

# ANNUAL REPORT

2024-2025



**FAIRTRADE**  
HONG KONG 香港



**FAIR TRADE**  
**HONG KONG**  
香港公平貿易聯盟

## **Chairman's Message: Weaving Resilience, From Global Fields to Local Streets**

As another year closes, it offers us a moment for reflection at the Fair Trade Hong Kong Foundation. It is a time to measure our progress not just in numbers, but in the lives we have touched and the communities we have empowered. This year, our reflections take on a deeper resonance as we connect our global mission to a pressing local need, reminding us that the principles of fairness, dignity, and resilience know no borders.

The past year has been one of significant achievements and deepening impact. Through our diverse educational programmes, corporate partnerships, and public advocacy, we have continued to champion the cause of producers and artisans around the world. Our "Bring Fair Trade to Your School" (BFTYS) initiative has reached a new milestone, engaging over 3,500 primary, secondary, and university students through interactive workshops and thematic talks. These sessions have empowered the younger generation to understand the complexities of global trade and the power of their own consumption choices.

Our corporate engagement has also seen remarkable growth. This year, we delivered 39 sessions of workshops and bazaars, reaching over 1,000 staff members across leading organizations such as the Hong Kong Housing Society, Kerry Properties, and Hongkong Land. Furthermore, our specialized corporate workshops engaged 400 participants in deep dives into environmental rights and ethical consumption. These numbers are not just statistics; they represent a growing movement of professionals and businesses committed to integrating sustainability into their core operations.

These efforts are rooted in a simple, yet powerful, idea: that trade can be a force for good. Fair Trade is more than just a label; it is a commitment to a set of principles that build robust and resilient communities. It ensures fair prices, fosters safe working conditions, promotes environmental stewardship, and empowers producers to have a voice in their own futures. This model creates a virtuous cycle, where economic stability and social empowerment reinforce each other, enabling communities to withstand shocks and build a better future for generations to come. Indeed, our work directly contributes to several United Nations Sustainable Development Goals (UNSDGs), including SDG 5: Gender Equality, SDG 12: Responsible Consumption and Production, and SDG 13: Climate Action, demonstrating how Fair Trade is a powerful tool for global sustainable development.

As an organization deeply rooted in Hong Kong, the Fair Trade Hong Kong Foundation has always been committed to the well-being and resilience of our local community. This year, we have continued to demonstrate this commitment by actively engaging with diverse stakeholders across Hong Kong to champion ethical consumption and sustainable development. Our efforts underscore that the principles we advocate for globally — of supporting communities, ensuring safety, and fostering collective well-being — are equally vital and urgently needed in our own backyard.

## **Chairman's Message: Weaving Resilience, From Global Fields to Local Streets**

**(Cont'd)**

In the coming year, as a natural extension of our local commitment and global mission, the Fair Trade Hong Kong Foundation will be deepening its engagement by applying the essence of Fair Trade — its principles of solidarity, equity, and sustainable community development — to further strengthen Sustainable Community Empowerment across Hong Kong. This effort is not a departure from our mission, but a powerful demonstration of how the values we champion globally — ensuring fair conditions, fostering collective well-being, and empowering communities to thrive — are universally applicable and urgently needed right here in Hong Kong. We will continue to build on our successful engagement with schools, businesses, and the public to foster a more ethical and sustainable society, demonstrating how the resilience we strive to build in farming communities abroad is directly connected to the resilience we cultivate in our own city, guided by the same ethical framework.

We believe that the spirit of Fair Trade — of solidarity, mutual support, and collective action — is precisely what is needed to help our local communities to continue sustainable development. We will work with local partners to foster ethical consumption, promote sustainable practices, and empower individuals and groups to build a more resilient future. We aim to apply the lessons learned from our global work to this local context, fostering a sense of shared purpose and collective empowerment.

To bring this vision to life, we will need the collective strength and spirit of our entire community. We will be actively engaging with our network of supporters, corporate partners, and philanthropic foundations, seeking their continued partnership and investment in this vital work. We believe this new chapter in our mission—to build resilience both at home and abroad—will resonate deeply with all who share our commitment to creating a more equitable and caring Hong Kong.

As we embark on this new chapter, we do so with a clear sense of purpose. The challenges are great, but so too are the opportunities. We have the opportunity to demonstrate that the principles of Fair Trade are not just an abstract ideal, but a practical framework for building a better world, both at home and abroad.

I want to extend my deepest gratitude to our staff, our partners, our volunteers, and to every person who has supported our work this year. Your commitment is the bedrock of our success. As we look ahead, I am confident that, together, we can continue to make a real and lasting difference in the lives of people, from the coffee fields of distant lands to the vibrant communities across Hong Kong.

Thank you.

Jonathan Mok  
Chairman

# FAIR TRADE HONG KONG FOUNDATION LIMITED

## PRINCIPAL ACTIVITIES

The principal activities of the Foundation during the year were the organization of a number of activities to raise awareness of Fair Trade and enhance the demand for Fair Trade products in the community.

The Fair Trade movement has sought to build awareness of Fair Trade among our stakeholders, and its success requires joint efforts of different sectors, including schools, businesses and consumers. Fair Trade Hong Kong Foundation (FTHK) seeks to promote justice, equity and sustainable development at the heart of trade structures and practices through public engagement and educational activities by various means: forums, talks, exhibitions, bazaars, upcycling workshops and community-based projects, which reflects what a fairer world should be for everyone.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Fair Trade and SDG Awards 2023/2024

Launched in 2018, the Fair Trade Awards celebrated the outstanding contributions of business entities and the education sector for their participation and advocacy on Fair Trade. In 2024, the awards broadened the scope to recognize the efforts in advancing Fair Trade and fulfilling Sustainable Development Goals (SDGs) in support of the underprivileged societies and sustainable development in town and beyond.



Since its setup, FTHK was guided by Fair Trade's six core principles and has been working on initiatives that are directly associated with 12 out of the 17 United Nations SDGs established in 2015. FTHK proudly serves as a dedicated pursuer and advocate for sustainable impacts.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Fair Trade Charity Football Cup 2024



Fair Trade Charity Football Cup 2024 was held on 7 December. Under the "Kick Off Zero Hunger" theme (SDG Goal 2: Zero Hunger), FTHK combined athletic competition with advocacy and called for collective action to address one of the most pressing global challenges of hunger and poverty.

A total of eight soccer teams from business sector and non-profit organization participated and joined with FTHK in this initiative, leveraging their passion for football to spotlight the persistent struggles faced by the underprivileged communities both locally and in developing regions globally.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Corporate Engagement



Throughout the year, FTHK strengthened the partnership with corporations across diverse sectors to deliver 39 sessions of engaging workshops, bazaars and community initiatives. These activities provided meaningful opportunities for direct engagement with participants, promoting ethical and sustainable development for the benefit of the society and the global economy. The corporate Fair Trade bazaars showcased a wide range of Fair Trade certified and ethically sourced products such as coffee, tea, rice, snacks and eco-friendly cleansing items. Each product comprised a story of fair wages, dignity and environment protection principles, promoting sustainable production and responsible consumption (UN SDG Goal.12:Responsible Consumption and Production) and supporting ethical supply chains.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Corporate Engagement (cont'd)

With the generous sponsorship from Kerry Properties, a Fair Trade advocacy message and a short video of raising awareness of climate change were displayed on the big LED screens inside MegaBox for a full month. Indeed, FTHK has been striving to spread the Fair Trade concepts to different stakeholders and deepen the mindshare of the public. This high visibility message placement in a conveniently located shopping complex was able to help FTHK reach out to all walks of life, enhancing their awareness of sustainability and urging them to work together to shape a sustainable future. The Fair Trade message reinforced the value of ethical consumption, driving responsible business practices, while the climate change message drew the attention to the worsening impacts of global climate challenges, particularly adversely affecting farming communities. FTHK aimed to urge the general public for meaningful behavioral change in daily life to help mitigate the potential risks to societies and ecosystems from the impacts of climate change (SDG Goal 13: Climate Action).

In 2025, around a total of 400 participants were engaged in corporate workshops which covered such topics as environmental rights, gender equity, responsible production and ethical consumption. Furthermore, over 1,000 staff were reached through bazaars held in different companies. Many big corporations such as Hong Kong Housing Society, Kerry Properties, Hongkong Land, Hong Yip Service and Asia Airfreight Terminal were Fair Trade's staunch supporters, to name a few.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Public Engagement

### "Spring Scroll and Cantonese Dialect" Project funded by the Intangible Cultural Heritage Office

"Spring Scrolls and Cantonese Dialect" workshop was a two-year project, presented by the Intangible Cultural Heritage (ICH) Office and organized by FTHK with the support from the "Intangible Cultural Heritage Funding Scheme".

The workshop began in early 2024 and continued through the end of 2025. The workshop targeted ethnic minorities, mainly women, teaching them daily life Cantonese phrases, New Year greetings, the customs of putting on spring scrolls and Chinese calligraphy skills.

This programme aimed to help participants improve their spoken Cantonese skills and enhance their understanding of traditional Chinese culture and local intangible cultural heritage in order to facilitate their communications with locals. The goal of empowering women reflected one of the Fair Trade's core principles of gender equality (SDG Goal 5: Gender Equality) and the support given to women to better integrate into the local communities.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Public Engagement

### "Spring Scroll and Cantonese Dialect" Project funded by the Intangible Cultural Heritage Office (cont'd)

From the start of the project in 2024 until the first quarter of 2025, a total of 70 workshops were conducted for various ethnic minority groups, in collaboration with seven NGOs and ethnic minority associations. The workshop which received overwhelming response was a great success. In response to the feedback and requests from first-year participants, an advanced level workshop was introduced, aiming to expand participants' Cantonese vocabularies through lessons on local festival customs, traditions and everyday necessities.

Through engagement and collaborating with different sectors, FTHK aspires to drive the Fair Trade movement collectively so as to co-create positive change in the society and build a fairer and more sustainable future.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## School Education

### Bring Fair Trade to Your School ("BFTYS") Programme



BFTYS has long been one of FTHK's key strategic initiatives, playing a vital role in promoting the principles of Fair Trade and educating the younger generation about global issues, including globalization, sustainable development and socio-economic inequalities. Through BFTYS, FTHK aims to broaden the perspectives of students to understand more about these challenges, the values of responsible and sustainable consumption, and strengthen their critical thinking skills about the real-world challenges.

In the past year, BFTYS has made another fruitful year by engaging over 3,500 primary, secondary and university students through various educational activities such as interactive workshops, upcycling workshops and thematic talks designed to make the complex concepts and issues more understandable and relevant. These hands-on experiences not only increased students' awareness of Fair Trade and sustainability but also enabled them to positively impact those around them. The BFTYS programme continues to foster a sense of global responsibility, encouraging the youth to build a more sustainable society.

# FAIR TRADE HONG KONG FOUNDATION LIMITED

## BFTYS Programme @Diocesan Boy's School Primary Section



Starting from March 2024, a series of workshops were conducted. Each workshop highlighted an important message of how Fair Trade alleviates the poverty and difficulties for farming communities. The programme motivated students to reflect on their own consumption choices and explore ways they could support the marginalized producers in their everyday lives. The workshops were welcomed by the students as they found it both engaging and informative.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## BFTYS Programme @International Christian School

With the aim of allowing students to experience the difficulties of farmers or workers in underdeveloped areas, FTHK conducted interactive experiential games to a group of primary students at International Christian School in October 2024. The orange farm and sweat factory simulation games offered a fun yet impactful way for students to engage in role-play activities in which they could experience the hardships encountered by disadvantaged communities.



# FAIR TRADE HONG KONG FOUNDATION LIMITED



## BFTYS Programme @Hon Wah College (Primary Section)

FTHK was invited to attend three educational weeks to present Fair Trade related topics, including a fast fashion talk, a coffee ground body scrub DIY workshop and an orange farm simulation game, in September and October 2024. Besides introducing the sustainability concept, the challenges faced by underprivileged farming sectors and the efforts of the Fair Trade movement, the activities furthered students' understanding of the importance of fair wages and sustainability.



# FAIR TRADE HONG KONG FOUNDATION LIMITED



## BFTYS Programme @The Chinese Foundation Secondary School

Three different themed workshops - chocolate tasting, tea tasting and an orange farm simulation game - were conducted in the past year, with the objective of cultivating the students' empathy towards those in need in the societies and encouraging them to take a step to contribute to a more equitable world. Students learnt about the daily hardships faced by cocoa and tea farmers, and the serious child labour situation in many cocoa producing regions. They also experienced the economic difficulties of agricultural life and the consequences of unfair trade practices through the simulation game. The workshops strengthened the student's understanding and awareness of Fair Trade principles.



# FAIR TRADE HONG KONG FOUNDATION LIMITED

## Fair Trade Youth Leadership Programme



FTHK received funding support from the Greater Bay Area Homeland Youth Community Foundation in March 2024 to organize "The Fair Trade Youth Leadership Programme". The project aims to enhance participants' understanding of sustainable development through various activities focusing on waste management and environmental protection. Students will attend lectures on Fair Trade and international environmental issues, deepening their awareness of these important topics. Each participating school will conduct five workshops on the use of recycled coffee grounds for dyeing, and making mosquito repellent, soaps, candles and body scrubs. These workshops teach practical upcycling skills and minimizing food waste and encourage eco-friendly practices in daily life.





# FAIR TRADE HONG KONG FOUNDATION LIMITED

## RESULTS AND APPROPRIATIONS

The financial performance of the Foundation for the year and the state of the Foundation's affairs as at 31 March 2025 are set out in the annexed financial statements.

## SHARE CAPITAL

The Foundation is a company limited by guarantee and not having a share capital. In accordance with Clause 6 of the Memorandum of Association of the Foundation, every member of the Foundation has undertaken to contribute a sum not exceeding HK\$10 to the assets of the Foundation in the event of the Foundation being wound-up during the time they are members or within one year thereafter for the payment of the debts and liabilities of the Foundation contracted before the time at which they cease to be members and of the costs and expenses of winding-up the Foundation, and for the adjustment of the rights of the contributories amongst themselves.

# FAIR TRADE HONG KONG FOUNDATION LIMITED

## DIRECTORS

The directors of the Foundation who held office during the year were:

HO Ambrose

LAU Mei Yin

(resigned on 1 June 2025)

LI Yiu Shing

MOK Ka Hon

FONG Po Kiu

(resigned on 1 June 2025)

LIN Chun Pong

WONG Hiu Yee

LEE Ka Man Betty

(appointed on 25 September 2024)

In accordance with Article 34 of the Foundation's Articles of Association, one-half of the directors retire from office at the forthcoming annual general meeting and, being eligible, offers themselves for reelection.

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

FAIR TRADE HONG KONG FOUNDATION  
LIMITED REPORT OF THE DIRECTORS (CONT'D)

MANAGEMENT CONTRACTS

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

EQUITY-LINKED ARRANGEMENTS

The Foundation has not entered into any agreements during the year which will or may result in the Foundation issuing shares and no such agreements subsisted at the end of the year.

PERMITTED INDEMNITY PROVISION

No indemnity provisions were in force during the year, or are in force at the date of this report, for the benefit of one or more directors of the Foundation.

AUDITOR

It was resolved that Cheung Ka Ho Certified Public Accountant (Practising) expired and Join Us CPA Limited be appointed as an auditor of the Company to hold office until the conclusion of the next annual general meeting.

Hong Kong,

By order of the board



MOK Ka Hon

Chairman **24 DEC 2025**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED**  
(incorporated in Hong Kong with limited liability by guarantee)

## Opinion

We have audited the financial statements of Fair Trade Hong Kong Foundation Limited (the "Foundation") set out on pages 10 to 16, which comprise the statement of financial position as at 31 March 2025, and the income and expenditure account 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 Foundation 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 Hong Kong 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 Auditor ' s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation 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.

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED  
(incorporated in Hong Kong with limited liability by guarantee)

## Other Information

The directors are responsible for the other information. The other information comprises the information included in report of the directors, 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 identified above when it becomes available 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 (CONT'D)  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED  
(incorporated in Hong Kong with limited liability by guarantee)

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

The directors are responsible for the preparation of financial statements in accordance with the SME-FRS 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 Foundation'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 Foundation or to cease operations, or have no realistic alternative but to do so.

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

INDEPENDENT AUDITOR'S REPORT (CONT'D)  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED  
(incorporated in Hong Kong with limited liability by guarantee)

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 Hong Kong Companies Ordinance (Cap 622), and no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of 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.

INDEPENDENT AUDITOR'S REPORT (CONT'D)  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED

(incorporated in Hong Kong with limited liability by guarantee)

Auditor's Responsibilities for the Audit of the Financial Statements (cont'd)

As part of an audit in accordance with HKSAs, the auditor exercises professional judgment and maintains professional skepticism throughout the audit. We also:

- Identify and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

INDEPENDENT AUDITOR'S REPORT (CONT'D)  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED

(incorporated in Hong Kong with limited liability by guarantee)

Auditor's Responsibilities for the Audit of the Financial Statements (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 entity's ability to continue as a going concern. If the auditor concludes that a material uncertainty exists, the auditor is required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the opinion. The auditor's conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

INDEPENDENT AUDITOR'S REPORT (CONT'D)  
TO THE MEMBERS OF FAIR TRADE HONG KONG  
FOUNDATION LIMITED

(incorporated in Hong Kong with limited liability by guarantee)

Auditor's Responsibilities for the Audit of the Financial Statements (cont'd)

- 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 the auditor identifies during the audit



Join Us CPA Limited

Certified Public Accountants (Practising)

CHEUNG Ka Ho

Practising Certificate Number: P06282

Hong Kong,

24 DEC 2025

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 MARCH 2025**

	Notes	2025 HK\$	2024 HK\$
REVENUE	3	796,000	1,246,062
OTHER REVENUE	4	394,690	106,390
ADMINISTRATIVE EXPENSES		<u>(1,141,769)</u>	<u>(1,394,940)</u>
SURPLUS/(DEFICITS) BEFORE TAX	5	48,921	(42,488)
INCOME TAX EXPENSE	6	<u>-</u>	<u>-</u>
SURPLUS/(DEFICITS) FOR THE YEAR	9	<u><u>48,921</u></u>	<u><u>(42,488)</u></u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2025**

	Notes	2025 HK\$	2024 HK\$
<b>CURRENT ASSETS</b>			
Other receivables		118,995	112,305
Bank balances		543,951	506,970
		662,946	619,275
<b>CURRENT LIABILITIES</b>			
Accrued charges		(10,000)	(15,250)
Other payables		(50,000)	(50,000)
Amounts due to directors	8	(150,000)	(150,000)
		(210,000)	(215,250)
<b>NET ASSETS</b>			
		452,946	404,025
Represented by:			
<b>ACCUMULATED SURPLUS</b>	9	452,946	404,025

Approved and authorised for issue by the board of directors on **24 DEC 2025**



MOK Ka Hon  
Director



HO Ambrose  
Director

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE**  
**FINANCIAL STATEMENT**  
**THE YEAR ENDED 31 MARCH 2025**

**1 REPORTING ENTITY**

Fair Trade Hong Kong Foundation Limited is a company incorporated in Hong Kong and is limited by guarantee. The Foundation's registered office is located at Dream Impact, Unit C, 4/F., 760 Cheung Sha Wan Road, Cheung Sha Wan, Hong Kong. The principal activities of the Foundation during the year were organisation of a number of activities to raise awareness of Fair Trade and enhance the demand for Fair Trade

**2 BASIS OF PREPARATION AND ACCOUNTING POLICIES**

The Company qualifies for the reporting exemption as a small private company under section 359(1)(a) of the Hong Kong 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 following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

FAIR TRADE HONG KONG FOUNDATION LIMITED  
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE  
FINANCIAL STATEMENT  
THE YEAR ENDED 31 MARCH 2025

**2 BASIS OF PREPARATION AND ACCOUNTING POLICIES CONT'D**

(a) Revenue and other income

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

- (i) Sponsorship and event fee income is recognised when the event takes place.
- (ii) General donations are recognised upon receipt of such payments.
- (iii) Specific donations, which are earmarked for specific purposes, are recognised when there is a reasonable assurance that the Foundation will comply with the conditions attaching to it and that the amount will be received.
- (iv) Partnership fee and licensee fee are recognised when the fee is payable to that partnership year.
- (v) Bank interest income is recognised when it is received.
- (vi) Sundry income is recognised when it is received.

(b) Reporting currency

The reporting currency of the Foundation is Hong Kong Dollars ("HK\$"), which is the currency of the primary economic environment in which the Foundation operates.

Foreign currency transactions are converted at the exchange rate applicable at the transaction date. Foreign currency monetary items are translated into Hong Kong Dollars using exchange rates applicable at the end of the reporting period. Gains and losses on foreign exchange are recognised in the income and expenditure account.

FAIR TRADE HONG KONG FOUNDATION LIMITED  
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE  
FINANCIAL STATEMENT  
THE YEAR ENDED 31 MARCH 2025

**2 BASIS OF PREPARATION AND ACCOUNTING POLICIES CONT'D**

(c) Taxation

Provision for taxation is not required as the Foundation has been exempted from Hong Kong Profits Tax under section 88 of the Inland Revenue Ordinance.

(d) Leases

Leases where substantially all the risks and rewards of ownership of assets are not transferred to the lessee are accounted for as operating leases. Annual rents applicable to such operating leases are charged to the income statement on a straight-line basis over the lease term.

(e) Receivables

Receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income and expenditure account.

(f) Designated funds

These funds are set aside by the Foundation for designated purposes and for those non-subsented projects. The income and expenditure relating to these designated funds are directly dealt with in the income and expenditure account. Any net surpluses or deficits relating to these funds are transferred from/to the income and expenditure account to these designated funds.

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE**  
**FINANCIAL STATEMENT**  
**THE YEAR ENDED 31 MARCH 2025**

**2 BASIS OF PREPARATION AND ACCOUNTING POLICIES CONT'D**

(g) Government subsidies

Government subsidies are recognised as income over periods necessary to match them with the related costs they are intended to compensate, on a systematic basis when there is reasonable assurance that the Company will comply with the conditions attaching to them and the subsidies will be received. Government subsidies that become receivable as compensation for expenses or loss already incurred or for the purpose of giving immediate financial support to the Company, with no future related cost, is recognised as income of the period in which it becomes receivable.

**3 REVENUE**

An analysis of the Company's revenue is as follows:

	2025	2024
	HK\$	HK\$
Sponsorship and event fee income	189,864	399,985
Licensee fee income	189,127	256,999
General donation	199	74,022
Partnership fee income	146,100	135,400
Workshops income	270,710	379,656
	<hr/>	<hr/>
Total revenue	796,000	1,246,062
	<hr/> <hr/>	<hr/> <hr/>

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE**  
**FINANCIAL STATEMENT**  
**THE YEAR ENDED 31 MARCH 2025**

<b>4 OTHER</b>	2025	2024
REVENUE	HK\$	HK\$
Bank interest income	729	790
Project fundings (Note)	393,961	105,600
Total other revenue	<u>394,690</u>	<u>106,390</u>

Note: Project fundings represent funds from the HKSAR Government under the Intangible Cultural Heritage Funding Scheme and Greater Bay Area Homeland Youth Community Foundation under Fair Trade Youth Leadership Programme.

**5**  
**(DEFICITS) SURPLUS BEFORE TAX**

	2025	2024
	HK\$	HK\$
Surplus/(Deficits) before tax is arrived at after charging:		
Auditor's remuneration	10,000	10,000
Staff costs	<u>761,673</u>	<u>953,763</u>

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE**  
**FINANCIAL STATEMENT**  
**THE YEAR ENDED 31 MARCH 2024**

**6 INCOME TAX**

The Foundation is an approved charitable institution and is exempted from income tax under section 88 of the Inland Revenue Ordinance.

**7 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).

**8 AMOUNTS DUE TO DIRECTORS**

The amounts due to directors are interest-free, unsecured and repayable on demand.

**9 CHANGES IN FUNDS**

	General fund HK\$	Fair Trade Marketing Organisation HK\$	Total funds HK\$
At 1 April 2024	(507,866)	911,891	404,025
(Deficits)/Surplus for the year	(140,206)	189,127	48,921
At 31 March 2024	<u>(648,072)</u>	<u>1,101,018</u>	<u>452,946</u>

**FAIR TRADE HONG KONG FOUNDATION LIMITED**  
**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE**  
**FINANCIAL STATEMENT**  
**THE YEAR ENDED 31 MARCH 2025**

**10 COMMITMENTS UNDER OPERATING LEASE**

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

	2025 HK\$	2024 HK\$
Not later than one year	10,500	10,500
Later than one year	—	—
	<u>10,500</u>	<u>10,500</u>
	<u>10,500</u>	<u>10,500</u>

**11 APPROVAL OF THE FINANCIAL STATEMENTS**

These financial statements were approved and authorised to issue by the Foundation's board of directors on **24 DEC 2025**