



For the year ended 31st December, 2010
Consolidated financial statements
(Limited by guarantee)

Greenpeace East Asia
(Formerly known as Greenpeace China)

COPY

Accountants &
business advisers



GREENPEACE EAST ASIA
(FORMERLY KNOWN AS GREENPEACE CHINA)
(LIMITED BY GUARANTEE)
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2010

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In accordance with the Company's articles of association, all the remaining council members shall remain in office in the ensuing year.

Mats Abrahamsson
Williamson Wai Ming, Romi
Luk Tak Chuen

Members of the council of members during the year and up to the date of this report were :-

COUNCIL OF MEMBERS

Movements in property, plant and equipment during the year are set out in note 8 to the consolidated financial statements.

PROPERTY, PLANT AND EQUIPMENT

The deficit and cash flows of the Group for the year ended 31st December, 2010 and the state of affairs of the Company and the Group at that date are set out in the consolidated financial statements on pages 4 to 23.

FINANCIAL STATEMENTS

By a Certificate of Change of Name dated 20th September 2010, the name of the Company was changed from Greenpeace China to Greenpeace East Asia.

CHANGE OF COMPANY NAME

The principal activities of the Company during the year were to promote, encourage, further establish, procure and achieve the protection of wildlife, the elimination of threats and damage to the environment and all other objectives of the Sitching Greenpeace Council and that of its subsidiary is set out in note 9 to the consolidated financial statements.

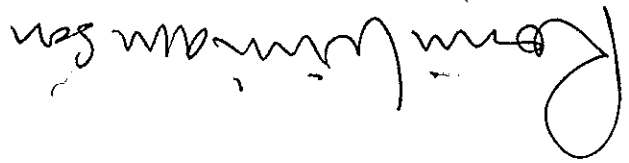
PRINCIPAL ACTIVITIES

The council of members present their annual report together with the audited consolidated financial statements for the year ended 31st December, 2010.

REPORT OF THE COUNCIL OF MEMBERS
(LIMITED BY GUARANTEE)
(FORMERLY KNOWN AS GREENPEACE CHINA)
GREENPEACE EAST ASIA

15 APR 2011

Council member
Hong Kong



By order of the council

A resolution to re-appoint the retiring auditor, Messrs. PKF, is to be proposed at the forthcoming annual general meeting.

AUDITOR

At no time during the year was the Company or its subsidiary a party to any arrangements to enable the council members of the Company to acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.

ARRANGEMENTS TO ACQUIRE SHARES OR DEBENTURES

No contracts of significance to which the Company or its subsidiary was a party and in which a council member of the Company had a material interest subsisted at the end of the year or at any time during the year.

COUNCIL MEMBERS' INTEREST IN CONTRACTS

REPORT OF THE COUNCIL OF MEMBERS

(LIMITED BY GUARANTEE)

(FORMERLY KNOWN AS GREENPEACE CHINA)

GREENPEACE EAST ASIA



Accountants &
business advisers

INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL OF MEMBERS OF

**GREENPEACE EAST ASIA
(FORMERLY KNOWN AS GREENPEACE CHINA)**

(Incorporated in Hong Kong and limited by guarantee)

We have audited the consolidated financial statements of Greenpeace East Asia (the "Company") and its subsidiary (collectively known as the "Group") set out on pages 4 to 23, which comprise the consolidated and company statement of financial position as at 31st December, 2010, and the consolidated income and expenditure account, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

DIRECTORS' RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors are responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these consolidated financial statements based on our audit and to report our opinion solely to you, as a body, in accordance with section 141 of the Hong Kong 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.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of consolidated financial statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion, the consolidated financial statements give a true and fair view of the state of affairs of the Company and of the Group as at 31st December, 2010 and of the Group's deficit and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.

PKF
Certified Public Accountants
Hong Kong

15 APR 2011

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GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER, 2010

	2010 HK\$	2009 HK\$
INCOME		
Fund raising income	29,831,781	25,019,881
Contributions from Stitching Greenpeace Council	14,798,000	15,600,000
Grants from Greenpeace National Office	7,933,546	2,479,264
Interest income	16,857	32,229
Sundry income	3,902	24,891
LESS :		
EXPENDITURE		
Fund raising expenses	9,825,422	11,965,770
Campaign expenses	287,518	-
Ocean	6,255,865	5,683,750
Climate	3,743,107	3,847,748
Toxic	1,814,303	1,710,522
Forest	3,225,410	1,519,116
GMO	2,893,178	1,827,304
Other issues	8,320,160	6,976,988
Organisational support expenses	6,761,733	6,291,880
Campaign support expenses	2,024,831	1,673,800
Media and communications	7,446,278	962,667
Marine operations and action support	767,494	614,278
Public information and outreach	53,365,299	43,073,823
Political, science and business	(781,213)	82,442
	5	
	4	
	<i>Note</i>	

	2010	2009
	HK\$	HK\$
(Deficit)/surplus for the year	(781,213)	82,442
Other comprehensive income :-		
Exchange difference arising from translation of financial statements of an overseas subsidiary	6,103	506
Other comprehensive income for the year, net of tax	6,103	506
Total comprehensive (loss)/income for the year	(775,110)	82,948

GREENPEACE EAST ASIA
(FORMERLY KNOWN AS GREENPEACE CHINA)
(LIMITED BY GUARANTEE)
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2010

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER, 2010

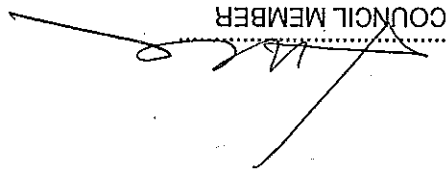
	2010 HK\$	2009 HK\$
NON-CURRENT ASSETS		
Property, plant and equipment	1,146,314	529,335
CURRENT ASSETS		
Amount due from Stichting Greenpeace Council	-	2,148,014
Amount due from other National Office	-	10,350
Deposits, advances and other receivable	959,904	1,367,212
Fixed deposits	3,092,791	13,010,831
Cash and bank balances	9,821,623	3,040,874
LESS :		
CURRENT LIABILITIES		
Amount due to Stichting Greenpeace Council	856,188	-
Amount due to other National Office	274,347	653,787
Accounts payable and receipt in advance	2,758,319	7,545,941
NET CURRENT ASSETS	9,985,464	11,377,553
NET ASSETS	11,131,778	11,906,888
REPRESENTING :-		
EXCHANGE RESERVE	15,922	9,819
ACCUMULATED SURPLUS	11,115,856	11,897,069
	11,131,778	11,906,888

APPROVED AND AUTHORISED FOR ISSUE BY
THE COUNCIL OF MEMBERS ON 15 APR 2011

COUNCIL MEMBER



COUNCIL MEMBER



GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER, 2010

	2010 HK\$	2009 HK\$
NON-CURRENT ASSETS		
Property, plant and equipment	1,146,314	529,335
Investment in a subsidiary	250,150	250,150
CURRENT ASSETS	1,396,464	779,485
Amount due from Stichting Greenpeace Council	-	2,148,014
Amount due from other National Office	-	10,350
Deposits, advances and other receivable	959,904	1,353,276
Fixed deposits	3,092,791	13,010,831
Cash and bank balances	9,636,607	2,895,104
LESS :	13,689,302	19,417,575
CURRENT LIABILITIES		
Amount due to Stichting Greenpeace Council	856,188	-
Amount due to other National Office	274,347	653,787
Accounts payable and receipt in advance	2,758,319	7,544,235
NET CURRENT ASSETS	9,800,448	11,219,553
NET ASSETS	11,196,912	11,999,038
REPRESENTING :		
ACCUMULATED SURPLUS	11,196,912	11,999,038

Note

COUNCIL MEMBER

COUNCIL MEMBER

APPROVED AND AUTHORISED FOR ISSUE BY
THE COUNCIL OF MEMBERS ON 15 APR 2011

	At 1.1.2009	At 31.12.2009 and 1.1.2010	At 31.12.2010
Total comprehensive income for the year	506	9,819	15,922
Total comprehensive loss for the year	9,313	6,103	6,103
At 1.1.2009	11,814,627	11,897,069	11,115,856
At 31.12.2009 and 1.1.2010	11,823,940	11,906,888	11,131,778
At 31.12.2010	11,823,940	(775,110)	11,131,778

GREENPEACE EAST ASIA
(FORMERLY KNOWN AS GREENPEACE CHINA)
(LIMITED BY GUARANTEE)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER, 2010

Total
HK\$

Accumulated
surplus
HK\$

Exchange
reserve
HK\$

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

	2010 HK\$	2009 HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
(Deficit)/surplus for the year	(781,213)	82,442
Adjustments for :-		
Loss on disposal of property, plant and equipment	38,144	-
Depreciation	713,177	812,337
Interest income	(16,857)	(32,229)
Operating (deficit)/surplus before working capital changes	(46,749)	862,550
Decrease/(increase) in amount due from Stitching Greenpeace Council	2,148,014	(872,250)
Decrease in amount due from other National Office	10,350	20,593
Decrease/(increase) in deposits, advances and other receivable	407,308	(619,057)
Increase in amount due to Stitching Greenpeace Council	856,188	-
(Decrease)/increase in amount due to other National Office	(379,440)	56,779
(Decrease)/increase in accounts payable and receipt in advance	(4,787,622)	5,739,927
Cash (used in)/generated from operations	(1,791,951)	5,188,542
Interest received	16,857	32,229
NET CASH (USED IN)/GENERATED FROM OPERATING ACTIVITIES	(1,775,094)	5,220,771
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(1,401,302)	(622,976)
Proceeds from sales of property, plant and equipment	33,002	-
NET CASH USED IN INVESTING ACTIVITIES	(1,368,300)	(622,976)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(3,143,394)	4,597,795
CASH AND CASH EQUIVALENTS AT 1ST JANUARY	16,051,705	11,453,404
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	6,103	506
CASH AND CASH EQUIVALENTS AT 31ST DECEMBER	12,914,414	16,051,705
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Fixed deposits	3,092,791	13,010,831
Cash and bank balances	9,821,623	3,040,874
	12,914,414	16,051,705

The initial application of these Hong Kong Financial Reporting Standards does not necessitate material changes in the Group's accounting policies or retrospective adjustments of the comparatives presented.

HKAS 27 (Revised)	Consolidated and Separate Financial Statements
HKFRS 3	Business Combinations
HK(IFRIC)-Int 17	Distributions of Non-cash Assets to Owners
HK-Int 5	Presentation of Financial Statements - Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause
Amendments to HKAS 39	Eligible Hedged Items
Amendments to HKFRS 2	Share-based payment - Group Cash-settled Share-based Payment Transactions
HKFRSs	Improvements to HKFRSs (2009)

In the current year, the Group initially applied the following Hong Kong Financial Reporting Standards :-

- (a) Compliance with Hong Kong Financial Reporting Standards
- The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS"), Hong Kong Accounting Standards ("HKAS") and interpretations issued by the Hong Kong Institute of Certified Public Accountants (hereinafter collectively referred to as "Hong Kong Financial Reporting Standards").
- (b) Initial application of Hong Kong Financial Reporting Standards

2. BASIS OF PREPARATION

By a Certificate of Change of Name dated 20th September 2010, the name of the Company was changed from Greenpeace China to Greenpeace East Asia.

The Company and its subsidiary (collectively known as the "Group") are principally engaged in promoting, encouraging, further establishing, procuring and achieving the protection of wildlife, the elimination of threats and damage to the environment and all other objectives of the Stichting Greenpeace Council.

Greenpeace East Asia (the "Company") is a non-profit making company incorporated in Hong Kong. The address of its registered office is 8/F., Pacific Plaza, 410-418 Des Voeux Road West, Hong Kong.

1. GENERAL INFORMATION

GREENPEACE EAST ASIA
 (FORMERLY KNOWN AS GREENPEACE CHINA)
 (LIMITED BY GUARANTEE)
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST DECEMBER, 2010

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

2. BASIS OF PREPARATION (CONT'D)

(c) Hong Kong Financial Reporting Standards in issue but not yet effective

The following Hong Kong Financial Reporting Standards in issue as at 31st December, 2010 have not been applied in the preparation of the Group's consolidated financial statements for the year then ended since they were not yet effective for the annual period beginning on 1st January, 2010 :-

Related Party Disclosures	HKAS 24 (Revised)
Financial Instruments	HKFRS 9
Extinguishing Financial Liabilities with Equity Instruments	HK(IFRIC)-Int 19
Deferred Tax : Recovery of Underlying Assets	Amendments to HKAS 12
Classification of Rights Issues	Amendments to HKAS 32
Disclosures - Transfers of Financial Assets	Amendments to HKFRS 7
Prepayments of a Minimum Funding Requirement	Amendments to HK(IFRIC)-Int 14
	Improvements to HKFRSs 2010

The Group is required to initially apply these Hong Kong Financial Reporting Standards in its annual consolidated financial statements beginning on 1st January, 2011, except that the Group is required to initially apply Amendments to HKAS 12 in its annual consolidated financial statements beginning on 1st January, 2012, and HKFRS 9 in its annual consolidated financial statements beginning on 1st January, 2013.

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

3. SIGNIFICANT ACCOUNTING POLICIES

- (a) Measurement basis
- The consolidated financial statements are prepared under the historical cost basis.
- (b) Basis of consolidation
- The consolidated financial statements include the financial statements of the Company and its subsidiary for the year ended 31st December, 2010. The results of subsidiaries acquired or disposed of during the year are dealt with in the consolidated income and expenditure account from the dates of acquisition or to the dates of disposal respectively. All significant intra-group transactions and balances have been eliminated on consolidation.
- (c) Revenue recognition
- Fund raising income and grants from Transnational and Farmarked Fundraising are recognised when received.
- Interest income is recognised on a time proportion basis using effective interest rate.
- (d) Property, plant and equipment
- Property, plant and equipment are stated at cost less aggregate depreciation and impairment losses.
- The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to its present working condition and location for its intended use.
- Repairs and maintenance costs are charged to the income and expenditure account in the period in which it is incurred.
- Depreciation is calculated to write off the cost of plant and equipment to their estimated residual values over their estimated useful lives on a straight-line basis at the following annual rates :-
- | | |
|------------------------|-----|
| Leasehold improvements | 33% |
| Computer equipment | 33% |
| Office equipment | 25% |
| Actions equipment | 33% |
- The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Obligations for contributions to defined contribution retirement plans are recognised as an expense in the income and expenditure account as incurred.

Salaries, annual bonuses and annual leave entitlements are accrued in the year in which the associated services are rendered by employees of the Group.

(h) Employee benefits

Rentals payable under operating leases are charged to the income and expenditure account on a straight-line basis over the terms of the relevant leases.

(g) Leases

Investment in a subsidiary is stated in the Company's statement of financial position at cost less any identified impairment loss. Income from the subsidiary is recognised in the Company's financial statements on the basis of dividends declared by the subsidiary.

A subsidiary is an entity that is controlled by the Company.

(f) Investment in a subsidiary

At the end of each reporting period, the Group determines whether there is any indication of impairment of assets. If there is any indication of impairment, the recoverable amount of the relevant asset or group of assets is estimated and compared with the carrying amount. If the recoverable amount of an asset or a group of assets is less than its carrying amount, the carrying amount of the asset or group of assets is reduced to the recoverable amount. Impairment losses are recognised as an expense in the income and expenditure account.

(e) Impairment of assets

The gain or loss arising from the disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in the income and expenditure account.

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

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

FOR THE YEAR ENDED 31ST DECEMBER, 2010

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(LIMITED BY GUARANTEE)

(FORMERLY KNOWN AS GREENPEACE CHINA)

GREENPEACE EAST ASIA

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

3.

SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(i) Foreign currency translation

(i) Functional and presentation currency

Items included in the 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 Hong Kong dollar, which is the Company's functional and presentation currency.

(ii) Transactions and balances

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 the income and expenditure account.

(iii) Group companies

The results and financial position of all the group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows :-

- assets and liabilities for each statement of financial position presented are translated at the closing rate at the end of the reporting period;
- income and expenses for each income and expenditure account are translated at average exchange rates; and
- all resulting exchange differences are recognised in other comprehensive income and accumulated separately in equity in the exchange reserve.

(j) Provisions and contingent liabilities

Provisions are recognised for liabilities of uncertain timing or amount when the Group has a legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Where the time value of money is material, provisions are stated at the present value of the expenditures expected to settle the obligation.

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Provisions and contingent liabilities (cont'd)

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events are also disclosed as contingent liabilities unless the probability of outflow is remote.

(k) Related parties

An individual is related to the Group if the individual (i) has, directly or indirectly, control or joint control or significant influence over the Group, or (ii) is a member of the key management personnel of the Group, or (iii) if the individual is a close member of the family of the individuals in (i) or (ii).

An entity is related to the Group if the entity (i) has, directly or indirectly, control or joint control or significant influence over the Group, or (ii) is controlled by or under common control with the Group, or (iii) is an associate or jointly controlled entity of the Group, or (iv) is controlled, jointly-controlled or significantly influenced by an individual related to the Group.

(l) Receivables and payables

Receivables and payables are recognised at cost which approximates to their fair values, less provision for impairment. A provision for impairment of accounts receivable is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivable. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flow, discounted at the effective interest rate. The amount of provision is recognised in the income and expenditure account.

(m) Cash equivalents

Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(n) Significant judgement

In the process of applying the Group's accounting policies, judgements that can significantly affect the amounts recognised in the financial statements are made in determining :-

- (i) whether there is an indication of impairment of assets;
- (ii) whether the discount rates used to calculate the recoverable amount of assets are appropriate for the purpose of impairment review; and
- (iii) the expected manner of recovery of the carrying amount of assets.

4. TURNOVER AND REVENUE

The principal activities of the Company are to promote, encourage, further establish, procure and achieve the protection of wildlife, the elimination of threats and damage to the environment and all other objectives of the Stitching Greenpeace Council. Turnover represents fund raised during the year. An analysis of the Group's turnover and other revenue is set out below :-

	2010	2009
	HK\$	HK\$
Turnover	29,831,781	25,019,881
Other revenue		
Contribution from Stitching Greenpeace Council	14,798,000	15,600,000
Interest income	16,857	32,229
Grants from GPNRO	7,933,546	2,479,264
Sundry income	3,902	24,891
Total revenue	52,584,086	43,156,265

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

5. (DEFICIT)/SURPLUS FOR THE YEAR

	2010	2009
	HK\$	HK\$
(a) Deficit/(surplus) for the year is stated after charging :-		
Staff costs	28,910,839	25,024,599
- Salaries and allowances		492,365
- Contributions to provident fund	524,228	
Auditor's remuneration	29,435,067	25,516,964
36,000		39,069
Depreciation	713,777	812,337
Minimum lease payments paid under operating leases	2,999,921	1,729,027
Loss on disposal of property, plant and equipment	38,144	-
(b) (Deficit)/surplus for the year includes a deficit of HK\$802,126 (2009 : surplus of HK\$138,846) which has been dealt with in the financial statements of the Company.		

6. COUNCIL MEMBERS' REMUNERATION

No council members' remuneration as defined in Section 161 of the Hong Kong Companies Ordinance was paid or payable for both years.

7. TAXATION

No provision for Hong Kong profits tax has been made in these financial statements as the Company is exempt from tax under Section 88 of the Inland Revenue Ordinance.

No provision for income tax has been made for the subsidiary as it sustained a loss for tax purposes during the year.

GREENPEACE EAST ASIA

(FORMERLY KNOWN AS GREENPEACE CHINA)

(LIMITED BY GUARANTEE)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2010

8. PROPERTY, PLANT AND EQUIPMENT

The Group and the Company

	Leasehold improvements	Computer equipment	Office equipment	Actions equipment	Total
	HK\$	HK\$	HK\$	HK\$	HK\$
Cost :-					
At 1.1.2009	1,388,948	1,346,984	561,847	592,010	3,889,789
Additions	10,000	443,924	68,032	101,020	622,976
Written off	-	-	(100,500)	-	(100,500)
At 31.12.2009	1,380,995	1,455,898	424,713	621,424	3,882,930
Net book value :-					
At 31.12.2009	18,053	335,010	104,666	71,606	529,335
Aggregate depreciation :-					
At 1.1.2009	963,716	1,147,186	479,776	580,415	3,171,093
Charge for the year	417,179	308,712	45,437	41,009	812,337
Written off	-	-	(100,500)	-	(100,500)
At 31.12.2009	1,380,895	1,455,898	424,713	621,424	3,882,930
Net book value :-					
At 31.12.2009	18,053	335,010	104,666	71,606	529,335
Aggregate depreciation :-					
At 1.1.2010	1,398,948	1,790,908	529,379	693,030	4,412,265
Additions	905,860	304,183	141,926	49,333	1,401,302
Disposals	(343,770)	(479,846)	(489,332)	(193,960)	(1,506,908)
At 31.12.2010	1,961,038	1,615,245	181,973	548,403	4,306,659
Aggregate depreciation :-					
At 1.1.2010	1,380,895	1,455,898	424,713	621,424	3,882,930
Charge for the year	301,651	306,018	51,858	53,650	713,177
Write back on disposals	(325,716)	(473,221)	(442,865)	(193,960)	(1,435,762)
At 31.12.2010	1,356,830	1,288,695	33,706	481,114	3,160,345
Net book value :-					
At 31.12.2010	604,208	326,550	148,267	67,289	1,146,314

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2010	2009	Unlisted equity, at cost	
<u>HK\$</u>	<u>HK\$</u>		
250,150	250,150		

Details of the subsidiary are as follows :-

Company	Place of establishment	Particulars of registered capital	Effective percentage of equity holding	Principal activities
Greenpeace (Beijing) Consultancy Company Limited of Environment	Republic of China ("PRC")	HK\$250,000	100%	Provision of consultancy service for environmental friendly product, technical service, training, planning and solution for environmental protection

10. AMOUNTS DUE FROM/TO SIGHTING GREENPEACE COUNCIL AND OTHER NATIONAL OFFICE - THE GROUP AND THE COMPANY

The amounts are unsecured, interest-free and have no fixed terms of repayment. The council members consider the carrying amounts approximate their fair values.

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	11. RESERVE - THE COMPANY
	At 1.1.2009
11,860,192	Surplus for the year
138,846	At 31.12.2009 and 1.1.2010
11,999,038	Deficit for the year
(802,126)	At 31.12.2010
<u>11,196,912</u>	
	Accumulated surplus HK\$

As at 31st December, 2010, the Group and the Company had outstanding commitment under non-cancellable operating leases for use of land and buildings, which fall due as follows :-

	12. COMMITMENT
	Within one year
2,051,495	In the second to fifth year inclusive
2,414,646	
5,494,009	
<u>7,908,655</u>	
	The Group
	2010
HK\$	2009
	The Company
	2010
5,805,124	HK\$
<u>7,908,655</u>	

Operating lease payments represent rental payables by the Group and the Company for its offices premises and staff quarters. Leases are negotiated for an average term of five years with fixed monthly rental charges.

13. RELATED PARTY TRANSACTIONS

Apart from the transactions as disclosed in note 10 to the financial statements, the Group had no other material transaction with its related party during the year.

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14. BANKING FACILITIES

As at 31st December, 2010, the Group did not have any banking facilities (2009 : HK\$400,000 which was secured by fixed deposits of HK\$600,000 of the Company).

15. NATURE AND EXTENT OF FINANCIAL INSTRUMENT RISKS

(a) Credit risk

Credit risk is the risk that a party to a financial instrument will cause a financial loss for the Group by failing to discharge an obligation.

Carrying amounts of financial assets as at 31st December, 2010, which represented the amounts of maximum exposure to credit risk, were as follows :-

	The Group		The Company	
	2010	2009	2010	2009
	HK\$	HK\$	HK\$	HK\$
Amount due from Stitching Greenpeace Council	-	2,148,014	-	2,148,014
Amount due from other National Office	-	10,350	-	10,350
Deposits and other receivable	682,596	723,304	682,596	723,304
Fixed deposits	3,092,791	13,010,831	3,092,791	13,010,831
Cash and bank balances	9,821,623	3,040,874	9,636,607	2,895,104
	<u>13,597,010</u>	<u>18,933,373</u>	<u>13,411,994</u>	<u>18,787,603</u>

The Group's cash and cash equivalents are placed with major financial institutions located in Hong Kong and the PRC with high credit quality and the credit risk is considered as insignificant.

The directors are satisfied with the credit quality of amounts due from the related parties since the related parties are financially healthy.

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15. NATURE AND EXTENT OF FINANCIAL INSTRUMENT RISKS (CONT'D)

(b) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting obligations associated with financial liabilities. The Group manages liquidity risks by monitoring its liquidity position through periodic preparation of cash flows and cash balances forecasts and periodic evaluation of the ability of group to meet its financial obligations.

Maturities of the financial liabilities as at 31st December, 2010 were as follows :-

	The Group		The Company	
	2010	2009	2010	2009
	HK\$	HK\$	HK\$	HK\$
Total amounts of contractual undiscouted obligations :-	856,188	-	856,188	-
Amount due to Stichting Greenpeace Council	274,347	653,787	274,347	653,787
Amount due to other National Office	1,993,780	3,587,254	1,993,780	3,585,548
Accounts payable	3,124,315	4,241,041	3,124,315	4,239,335
Due for payment :-				
Within one year	3,124,315	4,241,041	3,124,315	4,239,335

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15. NATURE AND EXTENT OF FINANCIAL INSTRUMENT RISKS (CONT'D)

(c) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

Carrying amounts of financial assets and financial liabilities as at 31st December, 2010 exposed to currency risk were as follows :-

	The Group		The Company	
	2010	2009	2010	2009
	HK\$	HK\$	HK\$	HK\$
Financial assets denominated in foreign currencies :-				
Cash and bank balances	7,564,187	1,266,234	7,379,172	1,120,464
Fixed deposits	3,092,791	5,567,746	3,092,791	5,567,746
Amount due from Siching Greenpeace Council	-	2,148,014	-	2,148,014
Amount due from other National Office	-	10,350	-	10,350
Financial liabilities denominated in foreign currencies :-				
Amount due to Siching Greenpeace Council	(856,188)	-	(856,188)	-
Amount due to other National Office	(274,347)	(655,493)	(274,347)	(653,787)
Net financial assets exposed to currency risk	9,526,443	8,336,851	9,341,428	8,192,787

The Group's financial assets and financial liabilities exposed to currency risks were primarily denominated in Renminbi and Euro.

The directors consider that material fluctuations in the exchange rates of Hong Kong dollars against Renminbi and Euro are remote.

(d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's income and operating cash flows are substantially independent of changes in market interest rates and the Group has no significant interest-bearing assets. The Group has not used any interest rate swaps to hedge its exposure to interest rate risk.

(e) Fair value estimate

All of the carrying amounts of the Group's financial assets and liabilities approximate their fair values due to the short-term maturity of these instruments.