Directors' Report
Audited Financial Statements
International Care Ministries Limited
31 May 2025

Directors' report

The directors submit herewith their report and audited financial statements of International Care Ministries Limited (the "Company") for the year ended 31 May 2025.

Principal activity
The principal activity of the Company is to provide care for the poor and those in need through strategic programs and donations of cash and goods.

Results
The results of the Company for the year ended 31 May 2025 are set out in the Statement of Comprehensive Income on page 8.

Review of the Company's business
The work of the Company is targeted toward those living at the absolute bottom of the economic ladder. The Company's work first started in the Philippines, focusing on Filipinos living in "ultrapoverty," on less than US$0.50 per day. As one of the top 15 most populous countries in the world, the Philippines is home to more than 100 million people. Despite robust economic growth in recent years, more than 25 million Filipinos still live in extreme poverty, on incomes below US$1.25 per day.

Living on less than US$0.50 per day means a daily battle for survival. The ultrapoor live in inadequate, crowded shelters. They suffer from chronic hunger and malnutrition. They lack access to clean water and proper sanitation making them highly prone to many types of diseases. They are particularly vulnerable to recurring natural disasters. And they lack access to networks of support that could help them. Living in ultrapoverty means living without hope for a better future. The Company's initiatives are designed specifically to meet the needs of ultrapoor households.

In addition to the expansion of work to Uganda and Guatemala since 2023, the Company has also extended its work to Burundi in this fiscal year.

Programs
The Company does its work through its charitable partners primarily in four programs – Transform, Family Academy, Thrive Network and Prevail. Transform is a four-month holistic learning experience in the slum community where the participants live. Family Academy focuses on providing parents with simple teaching materials in order for the parents to teach basic knowledge in a home school setting. The Thrive Network is a network of more than 20,000 pastors with churches in slum communities who provide the Company the ability to reach those living in ultrapoverty cost effectively. Prevail is a program related to Transform. The participants form savings groups under the Transform Program. After the end of Transform, the Company continues to support these newly formed savings groups through monthly "Prevail" meetings where the participants get additional training and accountability.

The Company embraces a business approach to fighting poverty, ensuring the greatest impact while at the same time keeping costs as low as possible:

Maximising Impact
The Company is dedicated to rigorous and detailed measurement of results. The Company is committed to data integrity and employs well-established research methods. It designs programs around results. This allows the Company to report with confidence that the Company is delivering real life change for the ultrapoor.

Minimising Cost
The Company's twenty three years of experience tell us that the key to progress out of poverty is not about giving expensive assets to the poor. The key is the people themselves who are the assets. The Company invites those living in ultrapoverty to hope for a better future and helps them to realise their own potential to reach it. And fortunately that is not expensive.

Review of the Company's business (Continued)

Staff

The work of the Company is made possible by its dedicated small team of staff in Hong Kong who works with the Company's charitable partners which have a field team of 459 Filipinos who serve 34 provinces and highly urbanized cities from 14 bases of operations in the Visayas and Mindanao region of the Philippines.

Donors

The Company is supported generously by a wide variety of donors from different countries. The donations from foundations amounted to HK$22.4 million or 35% of total donations in 2025. Donations from fundraising activities in 2025 were HK$7.5 million, representing 12% of total donations.

In-Kind partners

In the 24-25 fiscal year that ended on 31 May 2025, the Company's charitable partners donated 4 containers of about 1.1 million meals for the ultrapoor, consisting of protein and micronutrient fortified dehydrated food. The Company also received 88,000 bars of soap for ultrapoor program participants. The Company paid for the shipment of these in-kind gifts from Hong Kong to Uganda, Guatemala, Burundi and to the Philippines respectively.

Compliance with laws and regulations

The Company is committed to compliance with all applicable laws and regulations in Hong Kong. These laws and regulations include those which apply specifically to charitable organisations, as well as those applicable to general business operation in Hong Kong. The Company encourages responsible and sustainable environmental practices in Hong Kong and in the operations of its charitable partners.

Principal risks & uncertainties facing the Company

The Company has risks with regard to the amount, source and timing of donation income. Uncertainty around global economic developments may impact donors' ability to give. The Company seeks actively to mitigate these risks by diversifying its donor base and by maintaining good contacts with donors to improve the Company's cash flow forecasting.

The Philippines had an election year in 2022, and political developments have the potential to impact on the operations of the Company's charitable partners in the Philippines. Other national, regional and local elections happen regularly and have the potential to impact the operations of the Company's charitable partners in the Philippines. The Company's charitable partners strive to reduce the risks of political developments by maintaining good relations with local government officials and agencies regardless of political affiliation. In addition, local government in the Philippines tends to view the Company's work to transform the lives of the ultrapoor in a positive light and is inclined generally to not stand in the way of these efforts.

Natural disasters, such as typhoons, landslides and earthquakes, are a fact of life across the Asian region. Such disasters have the potential to disrupt the operations of the Company and its charitable partners. The Company has policies to keep staff members safe during inclement weather and the Company's charitable partners conduct training in disaster preparedness not only for the benefit of program participants but also for the benefit and safety of staff of the Company.

Staff turnover may impact operations for the Company. The Company addresses this risk with a rigorous recruitment and staff selection process, regular performance reviews and a competitive compensation and benefits strategy commensurate with the Company's financial means.

Review of the Company's business (Continued)

Significant subsequent event

The Company is not aware of any significant events affecting the Company since the end of the reporting period and up to the date of this report.

Future development in the Company's business

As mentioned above, the Company will also continue to diversity its sources of funding. The Company is actively seeking additional foundational grants and grants from institutional funders to expand the footprints of its poverty alleviation programs.

The Company will continue to follow its current strategy of innovation in program development and delivery as the Company implements its business approach to fighting poverty, ensuring the greatest impact while at the same time keeping costs as low as possible.

Directors

The directors who held office during the year or during the period from the end of the year to the date of this report were:

David Kent Sutherland
Malcolm Ross John Wood
David Lee Simms
Daniel Gabriel Montecillo
Guangjie Hopton Yang
Phua Ai Ching Pamela

In accordance with Articles 38 to 40 of the Company's Articles of Association, David Kent Sutherland and Guangjie Hopton Yang will retire by rotation at the annual general meeting and, being eligible, will offer themselves for re-election.

Arrangements for acquisition of shares or debentures

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

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.

Equity-linked agreements

No equity-linked agreements into which the Company entered subsisted at any time during the year.

Permitted indemnity provisions
No permitted indemnity provision was in force during the year, or is in force at the date of this report, for the benefit of a then director or a director of the Company (whether made by the Company or otherwise).

Charitable donations
Charitable donations made by the Company during the year amounted to HK$43,843,999.

Auditor
A resolution will be submitted to the annual general meeting to re-appoint Forvis Mazars CPA Limited, *Certified Public Accountants,* as the auditor of the Company.

Approved by the Board of Directors and signed on its behalf by

David Kent Sutherland
Chairman

29 AUG 2025

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Independent Auditor's Report

To the members of
International Care Ministries Limited
(incorporated in Hong Kong with liability limited by guarantee)

Opinion

We have audited the financial statements of International Care Ministries Limited (the "Company") set out on pages 8 to 21, which comprise the statement of financial position as at 31 May 2025, the statement of comprehensive income, the statement of changes in funds and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 May 2025, and of its financial performance and cash flows for the year then ended in accordance with HKFRS for Private Entities Accounting Standard as issued by the Hong Kong Institute of Certified Public Accountants (the "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 ("HKSAs") as 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 of the Company are responsible for the other information. The other information comprises 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
International Care Ministries Limited
(incorporated in Hong Kong with liability limited by guarantee)

Responsibilities of directors for the financial statements
The directors of the Company are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for Private Entities Accounting Standard as issued by the HKICPA and the 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 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 judgement 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.

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Independent Auditor's Report

To the members of
International Care Ministries Limited
(incorporated in Hong Kong with liability limited by guarantee)

Auditor's responsibilities for the audit of the financial statements (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 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.

Forvis Mazars

Forvis Mazars CPA Limited
Certified Public Accountants
Hong Kong, 29 August 2025

The engagement director on the audit resulting in this independent auditor's report is:
KWOK, Yuen Man
Practising Certificate number: P04604

International Care Ministries Limited

Statement of Comprehensive Income
For year ended 31 May 2025

	Note	2025 HK$	2024 HK$
Revenue	3	**64,559,578**	64,759,494
Cost of fundraising activities		**(2,509,730)**	(2,042,492)
Gross profit		**62,049,848**	62,717,002
Other income	4	**7,167**	48,911
Administrative and general expenses		**(6,353,843)**	(9,624,556)
Donations to ICMMI and ICMFI	6	**(35,858,158)**	(33,465,366)
Overseas ministries		**(17,385,642)**	(17,213,228)
Finance costs	5	**(560,443)**	-
Surplus before tax	5	**1,898,929**	2,462,763
Income tax expense	7	**-**	-
Surplus for the year		**1,898,929**	2,462,763
Other comprehensive income for the year		**-**	-
Total comprehensive income for the year		**1,898,929**	2,462,763

International Care Ministries Limited

Statement of Financial Position
At 31 May 2025

	Note	2025 HK$	2024 HK$
ASSETS			
Non-current assets			
Property, plant and equipment	8	**52,984**	107,595
Current assets			
Bank balances and cash		**1,957,981**	277,531
Loan to a related party	9	**15,139,872**	15,139,872
Deposits, prepayments and other receivables		**711,726**	1,226,579
		17,809,579	16,643,982
Total assets		**17,862,563**	16,751,577
LIABILITIES			
Current liabilities			
Other payables and accruals		**2,254,916**	1,779,882
Loans from related parties	9	**10,178,717**	12,680,318
Loans from directors	9	**2,024,124**	785,500
Total liabilities		**14,457,757**	15,245,700
FUNDS			
General operating funds		**15,642,003**	2,076,565
Designated funds		**(12,237,197)**	(570,688)
		3,404,806	1,505,877
Total liabilities and funds		**17,862,563**	16,751,577

These financial statements on pages 8 to 21 were approved and authorised for issue by the Board of Directors on 29 AUG 2025 *and signed on its behalf by*

David Kent Sutherland
Director

Guangjie Hopton Yang
Director

International Care Ministries Limited

Statement of Changes in Funds
Year ended 31 May 2025

	General operating funds *HK$*	Designated funds *HK$*	Total funds *HK$*
At 1 June 2023	(680,334)	(276,552)	(956,886)
Surplus (Deficit) for the year and total comprehensive income (loss) for the year *(Note 12)*	2,756,899	(294,136)	2,462,763
At 31 May 2024 and 1 June 2024	2,076,565	(570,688)	1,505,877
Surplus (Deficit) for the year and total comprehensive income (loss) for the year *(Note 12)*	13,565,438	(11,666,509)	1,898,929
At 31 May 2025	**15,642,003**	**(12,237,197)**	**3,404,806**

General operating funds represent long-term programs and activities undertaken by the Company for providing care for the poor and those in need.

Designated funds represent funds allocated by the Company to a project designated by the donor.

International Care Ministries Limited

Statement of Cash Flows
Year ended 31 May 2025

	2025 *HK$*	2024 *HK$*
OPERATING ACTIVITIES		
Surplus before tax	**1,898,929**	2,462,763
Interest income	**(7,140)**	(13,839)
Depreciation	**54,611**	74,821
Finance costs	**560,443**	-
Changes in working capital:		
Decrease (Increase) in deposits, prepayments and other receivables	**514,853**	(340,243)
Increase in loan to a related party	**-**	(4,096,915)
Increase in other payables and accruals	**475,034**	474,548
Net cash from (used in) operating activities	**3,496,730**	(1,438,865)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**-**	(103,159)
Interest received	**7,140**	13,839
Net cash from (used in) investing activities	**7,140**	(89,320)
FINANCING ACTIVITIES		
Interest paid	**(560,443)**	-
Loans from related parties	**-**	7,368,272
Loans from directors	**1,238,624**	475,500
Repayments to related parties	**(2,501,601)**	(6,196,200)
Net cash (used in) from financing activities	**(1,823,420)**	1,647,572
Net increase in cash and cash equivalents	**1,680,450**	119,387
Cash and cash equivalents at beginning of year	**277,531**	158,144
Cash and cash equivalents at end of year, represented by bank balances and cash	**1,957,981**	277,531

1. GENERAL INFORMATION

International Care Ministries Limited (the "Company") was incorporated in Hong Kong on 26 June 2002 as a company limited by guarantee and not having a share capital.

Every member of the Company undertakes to contribute to the assets of the Company in the event of its being wound up while he is a member, or within 1 year afterwards, for payment of the debts and liabilities of the Company contracted before he ceases to be a member, and the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding HK$100.

Its registered office is located at 8/F, Shun On Commercial Building, 112-114 Des Voeux Road, Central, Hong Kong. The principal activity of the Company is to provide care for the poor and those in need through strategic programs and donations of cash and goods.

2. PRINCIPAL ACCOUNTING POLICIES

Basis of preparation
These financial statements have been prepared in accordance with the HKFRS for Private Entities Accounting Standard as issued by the Hong Kong Institute of Certified Public Accountants and the Companies Ordinance. They have been prepared under the historical cost convention.

These financial statements have been prepared on a basis consistent with the accounting policies adopted in the 2024 financial statements.

A summary of the principal accounting policies adopted by the Company is set out below.

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

Donation income and revenue from fund raising activities are recognised when they are received.

Foreign currency translation
Items included in the Company's financial statements are measured using the currency of the primary economic environment in which the Company operates (the "functional currency"). The financial statements are presented in the currency of Hong Kong dollars, which is the Company's functional currency.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in surplus or deficit.

2. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Property, plant and equipment
Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. Assets held under finance leases, for which there is no reasonable certainty that the Company will obtain ownership at the end of the lease term, are depreciated over their expected useful lives on the same basis as owned assets, or where shorter, the terms of the relevant lease.

The following annual rate is used for the depreciation of property, plant and equipment:

Computer equipment	33%
Leasehold improvements	33%

If there is an indication that there has been a significant change in the depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in profit or loss in the year in which the item is derecognised.

Cash and cash equivalents
Cash and cash equivalents include cash at bank and on hand.

Employee benefits
Short-term employee benefits
Salaries, annual bonuses, paid annual leave and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees.

Defined contribution plan
The obligations for contributions to a defined contribution retirement scheme are recognised as an expense in surplus or deficit as incurred. The assets of the scheme are held separately from those of the Company in an independently administered fund.

2. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Financial instruments

Recognition and derecognition

Financial assets and financial liabilities are recognised when and only when the Company becomes a party to the contractual provisions of the instruments and on a trade date basis.

A financial asset is derecognised when and only when (i) the Company's contractual rights to future cash flows from the financial asset expire or (ii) the Company transfers the financial asset and either (a) it transfers substantially all the risks and rewards of ownership of the financial asset, or (b) it neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset but it does not retain control of the financial asset.

A financial liability is derecognised when and only when the liability is extinguished, that is, when the obligation specified in the relevant contract is discharged, cancelled or expires.

Classification and measurement

Financial assets or financial liabilities are initially recognised at their fair value plus, in the case of financial assets or financial liabilities not carried at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets or financial liabilities.

1) Loans and receivables

Loans and receivables including bank balances and cash, loan to a related party and other receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are not held for trading. They are measured at amortised cost using the effective interest method, except where receivables are interest-free loans and without any fixed repayment term or the effect of discounting would be insignificant. In such case, the receivables are stated at cost less impairment loss. Amortised cost is calculated by taking into account any discount or premium on acquisition over the period to maturity. Gains and losses arising from derecognition, impairment or through the amortisation process are recognised in profit or loss.

2) Financial liabilities

The Company's financial liabilities include other payables, accruals and loans from related parties and directors. All financial liabilities, except for financial liabilities at fair value through profit or loss, are recognised initially at their fair value and subsequently measured at amortised cost, using the effective interest method, unless the effect of discounting would be insignificant, in which case they are stated at cost.

Impairment of financial assets

At the end of each reporting period, the Company assesses whether there is objective evidence that financial assets are impaired. The impairment loss of financial assets carried at amortised cost is measured as the difference between the assets' carrying amount and the present value of estimated future cash flow discounted at the financial asset's original effective interest rate. Such impairment loss is reversed in subsequent periods through profit or loss when an increase in the asset's recoverable amount can be related objectively to an event occurring after the impairment was recognised, subject to a restriction that the carrying amount of the asset at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

2. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Impairment of non-financial assets
At the end of each reporting period, property, plant and equipment are reviewed to determine whether there is any indication that these assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If an estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in surplus or deficit.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognised immediately in surplus or deficit.

Government grants
Government grants are recognised at their fair value when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income over the years necessary to match the grant on a systematic basis to the costs that it is intended to compensate.

Leases
Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the leased asset to the Company. All other leases are classified as operating leases.

Rentals payable under operating leases are charged to surplus or deficit on a straight-line basis over the term of the relevant lease.

Borrowing costs
All borrowing costs are expensed in profit or loss in the period in which they are incurred.

Related parties
For the purpose of these financial statements, related party includes a person and entity as defined below:

(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.

2. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Related parties (Continued)

(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 (which means that each holding company, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One 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 either the Company or an entity related to the Company. If the Company is itself such a plan, the sponsoring employers are also related to the Company.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a holding company of the entity).
- (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the Company or to the holding company of the Company.

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 and include:

(a) that person's children and spouse or domestic partner;
(b) children of that person's spouse or domestic partner; and
(c) dependants of that person or that person's spouse or domestic partner.

In the definition of a related party, an associate includes subsidiaries of the associate and a joint venture includes subsidiaries of the joint venture.

3. REVENUE

	2025	2024
	HK$	*HK$*
Donation income	**62,211,812**	61,284,283
Fundraising activities	**2,347,766**	3,475,211
	64,559,578	64,759,494

4. OTHER INCOME

	2025 *HK$*	2024 *HK$*
Bank interest income	**7,140**	13,839
Other donation income	**27**	35,072
	7,167	48,911

5. SURPLUS BEFORE TAX

This is stated after charging:

	2025 *HK$*	2024 *HK$*
Finance costs		
Interest on loans from related parties	**555,171**	-
Interest on loans from directors	**5,272**	-
	560,443	-
Other items		
Auditor's remuneration	**19,900**	61,182
Depreciation	**54,611**	74,821
Donations to charities grouped in overseas ministries	**7,839,142**	5,704,514
Exchange losses, net	**65,170**	1,129,783
Operating lease payments for premises	**246,487**	447,214
Staff costs comprising:		
Salaries, wages and other benefits	**10,848,588**	13,535,844
Contributions to defined contribution retirement plan	**153,538**	228,608

6. DONATIONS TO ICMMI AND ICMFI

Donations of HK$35,858,158 was paid to International Care Ministries Foundaion Inc. ("ICMFI") *(2024: HK$15,500 and HK$33,449,866 paid to ICMManila, Inc. ("ICMMI") and ICMFI respectively)* during the year for provision of care for the poor and those in need. Both ICMMI and ICMFI are non-stock and non-profit corporations and have been accredited in the Philippines as agencies for assistance for individual in crisis situation and supplemental feeding. The Company, ICMMI and ICMFI have common directors.

7. TAXATION

Hong Kong Profits Tax has not been provided as the Company, being a charitable organisation, is exempt from Hong Kong Profits Tax under Section 88 of the Inland Revenue Ordinance.

8. PROPERTY, PLANT AND EQUIPMENT

	Computer equipment *HK$*	Leasehold improvements *HK$*	Total *HK$*
Cost:			
At 1 June 2023	223,557	111,448	335,005
Additions	103,159	-	103,159
At 31 May 2024 and 1 June 2024	326,716	111,448	438,164
Write-off	-	(111,448)	(111,448)
At 31 May 2025	**326,716**	**-**	**326,716**
Accumulated depreciation:			
At 1 June 2023	144,300	111,448	255,748
Charge for the year	74,821	-	74,821
At 31 May 2024 and 1 June 2024	219,121	111,448	330,569
Charge for the year	54,611	-	54,611
Write-off	-	(111,448)	(111,448)
At 31 May 2025	**273,732**	**-**	**273,732**
Net book value:			
At 31 May 2025	**52,984**	**-**	**52,984**
At 31 May 2024	107,595	-	107,595

9. LOANS FROM (TO) RELATED PARTIES / DIRECTORS

The Company and the related parties have common directors.

9(a) Loan to a related party

The loan is unsecured, interest-free and repayable on 31 May 2026 *(2024: 31 May 2025)*.

9(b) Loans from related parties

The loans are unsecured, interest-free and repayable on 31 May 2026 *(2024: 31 May 2025)*, except that the amount of HK$9,937,629 *(2024: HK$11,154,379)* are interest-bearing at 4.5% *(2024: 4.5%)* per annum.

9(c) Loans from directors

The loans are unsecured, interest-free and repayable on 31 May 2026 *(2024: 31 May 2025)*, except that the amounts of HK$511,500 *(2024: HK$475,500)* and HK$1,202,624 *(2024: Nil)* are repayable on demand, and interest-bearing at 8% per annum and repayable on 30 June 2025 respectively.

10. OPERATING LEASE COMMITMENTS

The Company rents office premises under operating lease. There is no fixed period of the lease but 3 months' prior notice is required to be given to the landlord to terminate the lease. As at 31 May 2025, the lease had a lease term of three years with fixed rentals over the period.

At the end of the reporting period, the Company had outstanding commitments under non-cancellable operating lease that fall due as follows:

	2025	2024
	HK$	*HK$*
Within one year	**45,000**	45,000

11. RELATED PARTY TRANSACTIONS

In addition to the transactions / information disclosed elsewhere in these financial statements, during the year, the Company had the following transaction with a related party:

Related party relationship	**Nature of transaction**	**2025**	2024
		HK$	*HK$*
Key management personnel, excluding directors	Salaries and other benefits	**127,600**	720,000
A related party with common directors	Interest expenses	**555,171**	-
A director	Interest expenses	**5,272**	-

12. FUND MOVEMENT

Based on the allocation basis agreed by the management, the fund movements for the Company's operating result are as follows:

Year ended 31 May 2025

	General operating funds *HK$*	Designated funds *HK$*	Total *HK$*
Revenue			
Donation income and fundraising activities	62,002,078	2,557,500	64,559,578
Other income	7,167	-	7,167
	62,009,245	2,557,500	64,566,745
Cost of fundraising activities	(2,509,730)	-	(2,509,730)
Expenditure			
Program expenses	(40,350,683)	(12,893,117)	(53,243,800)
Administrative and general expenses	(5,022,951)	(1,330,892)	(6,353,843)
Finance costs	(560,443)	-	(560,443)
	(45,934,077)	(14,224,009)	(60,158,086)
Surplus (Deficit) for the year	**13,565,438**	**(11,666,509)**	**1,898,929**

Year ended 31 May 2024

	General operating funds *HK$*	Designated funds *HK$*	Total *HK$*
Revenue			
Donation income and fundraising activities	54,684,494	10,075,000	64,759,494
Other income	48,911	-	48,911
	54,733,405	10,075,000	64,808,405
Cost of fundraising activities	(2,042,492)	-	(2,042,492)
Expenditure			
Program expenses	(41,128,509)	(9,550,085)	(50,678,594)
Administrative and general expenses	(8,805,505)	(819,051)	(9,624,556)
	(49,934,014)	(10,369,136)	(60,303,150)
Surplus (Deficit) for the year	2,756,899	(294,136)	2,462,763

13. INFORMATION ABOUT THE BENEFITS OF DIRECTORS

The following disclosures are presented pursuant to section 383 of the Companies Ordinance.

a) Directors' remuneration

There was no directors' remuneration for the years ended 31 May 2025 and 31 May 2024.

b) Loans, quasi-loans and other dealings in favour of directors

2025

Borrower	Name of directors and nature of connected-entity connection	Principal terms	Outstanding amount		
			Greatest balance during the year *HK$*	At 1 June 2024 *HK$*	**At 31 May 2025** ***HK$***
ICMFI	David Kent Sutherland and Daniel Gabriel Montecillo are directors of ICMFI	Interest-free and repayable on 31 May 2026	15,139,872	15,139,872	**15,139,872**

c) Directors' material interests in transactions, arrangements or contracts

The directors are of the opinion that no transactions, arrangements and 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 had a material interest, whether directly or indirectly, subsisted at the end of the years or at any time during the years ended 31 May 2025 and 31 May 2024.