

IMPACTHK LIMITED
同路會有限公司
(Limited by guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2025



陳黎彭會計師事務所

CHAN, LAI, PANG & CO.

Certified Public Accountants

IMPACTHK LIMITED
同路舍有限公司

DIRECTORS' REPORT

The directors present the annual report and the audited financial statements for the year ended 31st March, 2025.

PRINCIPAL ACTIVITY

ImpactHK Limited ("ImpactHK") is a company incorporated and domiciled in Hong Kong and its registered office at G/F, Cherry Mansion, 29 Oak Street, Tai Kok Tsui, Kowloon. The principal activity of the Association is to help the underprivileged people for the benefit of the Hong Kong Community.

RESULTS

The result of ImpactHK for the year ended 31st March, 2025 and the state of ImpactHK's affairs as at that date are set out in the financial statements on pages 13 to 22.

BUSINESS REVIEW

Key Highlights

- Throughout the 2024-2025 fiscal year, ImpactHK remained dedicated to its mission of supporting the Hong Kong community and alleviating financial hardship among the underprivileged. ImpactHK provided essential assistance, including financial aid, clothing, food, and daily necessities to those in needs.
- ImpactHK maintained strong financial health. The total income and expenditure amounted to approximately HK\$30.2 million (2024: HK\$27.0m) and HK\$ 28.5 million (2024: HK\$25.6m), respectively. This resulted in a surplus, with the accumulated fund reaching approximately HK\$ 19.7 million (2024: HK\$18m) as of 31 March 2025, demonstrating our continued prudent fiscal management.
- The organisational restructuring completed in the previous year proved effective, enhancing operational control and efficiency. ImpactHK's three-department structure facilitates clear accountability.
 - Programmes Department: Responsible for the provision of programmes, services, and the operation of service units.
 - Community Connections Department: Responsible for fundraising, publicity & branding, and education activities.
 - Operations Department: Responsible for finance and accounting, administration, and corporate development activities.

IMPACTHK LIMITED

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DIRECTORS' REPORT – cont'd

Key Performance Indicators and Financial Highlights

This year, ImpactHK's core programmes delivered strong results and expanded our reach, directly impacting the lives of hundreds of individuals and families. ImpactHK's Accommodation Service provided stable housing for 96 residents, while the Employment Service successfully assisted 52 individuals in building job skills and confidence on their path to financial independence.

ImpactHK's Core Services saw significant engagement. The Health, Sports, and Rehabilitation Services supported 316 people, including 60 individuals experiencing homelessness, helping them improve their physical and mental well-being. Through dedicated Community Outreach efforts and the Community Centre, ImpactHK connected with and supported 759 people. The Kind Kitchen distributed 124,596 nourishing meal boxes to those facing food insecurity. The Casework Service provided ongoing, personalised support to 116 individuals. A key development was the successful launch of ImpactHK's new Targeted Outreach Service, which engaged directly with 330 individuals living on the streets.

ImpactHK's also grew its community involvement. ImpactHK's organised 769 Kindness Walks (public and private), engaging 3,744 participants, and delivered 11 Kindness Talks at local schools. This year also saw the launch of the new "Cook & Serve" initiative, with 10 community cooking events held.

Social Enterprise Performance

ImpactHK's social enterprises continued to serve their dual mission. My Kinda Café maintained a strong presence with 24,519 transactions. Kindness Matters Online Shop completed 153 online transactions, extending ImpactHK's community of supporters.

Social Enterprise Performance

<u>Persons Served</u>	<u>2025</u>	<u>2024</u>
Accommodations	96	120
Health, Sports, and Rehabilitation	316 (60 homeless)	230
Employment Services	52	35
Community Outreach and Community Centre	759	626
Kindness Kitchen (No. of Lunch Boxes)	124,596	122,393
Casework	116	115
Outreach services	330	N/A
<u>No. of Kindness Activities</u>		
Kindness Talks at Schools	11	10
Kindness Walks (Public & Private)	769	797
Kindness Walks: no. of participants	3,744	4,592
Cook & Serve	10	N/A
<u>SE Transactions</u>		
My Kinda Cafe	24,519	24,495
Online Shop	153	263

IMPACTHK LIMITED
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DIRECTORS' REPORT – cont'd

Social Enterprise Performance – cont'd

Financially, the total income and expenditure amounted to approximately HK\$ 30.2 million (2024: HK\$27.0m) and HK\$ 28.5 million (2024: HK\$25.6m), respectively.

Financial Highlights for the Fiscal Year

	<u>2025</u>	<u>2024</u>
	HK\$	HK\$
<u>INCOME</u>		
Designated funds	12,954,129 (42.9% of all revenue)	12,594,520 (46.6% of all revenue)
General funds	15,755,842 (52.2% of all revenue)	12,747,578 (47.2% of all revenue)
Social enterprise income	1,438,172 (4.8% of all revenue)	1,630,287 (6.0% of all revenue)
Interest income	54,295 (0.1% of all revenue)	59,487 (0.2% of all revenue)
TOTAL INCOME	30,202,438	27,031,872
<u>EXPENDITURE</u>		
Programme expenses:		
Accommodation services	4,264,487	4,467,403
Employment services	2,071,120	2,808,757
Core services	14,956,661	11,502,847
Social enterprise expenses	1,617,291	1,861,376
Fundraising expenses	3,285,876	2,749,089
Administrative expenses	2,308,718	2,182,124
TOTAL EXPENDITURE	28,504,153	25,571,596
Surplus	1,698,285	1,460,276
<u>ACCUMULATED FUND</u>		
At the beginning of the year	18 million	16.6 million
At the end of the year	19.7 million	18 million

DIRECTORS' REPORT – cont'd

Business Overview

ImpactHK was founded in March 2017 as a registered charity in Hong Kong. ImpactHK's journey began with a simple but powerful commitment: to perform one act of kindness each month for people experiencing homelessness. From this starting point, ImpactHK has grown significantly, supported by a dedicated team of volunteers and staff who help us deliver meaningful, measurable support to those in need.

ImpactHK's core mission is to build trust and lasting connections with individuals experiencing homelessness in Hong Kong. ImpactHK works to improve their situations through a holistic range of services, including safe accommodation, employment training, health and rehabilitation support, personal casework, and reliable access to food.

ImpactHK recognises that providing a home or a job is only part of the journey. That's why some of the graduates choose to continue their journey with ImpactHK by joining the team as full-time or part-time staff. Through formal contracts, they work across Kind Kitchen, Health Centre, hostel, and outreach programmes, offering kindness and practical support to others in need. This meaningful work strengthens their own path to recovery while allowing them to become powerful role models—showing first-hand that hope, stability, and transformation are possible. ImpactHK, remains a supportive community and a circle of friends for all who pass through the doors.

ImpactHK's work is made possible by the generous support of donors and funding partners, including The Hong Kong Jockey Club Charities Trust, ZeShan (H.K.) Foundation, The Robert H. N. Ho Family Foundation Hong Kong Limited, Audemars Piguet Foundation for Common Good, Sir Horace Kadoorie International Foundation, HKEX Foundation, and many others. In March 2025, ImpactHK successfully held our inaugural fundraising Gala Dinner, raising an additional HK\$6 million to support our operations. Moving forward, ImpactHK will continue to explore new fundraising initiatives across arts, entertainment, and sports. ImpactHK is also deeply grateful for the ongoing donations from the general public, which remain vital to ImpactHK's work.

Legal Status & Affiliation

- Registered in Hong Kong under the Companies Ordinance as a company limited by guarantee for charitable purposes.
- An exempt charity under Section 88 of the Inland Revenue Ordinance.
- A member of the Hong Kong Council of Social Service.

Operational Highlights

- Accommodation Service

Safe, stable accommodation is a critical foundation for anyone seeking independence. ImpactHK offers a tiered housing approach, from short-term shelter to longer-term co-living.

- i. Emergency shelter

Provides urgent care and stability during a crisis, usually for up to six weeks. Residents commit to working closely with a dedicated caseworker.

- ii. Transitional housing

A 1 to 2 year programme focused on skill-building and long-term housing planning, supported by ongoing casework.

DIRECTORS' REPORT – cont'd

Operational Highlights – cont'd

- Accommodation Service – cont'd

- iii. Co-living

- A pioneering programme that supports residents for an average of two years as they transition to fully independent living. Participants share apartments and are responsible for their own rent and upkeep, building life skills in a supportive community setting.

- Employment Service

ImpactHK focuses on empowering individuals by building on their strengths. ImpactHK's employment services foster continuous learning and self-discovery, helping people gain the tools and confidence to build meaningful careers.

- i. Community Assistant Project

- A work-readiness programme that combines skills training with community service. Participants develop interpersonal and practical skills through workshops, volunteering, and group activities.

- ii. Employment Support Service

- Offers tailored career counselling, networking opportunities, and seminars to help individuals navigate the mainstream job market, clarify their aspirations, and build self-esteem.

- Health, Sports and Rehabilitation

ImpactHK takes a holistic approach to well-being, addressing the underlying factors that can contribute to homelessness, such as addiction or mental health challenges. ImpactHK's services are designed to help individuals regain self-esteem, recognise their own value, and reintegrate into society.

- i. Jockey Club ImpactHK Community Champions Programme

- Launched in 2025 with generous support from The Hong Kong Jockey Club Charities Trust, this programme empowers individuals experiencing homelessness through cultural exploration, sports, and wellness activities, fostering personal growth and inclusive community engagement.

- ii. Medical Services

- ImpactHK arranges free medical services, physiotherapy, dental care, and comprehensive health screenings. These initiatives help service users better understand their physical and mental health and move toward a healthier lifestyle.

- Community Outreach

ImpactHK's outreach work focuses on connecting with people where they are, offering compassion and practical support to those who may be physically or mentally vulnerable.

- i. Social Worker Outreach Program

- Led by professional social workers, this service provides immediate support on the streets and refers individuals to our 29 Community Centre for further assistance.

DIRECTORS' REPORT – cont'd

Operational Highlights – cont'd

- **Community Outreach – cont'd**

- ii. **Kindness Walks**

- Volunteers walk designated routes across Kowloon and Hong Kong Island, distributing essential items like water, fruit, and hygiene products while offering friendship and connection.

- iii. **29 Community Centre & The Kind Kitchen**

- Located at 29 Oak Street, Tai Kok Tsui, our community centre provides a year-round safe space offering meals, clothing, charging facilities, haircuts, internet access, and regular social activities. Through The Kind Kitchen and related programmes, we serve over 9,000 meals each month, meeting basic needs while building trusting relationships.

- **Casework Service**

- ImpactHK's caseworkers provide personalised, integrated support through counselling, resource referrals, and service coordination. They begin by comprehensively understanding each individual's challenges—from health and housing to emotional well-being and social engagement—and then collaborate with them to create a tailored recovery plan.

- **Social Enterprise**

- ImpactHK operates My Kinda Café, a social enterprise located within UBS offices at IFC, serving high-quality coffee and food. The café provides employment opportunities for individuals experiencing homelessness, and all profits go toward supporting the charitable programmes. ImpactHK's Kindness Matters Online Shop also extends our reach, offering branded merchandise such as coffee, apparel, and partner gifts, with all proceeds directed back into our mission.

- **Community Education**

- To combat the stigma associated with homelessness, ImpactHK runs education programmes that foster empathy and understanding. Through school talks, interactive discussions, and guided Kindness Walks, ImpactHK shares real stories and insights, helping the public—especially young people—recognise the challenges faced by those experiencing homelessness and the importance of compassionate community support.

Relation with Stakeholders

ImpactHK believes that strength lies in the strength of relationships. ImpactHK is deeply committed to investing in employees and deepening trust with the people ImpactHK serves.

- **Supporting the Team**

- ImpactHK actively encourages all staff members to pursue professional growth through training and further qualifications. Over the past year, ImpactHK has provided regular in-house training sessions, including "Essential Skills for Managers" workshop, and supported external learning opportunities. To foster unity and strategic alignment, ImpactHK also organized departmental retreats, which helped strengthen team spirit and collaboratively plan for future objectives.

DIRECTORS' REPORT – cont'd

Relation with Stakeholders – cont'd

- Listening to Our Community

The voices of ImpactHK's service users and programme participants are central to work. ImpactHK continuously listens to their feedback, opinions, and needs, which directly informs how ImpactHK develops new services and refine existing programmes. Regular evaluations conducted by ImpactHK's programme teams ensure that support remains relevant, effective, and responsive.

Environmental Awareness

As a community-focused organisation, ImpactHK recognises our responsibility to operate sustainably. ImpactHK integrate environmental awareness into all aspects of our work, from daily office operations to programme delivery. ImpactHK actively encourages the use of recycled materials—such as paper and stationery—and promote responsible resource use across activities, striving to minimise environmental footprint while maximising social impact.

Future Development, Services Improvement and Risks

Hong Kong's economy in 2024–25 continued a gradual recovery, supported by improvements in tourism, external demand, and service sector activity. While overall conditions stabilised compared to recent years, many households—particularly those on lower incomes—continued to feel the strain of high living costs and cautious consumer sentiment. Daily essentials such as food, transport, and housing remained a significant concern, sustaining financial pressure across the community.

For individuals experiencing homelessness, these pressures were especially acute. High rental costs, limited access to stable employment, and a shortage of affordable housing created ongoing barriers to long term stability. Even modest increases in living expenses can significantly impact those already facing complex personal challenges.

Looking ahead to 2025–26, the Government anticipates modest economic growth, aided by easing financial conditions and continued integration with opportunities in Mainland China. However, uncertainties in the global economic environment, shifts in local labour market conditions, and broader structural changes may continue to disproportionately affect the most vulnerable.

These external uncertainties also present operational risks for ImpactHK. Potential fluctuations in funding, rising operational costs, and growing demand for services could challenge our capacity. In response, we remain focused on prudent financial management, diversifying our funding base, and continuously adapting our programmes to meet evolving needs.

To address future needs and deepen our impact, we plan to enhance our services in the coming year:

- ImpactHK will enhance services at our 29 Community Centre related to elderly health, such as regular check-ups and nutrition education, to better support the physical and mental well-being of older individuals experiencing homelessness.
- The Kind Kitchen will place a greater focus on nutrition education and job skills training. Beyond providing meals, we aim to educate service users on managing health through food and will organise catering industry training for those interested.

Above all, ImpactHK remains steadfast in our mission to provide consistent, compassionate support and to build sustainable pathways toward stability for those experiencing homelessness.

IMPACTHK LIMITED
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DIRECTORS' REPORT – cont'd

DIRECTORS

The directors during the year and up to the date of this report were:

Appel, Terri Crystal-Gibbs	(resigned on 6 th May, 2024)
Doshi, Sachin	(resigned on 31 st October, 2024)
Ghazavi-Gill Vida	
Goenka, Geet	(resigned on 19 th June, 2024)
Sekhri, Ranjna	(appointed on 5 th December, 2024)
Seymour-Jones, Elizabeth Ann	
To Nga Yan, Yvonne	
Tim, Wannemacher	(appointed on 2 nd May, 2024)
Wallace, Paul Robert	
Wong, Olivia Ka Ying	(appointed on 1 st September, 2025)

The existing directors, who retired in accordance with Article 15 of the Association's Article of Association, being eligible and offering themselves for re-election.

MANAGEMENT CONTRACTS

ImpactHK did not enter into any contract, other than the contracts of service with the directors or any person engaged in the full-time employment of ImpactHK, whereby any individual, firm or body corporate undertakes the management and administration of the whole, or any substantial part of any operation of ImpactHK.

PERMITTED INDEMNITY PROVISIONS

A permitted indemnity provision (as defined in Section 469 of the Hong Kong Companies Ordinance) for the benefit of the directors of ImpactHK is currently in force and was in force throughout this year.

DIRECTORS' INTERESTS AND CONTRACTS OF SIGNIFICANCE

No contract of significance to which ImpactHK was a party, and in which a director of ImpactHK had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

IMPACTHK LIMITED
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DIRECTORS' REPORT – cont'd

AUDITORS

Chan, Lai, Pang & Co., Certified Public Accountants retire and, being eligible, offer themselves for re-appointment.

By order of the board



To Nga Yan, Yvonne
Director

Hong Kong **31 DEC 2025**



陳黎彭會計師事務所

CHAN, LAI, PANG & CO.

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

IMPACTHK LIMITED

同路舍有限公司

(Incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the financial statements of ImpactHK Limited (the "Association") set out on pages 13 to 22, which comprise the statement of financial position as at 31st March, 2025, and the statement of income and expenditure and accumulated fund and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at 31st March, 2025, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") 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 Association 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.

Information Other than the Financial Statements and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the director's report but does not include the financial statements and our auditor's 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.



陳黎彭會計師事務所

CHAN, LAI, PANG & CO.

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

IMPACTHK LIMITED

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(Incorporated in Hong Kong and limited by guarantee)

- cont'd -

Responsibilities of Directors and Those Charged with Governance for the Financial Statements

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong 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 Association'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 Association or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

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 Hong Kong Companies Ordinance and for no other purposes. 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 HKSA's 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 HKSA's, 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.



陳黎彭會計師事務所

CHAN, LAI, PANG & CO.

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

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- cont'd -

- 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 Association'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 Association 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 those charged with governance 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.

Chan, Lai, Pang & Co.

Certified Public Accountants

Hong Kong 31 DEC 2025

IMPACTHK LIMITED
同路舍有限公司

STATEMENT OF INCOME AND EXPENDITURE AND ACCUMULATED FUND
FOR THE YEAR ENDED 31st MARCH, 2025

	Note	2025 HK\$	2024 HK\$
INCOME			
Designated funds	4	12,954,129	12,594,520
General funds		15,755,842	12,747,578
Social enterprise income		1,438,172	1,630,287
		<u>30,148,143</u>	<u>26,972,385</u>
Interest income		<u>54,295</u>	<u>59,487</u>
		<u>30,202,438</u>	<u>27,031,872</u>
LESS : EXPENDITURE			
<u>Program expenses:-</u>			
<u>Accommodation</u>			
Staff costs		1,996,453	1,403,146
Other expenses		2,268,034	3,064,257
<u>Employment</u>			
Staff costs		1,726,959	2,476,516
Other expenses		344,161	332,241
<u>Core services:</u>			
Staff costs		9,599,764	7,072,520
Other expenses		5,322,762	3,996,636
Depreciation		34,135	433,691
<u>Social enterprise expenses:-</u>			
Staff costs		1,066,755	1,234,639
Other expenses		536,446	609,856
Depreciation		14,090	16,881
<u>Fundraising expenses:-</u>			
Staff costs		1,511,105	1,753,734
Other expenses		1,774,771	995,355
<u>Administrative expenses:-</u>			
Staff costs		1,312,974	1,140,681
Other expenses		921,386	947,085
Audit fee		65,000	85,000
Depreciation		9,358	9,358
SURPLUS FOR THE YEAR		<u>1,698,285</u>	<u>1,460,276</u>
ACCUMULATED FUND AT THE BEGINNING OF THE YEAR		<u>18,038,923</u>	<u>16,578,647</u>
ACCUMULATED FUND AT THE END OF THE YEAR		<u>19,737,208</u>	<u>18,038,923</u>

The notes on pages 16 to 22 form part of these financial statements.


IMPACTHK LIMITED
同路舍有限公司

STATEMENT OF FINANCIAL POSITION

AS AT 31st MARCH, 2025

	Note	2025 HK\$	2024 HK\$
NON-CURRENT ASSETS			
Property, plant and equipment	7	123,442	80,825
CURRENT ASSETS			
Inventories	8	112,805	101,868
Deposits, prepayments and other receivables		1,302,673	1,348,972
Grant receivables		2,766,907	4,880,128
Cash and bank balances	9	20,257,330	14,041,620
		<u>24,439,715</u>	<u>20,372,588</u>
CURRENT LIABILITIES			
Accruals		(1,047,230)	(847,645)
Other creditors		---	(496)
Funds from Sir Horace Kadoorie Int'l Foundation	10	(434,018)	(290,429)
Funds from The Hong Kong Jockey Club Charities Trust	11	(1,372,984)	---
Funds from Audemars Piguet Foundation for Common Good	12	(988,000)	---
Funds from DBS Foundation Limited	13	(313,267)	(137,438)
Funds from Aesop UK Limited	14	(459,627)	---
Funds from other projects		(210,823)	(1,138,482)
		<u>(4,825,949)</u>	<u>(2,414,490)</u>
NET CURRENT ASSETS		<u>19,613,766</u>	<u>17,958,098</u>
NET ASSETS		<u>19,737,208</u>	<u>18,038,923</u>
RESERVES			
Accumulated fund		<u>19,737,208</u>	<u>18,038,923</u>

Approved by:-



To Nga Yan, Yvonne
Director



Ghazavi-Gill Vida
Director

The notes on pages 16 to 22 form part of these financial statements.

IMPACTHK LIMITED

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STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31st MARCH, 2025

	2025	2024
Note	HK\$	HK\$
Operating activities		
Surplus for the year	1,698,285	1,460,276
Adjustments for:-		
Depreciation charges	57,583	459,930
Interest income	(54,295)	(59,487)
Changes in operating assets and liabilities:-		
(Increase)/Decrease in inventories	(10,937)	12,713
Decrease/(Increase) in deposits, prepayments and other receivables	46,299	(426,424)
Decrease/(Increase) in grant receivables	2,113,221	(1,797,043)
(Decrease) in other creditors	(496)	(2,624)
Increase in accruals	199,585	622,982
Cash generated from operating activities	4,049,245	270,323
Interest received	54,295	59,487
Net cash generated from operating activities	4,103,540	329,810
Investing activities		
Payment to acquire property, plant and equipment	(100,200)	(44,468)
Net cash (used in) investing activities	(100,200)	(44,468)
Financing activities		
Funds from Sir Horace Kadoorie Int'l Foundation	143,589	290,429
Funds from The Hong Kong Jockey Club Charities Trust	1,372,984	---
Funds from Audemars Piguet Foundation for Common Good	988,000	---
Funds from/(used by) DBS Foundation Limited	175,829	(1,509,417)
Funds from Aesop UK Limited	459,627	---
Funds (used by)/generated from other projects	(927,659)	640,605
Net cash generated from/(used in) financing activities	2,212,370	(578,383)
Net increase/(decrease) in cash and cash equivalents	6,215,710	(293,041)
Cash and cash equivalents at the beginning of the year	14,041,620	14,334,661
Cash and cash equivalents at the end of the year	9 20,257,330	14,041,620

The notes on pages 16 to 22 form part of these financial statements.

IMPACTHK LIMITED

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st MARCH, 2025

(1) REPORTING ENTITY

ImpactHK Limited (the "Association") is a company incorporated and domiciled in Hong Kong and has its registered office at G/F, Cherry Mansion, 29 Oak Street, Tai Kok Tsui, Kowloon. The principal activity of the Association is to help the underprivileged people for the benefit of the Hong Kong Community.

The liability of the Association members is limited by guarantee and the amount to be contributed by each member in the event of winding up is limited to HK\$100.

(2) BASIS OF PREPARATION AND ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention and presented in Hong Kong Dollars (HK\$).

(a) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(b) Property, plant and equipment

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

The cost of such items of property, plant and equipment comprises the following:

- the purchase price, including legal and brokerage fees, import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- any costs directly attributable to bringing the asset to the location and condition necessary for them to be capable of operating in the manner intended by management;
- the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

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 useful lives are used for the depreciation of property, plant and equipment:

Furniture, fixtures and equipment	- 5 years
Leasehold improvement	- over lease term

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st MARCH, 2025

(2) BASIS OF PREPARATION AND ACCOUNTING POLICIES - cont'd

(b) Property, plant and equipment – cont'd

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 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.

(c) Impairment of assets

At each reporting date, property, plant and equipment and intangible assets are reviewed to determine whether there is any indication that those 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.

(d) Inventories

Inventories are stated at the lower of cost (using a first-in-first-out basis) and net realisable value. In arriving at net realisable value an allowance has been made for deterioration and obsolescence.

(e) 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 assets to the Association. All other leases are classified as operating leases.

Rights to assets held under finance leases are recognised as assets of the Association at the fair value of the leased property (or, if lower, the present value of minimum lease payments) at the inception of the lease. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are deducted in measuring profits or loss. Assets held under finance leases are included in property, plant and equipment, and depreciated and assessed for impairment losses in the same way as owned assets.

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

(f) Revenue recognition

Revenue is recognised when it is probable that the economic benefits thereof will flow to the Association and when the revenue can be measured reliably. Donations are recognised as revenue upon receipt or when there is reasonable assurance that the Association will comply with the conditions attaching with it and that the donations will be received.

ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MARCH, 2025

(2) BASIS OF PREPARATION AND ACCOUNTING POLICIES - cont'd

(g) Related parties

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

- (I) A person or a close member of that person's family is related to a reporting entity if that person:
 - (i) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity;
 - (ii) has control or joint control over the reporting entity; or
 - (iii) has significant influence over the reporting entity.
- (II) An entity is related to a reporting entity if any of the following conditions applies:
 - (i) the entity and the reporting entity are members of the same group (which means that each parent, 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 entity.
 - (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 reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
 - (vi) the entity is controlled or jointly controlled by a person identified in (I).
 - (vii) a 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.
 - (viii) a person identified in (I)(ii) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

(3) KEY SOURCES OF ESTIMATION UNCERTAINTY

The Association's management makes assumptions, estimates and judgements in the process of applying the Association's accounting policies that affect the assets, liabilities, income and expenses in the financial statements prepared in accordance with HKFRS for Private Entities. The assumptions, estimates and judgements are based on historical experience and other factors that are believed to be reasonable under the circumstances. While the management reviews their judgements, estimates and assumptions continuously, the actual results will seldom equal to the estimates.

There is no significant risk of key assumptions concerning the future and other key sources of estimation at the end of reporting period which will cause an adjustment to carrying amounts of assets and liabilities within the next financial year.

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st MARCH, 2025

(4) DESIGNATED FUNDS

	2025	2024
	HK\$	HK\$
Sir Horace Kadoorie Int'l Foundation	2,011,207	610,597
The Hong Kong Jockey Club Charities Trust	3,846,153	2,428,818
The Robert H.N. Ho Family Foundation HK Limited	1,260,131	675,091
DBS Foundation Limited	1,791,434	1,509,417
Operation Santa Claus	1,000,000	196,088
Other designated funds	3,045,204	7,174,509
	<u>12,954,129</u>	<u>12,594,520</u>

(5) INCOME TAX EXPENSE

The Association is exempt under Section 88 of the Inland Revenue Ordinance from any tax by reason of being a charitable institution.

(6) DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to section 383 of the Companies Ordinance (Cap. 622) and Companies (Disclosure of Information about Benefits of Directors) Regulation (Cap. 622G) for the year is HK\$ Nil (2024 – HK\$ Nil).

(7) PROPERTY, PLANT AND EQUIPMENT

	Furniture, fixtures and equipment	Leasehold improvement	Total
	HK\$	HK\$	HK\$
Cost			
At 1 st April, 2024	387,688	1,802,283	2,189,971
Additions	---	100,200	100,200
At 31 st March, 2025	<u>387,688</u>	<u>1,902,483</u>	<u>2,290,171</u>
Accumulated depreciation			
At 1 st April, 2024	(321,052)	(1,788,094)	(2,109,146)
Charges for the year	(27,710)	(29,873)	(57,583)
At 31 st March, 2025	<u>(348,762)</u>	<u>(1,817,967)</u>	<u>(2,166,729)</u>
Net carrying amount			
At 31 st March, 2025	<u>38,926</u>	<u>84,516</u>	<u>123,442</u>
At 31 st March, 2024	<u>66,636</u>	<u>14,189</u>	<u>80,825</u>

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st MARCH, 2025

(8) INVENTORIES

Inventories comprise of merchandise and souvenirs.

(9) CASH AND CASH EQUIVALENTS

	2025	2024
	HK\$	HK\$
Cash at bank and on hand	20,257,330	14,041,620
	<hr/>	<hr/>
Cash and cash equivalents in the statement of financial position and statement of cash flows	20,257,330	14,041,620
	<hr/>	<hr/>

(10) FUNDS FROM SIR HORACE KADOORIE INTERNATIONAL FOUNDATION

	2025	2024
	HK\$	HK\$
Balance brought forward	290,429	---
Fund disbursed during the year	2,154,796	901,026
Less: Expenses incurred	<u>(2,011,207)</u>	<u>(610,597)</u>
Balance carried forward	<hr/> 434,018 <hr/>	<hr/> 290,429 <hr/>

In the prior year, Sir Horace Kadoorie International Foundation ("the Foundation") entered into an agreement with the Association in respect of the "Female Homeless Intensive Care and Co-living" project ("the Project"). The sum of donation was used towards the costs of the Project.

(11) FUNDS FROM THE HONG KONG JOCKEY CLUB CHARITIES TRUST

	2025	2024
	HK\$	HK\$
(i) <u>Community Champions Programme for homeless individuals</u>		
Fund disbursed during the year	1,132,500	---
Less: Expenses incurred	<u>(238,196)</u>	<u>---</u>
Balance carried forward	<hr/> 894,304 <hr/>	<hr/> --- <hr/>

During the year, The Hong Kong Jockey Club Charities Trust ("the Company") entered into an agreement with the Association in respect of the "Community Champions Programme for Homeless Individuals" (the "Programme"). The sum of donation was used towards the costs of the Programme.

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MARCH, 2025

(11) FUNDS FROM THE HONG KONG JOCKEY CLUB CHARITIES TRUST – cont'd

	2025	2024
	HK\$	HK\$
(ii) <u>Age with Dignity: A Holistic Programme to Support Elderly Street Sleepers</u>		
Fund disbursed during the year	2,897,000	---
Less: Expenses incurred	<u>(2,418,320)</u>	<u>---</u>
Balance carried forward	<u>478,680</u>	<u>---</u>

In the prior year The Hong Kong Jockey Club Charities Trust ("the Company") entered into an agreement with the Association in respect of the "Age with Dignity: A Holistic Programme to Support Elderly Street Sleepers" ("the Programme"). The sum of donation was used towards the costs of the Programme.

(12) FUNDS FROM AUDEMARS PIGUET FOUNDATION FOR COMMON GOOD

	2025	2024
	HK\$	HK\$
Fund disbursed during the year	1,482,000	---
Less: Expenses incurred	<u>(494,000)</u>	<u>---</u>
Balance carried forward	<u>988,000</u>	<u>---</u>

During the year, Audemars Piguet Foundation for Common Good ("the Foundation") entered into an agreement with the Association in respect of the "Emergency Shelter and Accommodation" Programme (the "Programme"). The sum of donation was used towards the costs of the Programme.

(13) FUNDS FROM DBS FOUNDATION LIMITED

	2025	2024
	HK\$	HK\$
Balance brought forward	137,438	1,646,855
Fund disbursed during the year	1,967,263	---
Less: Expenses incurred	<u>(1,791,434)</u>	<u>(1,509,417)</u>
Balance carried forward	<u>313,267</u>	<u>137,438</u>

In the prior year, DBS Foundation Limited ("the Company") entered into an agreement with the Association in respect of the "Kind Kitchen" Project (the "Project"). The sum of donation was used towards the costs of the Project.

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ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31st MARCH, 2025**(14) FUNDS FROM AESOP UK LIMITED**

	2025	2024
	HK\$	HK\$
Balance brought forward	---	---
Fund disbursed during the year	762,224	---
Less: Expenses incurred	<u>(302,597)</u>	<u>---</u>
Balance carried forward	<u>459,627</u>	<u>---</u>

During the year, Aesop UK Limited ("the Company") entered into an agreement with the Association in respect of the "Kind Kitchen" project ("the Project"). The sum of donation was used towards the costs of the Project.

(15) COMMITMENT UNDER OPERATING LEASES

The Association had the following future minimum lease payments payable under non-cancellable operating leases:

	2025	2024
	HK\$	HK\$
Land and buildings		
- Not later than one year	3,084,037	2,142,516
- Later than one year and not later than five years	<u>966,700</u>	<u>638,637</u>

(16) RELATED PARTY TRANSACTIONS

In addition to the transactions and balances disclosed elsewhere in these financial statements, the Association had the following material related party transactions during the year:-

	2025	2024
	HK\$	HK\$
Key management personnel's remuneration	<u>2,054,197</u>	<u>1,469,969</u>

(20) APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized for issue by the Association's board of directors on **31 DEC 2025**

