUNDATION LIMITED
(Incorporated in Hong Kong with limited liability by guarantee)**

RESPONSIBILITIES OF DIRECTORS FOR THE FINANCIAL STATEMENTS

The directors are responsible for the preparation of the financial statements in accordance with the SME-FRS issued by the HKICPA and the Companies Ordinance, and for such internal control as the directors determine are 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.

The directors are responsible for overseeing the Company's financial reporting process.

AUDITORS' 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 auditors' report that includes our opinion. This report is made solely to you, as a body, in accordance with section 405 of the Companies Ordinance and for no other purpose. We do not assume responsibility towards or accept liability to any other persons 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.
- 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.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
FAITH IN LOVE FOUNDATION LIMITED
(Incorporated in Hong Kong with limited liability by guarantee)**

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS (continued)

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also: (continued)

- 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 auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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.

East Asia Sentinel Limited



Yim Wing Yee

Director

Practising Certificate No. P05906

Hong Kong

Date: 24 FEB 2026

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2025

	NOTE	2025 HK\$	2024 HK\$
DONATION INCOME	3	327,489	754,501
OTHER REVENUES	4	188,030	442,885
PROVISION FOR IMPAIRMENT LOSS ON PREPAYMENT		-	(40,000)
GENERAL AND ADMINISTRATIVE EXPENSES		<u>(515,847)</u>	<u>(1,199,167)</u>
(DEFICIT) BEFORE TAXATION	5	(328)	(41,781)
TAXATION	6	<u>-</u>	<u>-</u>
(DEFICIT) FOR THE YEAR		<u><u>(328)</u></u>	<u><u>(41,781)</u></u>


The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.


FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2025

	NOTE	2025 HK\$	2024 HK\$
NON- CURRENT ASSET			
Property, plant and equipment	8	4,045	7,781
CURRENT ASSETS			
Prepayment and other receivable		-	2,411
Cash and cash equivalents		<u>378,964</u>	<u>371,777</u>
		378,964	374,188
CURRENT LIABILITIES			
Bank overdraft		-	31,765
Accrual expenses		73,317	79,934
Amount due to a director	9	<u>349,367</u>	<u>309,617</u>
		422,684	421,316
NET CURRENT LIABILITIES		<u>(43,720)</u>	<u>(47,128)</u>
NET LIABILITIES		<u>(39,675)</u>	<u>(39,347)</u>
RESERVE			
Accumulated deficit	10	<u>(39,675)</u>	<u>(39,347)</u>


Chao Gigi
Director


Swartz Kristi Lynn
Director

The accompanying accounting policies and explanatory notes form an integral part of, and should be read in conjunction with, these financial statements.

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

1. GENERAL INFORMATION

Faith In Love Foundation Limited (“the Company”) is a private company limited by guarantee and incorporated in Hong Kong under the Companies Ordinance. The address of its registered office is 26 Floor, Three Exchange Square, 8 Connaught Place, Central, Hong Kong.

The Company is a not for profit organisation and its principal activities are to provide support services for socially disadvantaged families, children and elderly; and the promoting of artistic education and exchange between disadvantaged groups.

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

The Company qualifies for the reporting exemption as a small guarantee company under section 359(1)(a) of the Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (“SME-FRS”) issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern.

The measurement base adopted is the historical cost convention. The financial statements are presented in Hong Kong dollars, unless otherwise stated.

The preparation of financial statements in conformity with SME-FRS required the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company’s accounting policies. There were no areas involving a higher degree of judgment of complexity, or areas where assumptions and estimates are significant to the financial statements.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Fund accounting

The policies of fund accounting are applied whereby all donation receipts are recorded only when received and all expenditures, whether of a capital nature or otherwise, are expensed in the period in which they are incurred.

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES (continued)

(b) Foreign exchange

The reporting currency of the Company is Hong Kong dollars, which is the currency of the primary economic environment in which the Company operates.

Foreign currency transactions are converted at the exchange rate applicable at the transactions date. Foreign currency monetary items are translated into Hong Kong dollars using exchange rates applicable at the end of reporting date. Gains and losses on foreign exchange are recognised in the statement of comprehensive income.

(c) Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably, on the following bases:

- donation income is recognised when payments from donors are received.
- service fee income is recognised upon services rendered.
- interest income is recognised on a time proportion basis using the effective interest method.

(d) Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged in the statement of comprehensive income during the period in which they are incurred.

Depreciation of property, plant and equipment is calculated at rates sufficient to write off their cost or revalued amounts less their residual values over the estimated useful lives on a straight-line basis. The estimated annual rates are as follows:

Office equipment	25%
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The assets' residual values, useful lives and depreciation method are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES (continued)

(d) Property, plant and equipment (continued)

Gains and losses on disposal are determined by comparing the proceeds with the carrying amount and are recognised within other income and gains in the statement of comprehensive income.

When revalued assets are sold, the amounts included in other reserves are transferred to retained profits.

(e) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

(f) Impairment of assets

An assessment is made at the end of reporting period to determine whether there is any indication of impairment or reversal of previous impairment. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior periods.

(g) Payables

Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost, except for payables with no stated interest rate and the effect of discounting being immaterial, that are measured at their original invoice amount.

(h) Employee benefits

Employee entitlements to annual leave and long service payments are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave and long service leave as a result of services rendered by employees up to the end of the reporting period.

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES (continued)

(i) Related parties

A related party is a person or entity that is related to the Company if:

- (a) A person or a close member of that person's family is related to the Company if that person:
 - (i) has control or joint control over the Company;
 - (ii) has significant influence over the Company; or
 - (iii) is a member of the key management personnel of the Company or of the parent of the Company.
- (b) An entity is related to the Company if any of the following conditions applies:
 - (i) The entity and the Company are members of the same group.
 - (ii) Either entity is an associate or joint venture of the other entity.
 - (iii) Both entities are joint ventures of a third entity.
 - (iv) Either entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of the Company or an entity related to the Company. If the reporting entity is itself such a plan, the sponsoring employers are also related to the plan.
 - (vi) The entity is controlled or jointly controlled by a person identified in (a).
 - (vii) A person identified in (a)(i) has significant voting power in the entity.
 - (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the reporting entity or to the parent of the reporting entity.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

3. DONATION INCOME

Donation income received during the year is as follows:

	2025 HK\$	2024 HK\$
Donation income	<u>327,489</u>	<u>754,501</u>

4. OTHER REVENUES

	2025 HK\$	2024 HK\$
Service fee income	185,220	440,008
Interest income	<u>2,810</u>	<u>2,877</u>
	<u>188,030</u>	<u>442,885</u>

5. DEFICIT BEFORE TAXATION

Deficit before taxation is stated after charging the followings:

	2025 HK\$	2024 HK\$
Depreciation	3,736	3,736
Donations	7,180	10,000
Event expenses	-	242,991
Programme and workshop expenses	40	3,737
Provision for impairment loss on prepayment	-	40,000
Staff costs (excluding director's emoluments)		
- Salaries	234,400	616,226
- Mandatory provident fund	<u>8,894</u>	<u>28,068</u>

6. TAXATION

No provision for Hong Kong Profits Tax has been made as the Company is exempted from Hong Kong Profits Tax under section 88 of the Inland Revenue Ordinance (2024: Nil).

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

7. BENEFITS AND INTERESTS OF DIRECTORS (DISCLOSURES REQUIRED BY SECTION 383 OF THE COMPANIES ORDINANCE (CAP. 622)) AND COMPANIES (DISCLOSURE OF INFORMATION ABOUT BENEFITS OF DIRECTORS) REGULATION (CAP. 622G)

None of the directors received or will receive any fees or emoluments in respect of their services to the Company during the year (2024: Nil).

8. PROPERTY, PLANT AND EQUIPMENT

	Office equipment HK\$
COST	
At 30/6/2024 and 30/6/2025	65,108

ACCUMULATED DEPRECIATION	
At 30/6/2024	57,327
Charge for the year	<u>3,736</u>
At 30/6/2025	<u>61,063</u>
	=====
NET BOOK VALUE	
At 30/6/2025	<u>4,045</u>
At 30/6/2024	<u>7,781</u>

9. AMOUNT DUE TO A DIRECTOR

The amount due is unsecured, interest free and repayable on demand.

FAITH IN LOVE FOUNDATION LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

10. RESERVE

Movement in component of reserve of the Company is as follows:

	Accumulated (deficit) HK\$
As at 1 July 2024	(39,347)
Deficit for the year	<u>(328)</u>
As at 30 June 2025	<u><u>(39,675)</u></u>

11. RELATED PARTY TRANSACTION

In addition to the related party transactions and balances disclosed elsewhere in the notes to the financial statements, the Company had the following transactions with its related parties during the year:

	2025 HK\$	2024 HK\$
Donation income received from directors	-	400,000
Administration and office support service fee income from related company	<u>185,220</u>	<u>440,008</u>

One of the Company's director, Ms. CHAO Gigi, is also the director of the Company's related company.

The directors consider the related party transactions as noted above are negotiated and concluded on normal commercial terms.

12. APPROVAL OF FINANCIAL STATEMENTS

The financial statements are approved and authorised for issue by the Board of Directors on
24 FEB 2026