

**PLASTIC OCEANS LIMITED**  
**EXECUTIVE COMMITTEES' REPORT**  
**AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**INNO CPA LIMITED**  
Certified Public Accountants



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**PLASTIC OCEANS LIMITED  
EXECUTIVE COMMITTEES' REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

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## **PLASTIC OCEANS LIMITED EXECUTIVE COMMITTEES' REPORT**

The executive committees submit herewith the annual report together with the audited financial statements of Plastic Oceans Limited (the "Charity") for the year ended 31 December 2020.

### **PRINCIPAL ACTIVITY**

The principal activity of the Charity is environment education. There was no significant change in the nature of the Charity's principal activity during the year.

### **FINANCIAL STATEMENTS**

The result of the Charity for the year ended 31 December 2020 and the state of the Charity's affairs at that date are set out in the financial statements on pages 6 to 15.

### **NON-CURRENT ASSETS**

The Charity had not acquired any property, plant and equipment during the year.

### **SHARE CAPITAL**

The Charity is a company limited by guarantee and does not have share capital.

### **EXECUTIVE COMMITTEES**

The members of the executive committees during the year and up to date of the report were:

Karen CHANG  
Sonjia NORMAN  
Steven John MATTHEW  
Fiona WATERS  
Matthew Wentworth REID (Resigned on 11 June 2021)

There being no provision in the Charity's Articles of Association for retirement by rotation, all directors continue in office.

### **PERMITTED INDEMNITY PROVISION**

Article 77 of the Charity's Articles provides that all committee members of the Charity may be indemnified out of the funds of the Charity against all liability incurred by him as such director in defending any proceedings, whether civil or criminal, in which judgment is given in his favour, or in which he is acquitted, or in connection with any application under section 358 of the Predecessor Companies Ordinance (equivalent to sections 902 to 904 of the Hong Kong Companies Ordinance) in which relief is granted to him by the Court. This permitted indemnity provision is in force during the financial year and at the time of approval of this report.

**PLASTIC OCEANS LIMITED  
EXECUTIVE COMMITTEE'S REPORT CONTINUED**

**EXECUTIVE COMMITTEE MEMBERS' INTEREST IN CONTRACTS**

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

**BUSINESS REVIEW**

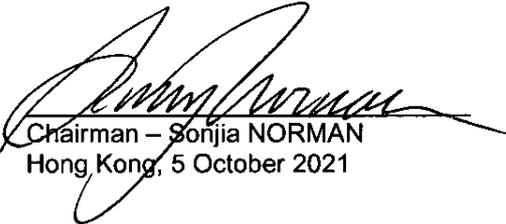
Since the Charity falls within reporting exemption for the financial year in accordance with the Companies Ordinance, it has been exempted from certain disclosures in the executive committee's report and in the financial statements.

**AUDITOR**

Messrs. INNO CPA Limited, Certified Public Accountants was having been appointed as the auditor in succession to Messrs. Cheng & Cheng Limited, Certified Public Accountants.

A resolution for the appointment of Messrs. INNO CPA Limited, Certified Public Accountants as auditor of the Charity is to be proposed at the forthcoming Annual General Meeting.

By order of the board



Chairman – Sorjia NORMAN  
Hong Kong, 5 October 2021

瑞卓會計師事務所有限公司

INNO CPA LIMITED

Certified Public Accountants

香港九龍旺角廣華街 48 號廣發商業中心 27 樓 2701 室  
Unit 2701, 27<sup>th</sup> Floor, Wealth Commercial Centre, 48 Kwong Wa Street, Mongkok, Kowloon, Hong Kong  
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**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF PLASTIC OCEANS LIMITED**

(Incorporated in Hong Kong with limited liability by guarantee and not having share capital)

**Opinion**

We have audited the financial statements of Plastic Oceans Limited ("the Charity") set out on pages 6 to 15 which comprise the statement of financial position as at 31 December 2020, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Charity as at 31 December 2020, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

**Basis for opinion**

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Information other than the financial statements and auditor's report thereon**

The executive committees are responsible for the other information. The other information comprises all the information included in the annual report, other than the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT CONTINUED  
TO THE MEMBERS OF PLASTIC OCEANS LIMITED**  
(Incorporated in Hong Kong with limited liability)

**Responsibilities of executive committees and those charged with governance for the financial statements**

The executive committees are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the executive committees determine are 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 executive committees are responsible for assessing the Charity'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 executive committees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

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

**Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charity's internal control.

瑞卓會計師事務所有限公司  
INNO CPA LIMITED  
Certified Public Accountants

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香港九龍旺角廣華街 48 號廣發商業中心 27 樓 2701 室  
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**INDEPENDENT AUDITOR'S REPORT CONTINUED  
TO THE MEMBERS OF PLASTIC OCEANS LIMITED**  
(Incorporated in Hong Kong with limited liability)

**Auditor's responsibilities for the audit of the financial statements continued**

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the executive committees.
- Conclude on the appropriateness of the executive committees' 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 Charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Charity to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**INNO CPA LIMITED**  
*Certified Public Accountants*

Chan Cheuk Wai Jack  
Practising Certificate No.: P06240

Hong Kong  
Date: 5 October 2021

**PLASTIC OCEANS LIMITED  
 FINANCIAL STATEMENTS  
 STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE YEAR ENDED 31 DECEMBER 2020  
 (EXPRESSED IN UNITED STATES DOLLARS)**

	<b>NOTE</b>	<b>2020</b>	<b>2019</b>
<b>REVENUE</b>	3	237,732	680,520
<b>OTHER INCOME</b>	4	14,327	208
		<hr/>	<hr/>
		252,059	680,728
<b>LESS: OPERATING EXPENSES</b>		(329,980)	(165,124)
		<hr/>	<hr/>
<b>(DEFICIT) / SURPLUS BEFORE TAXATION</b>	5	(77,921)	515,604
<b>TAXATION</b>	6	--	--
		<hr/>	<hr/>
<b>(DEFICIT) / SURPLUS FOR THE YEAR</b>		(77,921)	515,604
		<hr/>	<hr/>

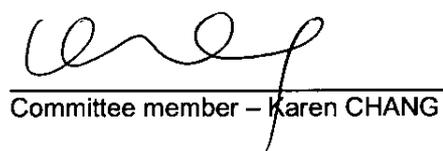
The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

**PLASTIC OCEANS LIMITED**  
**FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2020**  
**(EXPRESSED IN UNITED STATES DOLLARS)**

	NOTE	2020	2019
<b>NON-CURRENT ASSETS</b>			
Intangible assets	8	301,598	361,918
<b>CURRENT ASSETS</b>			
Trade receivables		22,600	--
Sundry receivables		4,137	5,527
Cash and cash equivalents	9	34,532	73,691
		61,269	79,218
<b>LESS: CURRENT LIABILITIES</b>			
Other payables	10	(19,686)	(20,034)
Amounts due to executive members	11	(4,591)	(4,591)
		(24,277)	(24,625)
<b>NET CURRENT ASSETS</b>		36,992	54,593
<b>NET ASSETS</b>		338,590	416,511
<b>RESERVE</b>			
Accumulated surplus		338,590	416,511

The financial statements were approved and authorised for issue by the executive committees on 5 October 2021.

  
 Committee member – Sonja NORMAN

  
 Committee member – Karen CHANG

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

**PLASTIC OCEANS LIMITED  
 FINANCIAL STATEMENTS  
 STATEMENT OF CHANGES IN EQUITY  
 FOR THE YEAR ENDED 31 DECEMBER 2020  
 (EXPRESSED IN UNITED STATES DOLLARS)**

	<b>Accumulated (deficits) / surplus</b>
Balance as at 1 January 2019	(99,093)
Total comprehensive surplus for the year	515,604
	<hr/>
Balance as at 31 December 2019	416,511
	<hr/>
Balance as at 1 January 2020	416,511
Total comprehensive deficit for the year	(77,921)
	<hr/>
Balance as at 31 December 2020	338,590
	<hr/>

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

**PLASTIC OCEANS LIMITED  
FINANCIAL STATEMENTS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2020  
(EXPRESSED IN UNITED STATES DOLLARS)**

	NOTE	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
(Deficit) / Surplus before taxation	5	(77,921)	515,604
Adjustment for:			
Amortisation on intangible assets		60,320	60,320
Interest income		--	(98)
		<hr/>	<hr/>
<b>Operating (deficit) / surplus before working capital changes</b>		(17,601)	575,826
Increase in trade receivables		(22,600)	--
Decrease / (Increase) in sundry receivables		1,390	(2,534)
Decrease in other payables		(348)	(587,153)
		<hr/>	<hr/>
<b>Cash used in from operations</b>		(39,159)	(13,861)
Interest received		--	98
		<hr/>	<hr/>
<b>Net cash used in operating activities</b>		(39,159)	(13,763)
		<hr/>	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net cash generated from investing activities		--	--
		<hr/>	<hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net cash generated from financing activities		--	--
		<hr/>	<hr/>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		(39,159)	(13,763)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>		73,691	87,454
		<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>		34,532	73,691
		<hr/>	<hr/>
<b>ANALYSIS OF THE BANK OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	9	34,532	73,691
		<hr/>	<hr/>

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

**PLASTIC OCEANS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**(EXPRESSED IN UNITED STATES DOLLARS)**

**1. REPORTING ENTITY**

Plastic Oceans Limited (the "Charity") is a company limited by guarantee and incorporated in Hong Kong. The Charity's registered office is located at 22/F, Shun Feng International Centre, 182 Queen's Road East, Hong Kong. The principal activity of the Charity was environmental education. There was no significant change in the nature of the Charity's principal activity during the year.

**2. PRINCIPAL ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with the Hong Kong Financial Reporting Standard for Private Entities ("HKFRS for Private Entities") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the requirements of the Hong Kong Companies Ordinance. The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**a. Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention. The preparation of financial statements in conformity with the HKFRS for Private Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Charity's accounting policies.

**b. Intangible assets**

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses and are amortised on a systematic basis over their estimated useful lives using the straight-line method.

**c. Trade and other receivables**

Trade and 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 Charity will not be able to collect all amounts due according to the original terms of the receivables.

**d. Impairment of assets**

At each end of the reporting period, the Charity reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, such that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income immediately.

**PLASTIC OCEANS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**(EXPRESSED IN UNITED STATES DOLLARS)**

**2. PRINCIPAL ACCOUNTING POLICIES CONTINUED**

**e. Other payables**

Other payables are obligations on the basis of normal credit terms and do not bear interest.

**f. Provisions**

Provisions are recognised when the Charity has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

**g. Income tax**

The Charity is a charitable organisation and is exempted from payments of profits under section 88 of the Inland Revenue Ordinance and is also exempted from business registration.

**h. Functional and presentation currency**

Items included in the accounts of the Charity are measured by using the currency of the primary economic environment in which the Charity operates (the functional currency). The financial statements are presented in United States Dollars ("US\$"), which is the functional and presentation currency.

**i. Translation of foreign currencies**

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.

**PLASTIC OCEANS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
 (EXPRESSED IN UNITED STATES DOLLARS)

**2. PRINCIPAL ACCOUNTING POLICIES CONTINUED**

**j. Related parties**

- (a) A person or a close member of that person's family is related to the Charity if that person:
- (i) has control or joint control of the Charity;
  - (ii) has significant influence over the Charity; or
  - (iii) is a member of the key management personnel of the Charity or of a parent of the Charity.
- (b) An entity is related the Charity if any of the following conditions applies:
- (i) The entity and the Charity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
  - (iii) Both entities are joint ventures of the same third party.
  - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
  - (v) The entity is a post-employment benefit plan for the benefit of employees of either the Charity or an entity related to the Charity.
  - (vi) The entity is controlled or jointly controlled by a person identified in (a).
  - (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
  - (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the Charity or to the parent of the Charity.

**3. REVENUE**

The analysis of revenue of the Charity is as follow:

	<b>2020</b>	<b>2019</b>
Donation income	167,592	680,250
Licencing income	21,935	--
Project income	48,205	--
	<hr/>	<hr/>
	237,732	680,250
	<hr/>	<hr/>

**PLASTIC OCEANS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**(EXPRESSED IN UNITED STATES DOLLARS)**

**4. OTHER INCOME**

	<b>2020</b>	<b>2019</b>
Exchange gain, net	--	110
Interest income	--	98
Subsidy income	13,309	--
Sundry income	1,018	--
	<hr/>	<hr/>
	14,327	208
	<hr/>	<hr/>

**5. (DEFICIT) / SURPLUS BEFORE TAXATION**

	<b>2020</b>	<b>2019</b>
(Deficit) / Surplus before taxation	(77,921)	515,604
<b>After debiting</b>		
Amortisation on intangible assets	(60,320)	(60,320)
Auditor's remuneration	(976)	(1,156)
Exchange loss, net	(860)	--
Legal and professional fee	(2,953)	--
Management fee	(57,766)	(41,176)
Operating lease payments	--	(7,705)
Staff salaries (excluding executive members' remuneration)		
- Salaries and allowances	(106,657)	(32,215)
- Contributions to defined contribution plans	(7,286)	(1,440)
<b>And after crediting</b>		
Interest income	--	98
Exchange gain, net	--	110
Subsidy income	13,309	--
	<hr/>	<hr/>

**6. TAXATION**

No provision for Hong Kong Profits Tax has been provided in the financial statements as the Charity is a charitable institution under Section 88 of the Inland Revenue Ordinance and is therefore exempted from taxes levied under this Ordinance (2019: Nil).

**7. EXECUTIVE COMMITTEES' REMUNERATION**

- a. None of members of the board of executive committees received or will receive any fee or emolument in respect of the services of Charity during the year (2019: Nil).

**PLASTIC OCEANS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
 (EXPRESSED IN UNITED STATES DOLLARS)

**7. EXECUTIVE COMMITTEES' REMUNERATION CONTINUED**

- b. Loans, quasi-loans and other dealings in favour of executive committees, controlled bodies corporate and other connected entities:

There was no loan advanced to executive committees and body corporate controlled by executive committees during the year (2019: Nil).

- c. Executive committees' material interests in transactions, arrangements or contracts

The executive committees were of the opinion that no transactions, arrangements and contracts of significance in relation to the Charity's business to which the Charity was a party and in which executive committees of the Charity had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year (2019: Nil).

- d. Guarantees to banks for loans granted to executive committees of the Charity

The Charity 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 executive committees during the year (2019: Nil).

- e. There was no consideration provided to or receivable by third parties for making available the services of a person as executive committees or in any other capacity while committee members (2019: Nil).

**8. INTANGIBLE ASSETS**

	<b>Film rights</b>
<b>Cost</b>	
At 1 January 2020 and at 31 December 2020	603,197
	<hr/>
<b>Accumulated amortisation</b>	
At 1 January 2020	241,279
Amortisation for the year	60,320
	<hr/>
At 31 December 2020	301,599
	<hr/>
<b>Net book value</b>	
At 31 December 2020	301,598
	<hr/>
At 31 December 2019	361,918
	<hr/>

The film rights are being amortised over 10 years.

**PLASTIC OCEANS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**(EXPRESSED IN UNITED STATES DOLLARS)**

**9. CASH AND CASH EQUIVALENTS**

	<b>2020</b>	<b>2019</b>
Cash at bank and on hand	34,532	73,691
	<hr/>	<hr/>
Cash and cash equivalents in the statement of financial position and in the statement of cash flows	34,532	73,691
	<hr/>	<hr/>

The carrying amount of cash and cash equivalents approximates their fair value.

**10. OTHER PAYABLES**

	<b>2020</b>	<b>2019</b>
Receipt in advance	--	6,488
Sundry creditors and payables	19,686	13,546
	<hr/>	<hr/>
	19,686	20,034
	<hr/>	<hr/>

**11. BALANCE WITH A RELATED PARTY**

	<b>2020</b>	<b>2019</b>
Amounts due to executive committees	4,591	4,591
	<hr/>	<hr/>

The balance with executive committees is unsecured, interest free and payable on demand.

**12. COMPARATIVE FIGURES**

Certain comparative figures have been re-classified to conform with the current year's presentation.

**13. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were authorised for issue by the board of executive committee on 5 October 2021.

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**PLASTIC OCEANS LIMITED**

**THE FOLLOWING DETAILED INCOME STATEMENT  
HAVE BEEN PREPARED FOR MANAGEMENT  
PURPOSES ONLY AND DOES NOT FORM PART OF THE  
AUDITED FINANCIAL STATEMENTS**

The figures and financial information relating to the years ended 31 December 2019 and 31 December 2020 included in the following pages are not the Charity's statutory annual financial statements for the years. Further information relating to those statutory financial statements required to be disclosed in accordance with section 436 of the Companies Ordinance is as follows:

As the Charity is a company limited by guarantee, the Charity is required to deliver its financial statements to the Registrar of Companies, and has done so.

The Charity's auditor has reported on those financial statements. The auditor's report was unqualified; but included a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

**PLASTIC OCEANS LIMITED**  
**FINANCIAL STATEMENTS**  
**DETAILED INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**  
**(EXPRESSED IN UNITED STATES DOLLARS)**

	<b>2020</b>	<b>2019</b>
<b>REVENUE</b>	237,732	680,520
<b>OTHER INCOME</b>		
Exchange gain, net	--	110
Interest income	--	98
Subsidy income	13,309	--
Sundry income	1,018	--
	<hr/>	<hr/>
	252,059	680,728
	<hr/>	<hr/>
<b>LESS: OPERATING EXPENSES</b>		
Accounting fee	(770)	(321)
Advertising expense	(12,926)	(1,533)
Amortisation on intangible assets	(60,320)	(60,320)
Auditor's remuneration	(976)	(1,156)
Bank charges	(601)	(926)
Company secretarial fee	(2,315)	(2,412)
Education program costs	(39,259)	(8,260)
Exchange loss, net	(860)	--
Hire of land and buildings under operating leases	--	(7,705)
Insurance	(3,532)	(538)
Legal and professional fee	(2,953)	--
Management fees	(57,766)	(41,176)
Postage, printing and stationery	(528)	(2,438)
Provident fund under defined contribution plans	(7,286)	(1,440)
Share of office expense	(12,503)	--
Salaries and allowances	(106,657)	(32,215)
Sample fee	(125)	--
Staff welfare and messing	--	(2,318)
Subscription fee	(154)	--
Sundry expense	(20,423)	(1,643)
Telephone	(26)	--
Travelling expense	--	(723)
	<hr/>	<hr/>
	(329,980)	(165,124)
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<b>(DEFICIT) / SURPLUS BEFORE TAXATION</b>	(77,921)	515,604
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