

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**REPORTS AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**黃凱嘉執業會計師  
SHIRLEY H.K. WONG  
Certified Public Accountant (Practising)**



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**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

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**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 31st December 2020.

**CHANGE OF NAME**

Pursuant to a special resolution passed on 1st August 2020 and with the approval of the Registrar of Companies on 3rd September 2020, the name of the company was changed from Greeners Action Company Limited to Greeners Alliance Company Limited.

**PRINCIPAL ACTIVITIES**

Greeners Alliance Company Limited (formerly known as Greeners Action Company Limited) ("the Company") is a company incorporated under the Hong Kong Companies Ordinance limited by guarantee and domiciled in Hong Kong.

It has its registered office and principal place of business at Shop 201, Block A, Cho Yiu Centre, 6 King Cho Road, Kwai Chung, New Territories, Hong Kong and Unit E, 10/F, Phase II, Kingsway Industrial Building, 167-175 Wo Yi Hop Road, Kwai Chung, New Territories, Hong Kong respectively. The principal activity of the Company is running a project of local industrial and commercial waste plastics transfer center under the government fund.

**RESULTS AND APPROPRIATIONS**

The results of the Company for the year ended 31st December 2020 and the state of the Company's affairs as at that date are set out in the financial statements on pages 6 to 17.

As the Company is non-profit making organisation, the members do not recommend the payment of any dividend in respect of the year ended 31st December 2020.

**PLANT AND EQUIPMENT**

Details of the movements in plant and equipment are set out in note 9 to the financial statements.

**DIRECTORS**

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

LEUNG Pui Ching Christina  
HUNG Yee Sum  
CHENG Man Sze

In accordance with Article 23 of the Company's Articles of Association, all directors shall retire at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

The Company 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 the Company, whereby any individual, firm or body corporate undertakes the management and administration of the whole, or any substantial part of any business of the Company.

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**DIRECTORS' REPORT**

**PERMITTED INDEMNITY PROVISION**

Article 27 of the Company's Articles of Association provides that a director or former director of the Company may be indemnified out of the Company's assets against any liability incurred by the director to a person other than the Company or an associated Company of the Company in connection with any negligence, default, breach of duty or breach of trust in relation to the Company or associated Company (as the case may be). This Article only applies if the indemnity does not cover the liability set out in Article 27(2) of the Company's Articles. This permitted indemnity provision is in force during the financial year and at the time of approval of this report.

**BUSINESS REVIEW**

The Company falls within reporting exemption for the financial year ended 31st December 2020. Accordingly, the Company is exempted from preparing a business review.

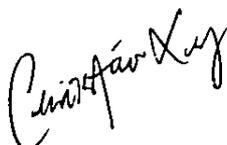
**DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE**

No contracts of significance in relation to the Company's operation to which the Company was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the period.

**AUDITOR**

The financial statements have been audited by Shirley H.K. Wong Certified Public Accountant (Practising) who retires and, being eligible, offers herself for re-appointment.

On Behalf of the Board



LEUNG Pui Ching Christina  
Chairman

Hong Kong, 6th July 2021.

*Shirley H. K. Wong*

CERTIFIED PUBLIC ACCOUNTANT  
(PRACTISING)

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**  
(incorporated in Hong Kong and with limited by guarantee)

**Opinion**

I have audited the financial statements of Greeners Alliance Company Limited (formerly known as Greeners Action Company Limited) ("the Company") set out on pages 6 to 17, which comprise the statement of financial position as at 31st December 2020 and Income and expenditure statement, Statement of changes in funds and statement of cash flows for the year ended 31st December 2020, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements give a true and fair view of the financial position of the Company as at 31st December 2020 and of its financial performance and its cash flows for the year then ended 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 ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

**Basis for Opinion**

I conducted my audit in accordance with Hong Kong Standards on Auditing ("HKSAs") issued by the HKICPA. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

**Material Uncertainty Related to Going Concern**

I draw attention to Note 2(a) to the financial statements, which indicates that the Company incurred a net loss of HK\$48,106 during the year ended 31st December 2020 and, as of that date, the Company's total liabilities is HK\$88,606. These events or conditions, along with other matters as set forth in that note, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. I consider that appropriate estimates and disclosures have been made and my opinion is not modified in this respect.

**Other Information**

The directors are responsible for the other information. The other information comprises the information included in the directors' report set out on pages 1 to 2 and detailed income statement, but does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

*Shirley H. K. Wong*

CERTIFIED PUBLIC ACCOUNTANT  
(PRACTISING)

**INDEPENDENT AUDITOR'S REPORT (Continued)**  
**TO THE MEMBERS OF GREENERS ALLIANCE COMPANY LIMITED**  
**(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**  
(incorporated in Hong Kong and with limited by guarantee)

**Other Information (continued)**

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

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

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with the 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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

**Auditor's responsibility for the Audit of the Financial Statements**

It is my responsibility to form an independent opinion, based on my audit, on those financial statements and to report my opinion solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of this report. My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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.

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*Shirley H.K. Wong*

CERTIFIED PUBLIC ACCOUNTANT  
(PRACTISING)

**INDEPENDENT AUDITOR'S REPORT (Continued)**  
**TO THE MEMBERS OF GREENERS ALLIANCE COMPANY LIMITED**  
**(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**  
(incorporated in Hong Kong and with limited by guarantee)

**Auditor's Responsibilities for the Audit of the Financial Statements (continued)**

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit.



**SHIRLEY H.K. WONG**  
*Certified Public Accountant*  
(Practising)

Hong Kong, 6th July 2021.

**GREENERS ALLIANCE COMPANY LIMITED**  
**(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2020**

	Note	From 1/1/2020 to 31/12/2020 HK\$	From 28/12/2018 (Date of Incorporation to 31/12/2019 HK\$
<b>Revenue</b>			
Project income from Recycling Fund	4	2,240,186	-
<b>Other income</b>			
Bank interest income	5	19	-
		2,240,205	-
<b>Administrative expenses</b>			
Auditors' remuneration		12,795	7,500
Bank charges		400	-
Business registration fee		250	2,250
Depreciation		72,084	13,100
Design and printing		154,500	-
Function material cost		59,443	-
Insurance		40,172	-
Legal and professional fee		9,076	4,650
License fee		1,025	-
Mandatory provident fund contributions		51,433	-
Office supplies		37,812	-
Postage		694	-
Preliminary expenses		-	13,000
Stationery		2,059	-
Rent		387,600	-
Salaries		1,074,980	-
Sundries		5,920	-
Telephone		4,123	-
Transportation		362,362	-
Utilities		1,983	-
Volunteers allowances		9,600	-
		2,288,311	40,500
Deficits before taxation		(48,106)	(40,500)
Taxation	8	-	-
Deficits for the period/year		(48,106)	(40,500)
Deficits brought forward		(40,500)	-
Deficits carried forward		(88,606)	(40,500)

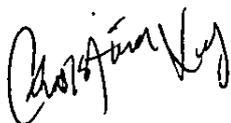
The notes on pages 10 to 17 form an integral part of these financial statements.

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

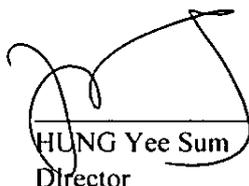
**STATEMENT OF FINANCIAL POSITION  
AS AT 31ST DECEMBER 2020**

	Note	2020 HK\$	2019 HK\$
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	405,099	117,900
<b>CURRENT ASSETS</b>			
Other receivables	10	75,600	116,900
Cash and bank balances	11	717,627	2,204,990
		793,227	2,321,890
<b>CURRENT LIABILITIES</b>			
Amount due to a related company	12	80,900	311,200
Other payables	13	1,206,032	2,169,090
		1,286,932	2,480,290
<b>NET CURRENT LIABILITIES</b>		(493,705)	(158,400)
<b>NET LIABILITIES</b>		(88,606)	(40,500)
<b>EQUITY AND RESERVES</b>			
Accumulated deficits		(88,606)	(40,500)
<b>TOTAL EQUITY</b>		(88,606)	(40,500)

Approved and authorised for issue by the Board of Directors on 6th July 2021.  
On behalf of the Director



LEUNG Pui Ching Christina  
Director



HUNG Yee Sum  
Director

The notes on pages 10 to 17 form an integral part of these financial statements.

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**STATEMENT OF CHANGES IN FUNDS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

	Accumulated deficits HK\$
Deficits for the period and balance as at 31/12/2019 and 1/1/2020	(40,500)
Deficits for the year	(48,106)
Balance as at 31/12/2020	<u>(88,606)</u>

The notes on pages 10 to 17 form an integral part of these financial statements.

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

	Note	2020 HK\$	2019 HK\$
<b>Operating activities</b>			
Deficits before taxation		(48,106)	(40,500)
Adjustments for:			
Depreciation		72,084	13,100
<b>Operating cash flow before changes in working capital</b>		<u>23,978</u>	<u>(27,400)</u>
Decrease/(increase) in other receivables		41,300	(116,900)
(Decrease)/increase in amount due to a related company		(230,300)	311,200
(Decrease)/increase in other payables		(963,058)	2,169,090
<b>Net cash (used in)/generated from operating activities</b>		<u>(1,128,080)</u>	<u>2,335,990</u>
<b>Investing activities</b>			
Purchases of property, plant and equipment		(359,283)	(131,000)
<b>Net cash used in investing activities</b>		<u>(359,283)</u>	<u>(131,000)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>		(1,487,363)	2,204,990
<b>Cash and cash equivalents at 1st January</b>		<u>2,204,990</u>	-
<b>Cash and cash equivalents at 31st December</b>	11	<u><u>717,627</u></u>	<u><u>2,204,990</u></u>

The notes on pages 10 to 17 form an integral part of these financial statements.

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**1. GENERAL INFORMATION**

Greeners Alliance Company Limited (Formerly known as Greeners Action Company Limited) ("the Company") is a Company limited by guarantee and domiciled and incorporated in Hong Kong under the Hong Kong Companies Ordinance.

The address of its registered office is located at Shop 201, Block A, Cho Yiu Centre, 6 King Cho Road, Kwai Chung, New Territories, Hong Kong. Its principal place of business is at Unit E, 10/F, Phase II, Kingsway Industrial Building, 167-175 Wo Yi Hop Road, Kwai Chung, New Territories, Hong Kong. The principal activity of the Company is running a project of local industrial and commercial waste plastics transfer center under the government fund.

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

If, upon the winding up or dissolution of the Company, there remains, after the satisfaction of all its debts and liabilities, any property whatsoever, the same shall not be paid to or distributed among the members of the Company but shall be given or transferred to some other institution or institutions, having objects similar to the objects of the Company.

Pursuant to a special resolution passed on 1st August 2020 and with the approval of the Registrar of Companies on 1st August 2020, the name of the company was changed from Greeners Action Company Limited to Greeners Alliance Company Limited.

**2. BASIS OF PREPARATION AND ACCOUNTING POLICIES**

These financial statements have been prepared 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 and the requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention.

**(a) Going concern**

The financial statements have been prepared on a going concern basis notwithstanding that there is capital deficiency in the financial position of the Company as the members have pledged their continuous financial support for the operations of the Company.

**(b) Revenue recognition**

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

- (i) Project income is recognised with the related services are rendered;
- (ii) Interest income is recognised on a time proportion basis, taking into account the principal amounts outstanding and the interest rates applicable.

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**2. PRINCIPAL ACCOUNTING POLICIES (Continued)**

**(c) 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 entity operates (the functional currency). These financial statements are presented in Hong Kong Dollars (HK\$), 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 profit or loss.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in profit or loss within "finance costs". All other foreign exchange gains and losses are presented in profit or loss within "other income" or "other expenses".

**(d) Property, plant and equipment**

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

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

- the purchase price, including legal and brokerage fee, import duties and non-refundable purchases 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 annual rates are used for the depreciation of property, plant and equipment:

**GREENERS ALLIANCE COMPANY LIMITED  
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**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**2. PRINCIPAL ACCOUNTING POLICIES (Continued)**

**(d) Property, plant and equipment (continued)**

Leasehold improvement	10%
Furniture and fixtures	20%
Office equipment	30%

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.

**(e) Other receivables**

Other receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of other receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

**(f) 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 overdraft is shown within borrowings in current liabilities on the statement of financial position.

**(g) Other payables**

Other payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

**(h) Impairment of non-financial assets, other than inventories**

At each reporting date, property, plant and equipment 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 profit or loss.

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 profit or loss.

**GREENERS ALLIANCE COMPANY LIMITED  
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**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**2. PRINCIPAL ACCOUNTING POLICIES (Continued)**

**(i) Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income and expenditure account because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases using in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition (other than in business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. However, the measurement of deferred tax liabilities associated with an investment property measured at fair value does not exceed the amount of tax that would be payable on its sale to an unrelated market participant at fair value at the reporting date. Deferred tax is recognised in profit or loss, except when it relates to items that are recognised in other comprehensive income or directly in equity, in which case the deferred tax is also recognised in other comprehensive income or directly in equity respectively.

**(j) Leases**

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

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

**GREENERS ALLIANCE COMPANY LIMITED  
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**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**3. KEY SOURCES OF ESTIMATION UNCERTAINTY**

The Company makes assumptions, estimates and judgements as appropriate in preparation of the financial statements. The assumptions and estimates are based on historical experience and other factors that are believed to be reasonable under the circumstances and will, by definition, seldom equal the related actual results. The major estimates and assumptions include the useful life of property, plant and equipment, the fair value of financial assets and liabilities and the determination of taxation.

**4. REVENUE**

Revenue recognised during the year is as follows:

	From 1/1/2020 to 31/12/2020 HK\$	From 28/12/2018 (Date of Incorporation) to 31/12/2019 HK\$
Project income	2,240,186	-

**5. OTHER INCOME**

	From 1/1/2020 to 31/12/2020 HK\$	From 28/12/2018 (Date of Incorporation) to 31/12/2019 HK\$
Bank interest income	19	-

**6. LOSS BEFORE TAXATION**

	From 1/1/2020 to 31/12/2020 HK\$	From 28/12/2018 (Date of Incorporation) to 31/12/2019 HK\$
Loss before taxation is stated after charging the following:		
Auditor's remunerations	12,795	7,500
Depreciation	72,084	13,100
Operating lease - land and buildings	387,600	-
Preliminary expenses	-	13,000
Staff costs		
- Salaries	1,074,980	-
- Contributions to defined contribution plan	51,433	-

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**7. EMOLUMENTS AND OTHER MATTERS RELATING DIRECTORS**

- (a) No directors' fee or other emoluments was paid or provided to any director of the Company for the year (2019 - Nil).
- (b) There were no loans, quasi-loans and other dealings in favour of directors, controlled bodies corporate and other connected entities.
- (c) **Directors' material interests in transactions, arrangements or contracts**  
The directors were of the opinion that no transactions, arrangements and contracts of significance in relation to the Company's business to which the Company was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the period.
- (d) **Guarantees to banks for loans granted to directors of the Company**  
The Company had not paid or incurred any liability for the purpose of fulfilling the guarantee or discharging the security given to banks for loans granted to the directors during the year (2019 - Nil).
- (e) There were no consideration provided to or receivable by third parties for making available the services of a person as director or in any other capacity while director.

**8. TAXATION**

Hong Kong profits tax has not been provided in the financial statements as the Company has no estimated assessable profits for the year (2019 - Nil).

The Company has unused tax losses of HK\$97,288 (2019 - Nil) which do not expire under the current tax legislation.

As the Company is a non-profit making institution, no deferred taxation has been provided as there was no material temporary differences existed (2019 - Nil).

**GREENERS ALLIANCE COMPANY LIMITED  
(FORMERLY KNOWN AS GREENERS ACTION COMPANY LIMITED)**

**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**9. PROPERTY, PLANT AND EQUIPMENT**

	Leasehold improvement HK\$	Furniture and fixtures HK\$	Office equipments HK\$	Total HK\$
<b>Cost</b>				
At 1/1/2020	131,000	-	-	131,000
Additions	212,900	62,210	84,173	359,283
At 31/12/2020	<u>343,900</u>	<u>62,210</u>	<u>84,173</u>	<u>490,283</u>
<b>Accumulated depreciation</b>				
At 1/1/2020	13,100	-	-	13,100
Charge for the year	34,390	12,442	25,252	72,084
At 31/12/2020	<u>47,490</u>	<u>12,442</u>	<u>25,252</u>	<u>85,184</u>
<b>Net book value</b>				
At 31/12/2020	<u>296,410</u>	<u>49,768</u>	<u>58,921</u>	<u>405,099</u>
At 31/12/2019	<u>117,900</u>	<u>-</u>	<u>-</u>	<u>117,900</u>

**10. OTHER RECEIVABLES**

	2020 HK\$	2019 HK\$
Prepayments	-	32,300
Rental and utility deposits	75,600	84,600
	<u>75,600</u>	<u>116,900</u>

**11. CASH AND CASH EQUIVALENTS**

	2020 HK\$	2019 HK\$
Cash at bank	717,627	2,204,990
Cash and cash equivalents in the statement of financial position and in the statement of cash flows	<u>717,627</u>	<u>2,204,990</u>

**GREENERS ALLIANCE COMPANY LIMITED  
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**ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS  
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**12. AMOUNT DUE TO A RELATED COMPANY**

The balance outstanding is unsecured, interest-free and with no fixed term of repayment.

**13. OTHER PAYABLES**

	2020 HK\$	2019 HK\$
Project prepaid funding	1,064,132	2,154,990
Accruals	141,900	14,100
	1,206,032	2,169,090

**14. COMMITMENTS UNDER OPERATING LEASES**

The Company rent a office under operating leases. The leases are for an period of two years, with fixed rentals over the same period.

At 31st December, the Company had outstanding commitments under non-cancellable operating leases that fall due as follows:

	2020 HK\$	2019 HK\$
<u>Land and buildings</u>		
Not later than 1 year	32,300	387,600

**15. RELATED PARTY TRANSACTIONS**

As at 31st December, the company had the following balances with a related party:

	2020 HK\$	2019 HK\$
Amount due to a related company		-
- Greeners Action	80,900	311,200

The balance outstanding is unsecured, interest-free and with no fixed term of repayment.

**16. APPROVAL OF FINANCIAL STATEMENTS**

These financial statements were authorised for issue by the Company's Board of Directors on 6th July 2021.