

**Greenpeace China**  
Independent Auditor's Report



GREENPEACE CHINA  
INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL MEMBERS OF  
GREENPEACE CHINA  
("the Charity")

We have audited the income and expenditure account and the notes on pages 2 to 3 of the Event known as "Sina X Greenpeace Generating Electricity From Cycling" held by the Charity on 9th December, 2007 under the Public Subscription Permit No. 2007/366/1. This report is made solely in relation to the above fund raising event of the Charity and does not relate to any other part of the operations of the Charity. This report is intended solely for the purpose of satisfying the conditions stated in the Public Subscription Permit issued by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region ("the Conditions").

**COUNCIL MEMBERS' RESPONSIBILITY FOR THE INCOME AND EXPENDITURE ACCOUNT**

The council members are responsible for the preparation of the income and expenditure account. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation of the income and expenditure account that are free from material misstatement, whether due to fraud or error.

**AUDITOR'S RESPONSIBILITY**

It is our responsibility to form an independent opinion, based on our audit, on the income and expenditure account and to report our opinion solely to you, as a body, in accordance with the Paragraph 5 of the Conditions, 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 as to whether the income and expenditure account is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the income and expenditure account. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the income and expenditure account, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charity's preparation of the income and expenditure account 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.

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 income and expenditure account reflects, in all material respects, the monies collected by the Charity from the Event and the disbursements made from the monies so collected.

*M F*

PKF  
Certified Public Accountants  
Hong Kong  
- 5 MAR 2008

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GREENPEACE CHINA  
INCOME AND EXPENDITURE ACCOUNT  
IN RESPECT OF THE FUND RAISING EVENT  
"SINA X GREENPEACE GENERATING ELECTRICITY FROM CYCLING"  
(PUBLIC SUBSCRIPTION PERMIT NO. 2007/366/1)  
HELD ON 9TH DECEMBER, 2007

|                                    | HK\$         |
|------------------------------------|--------------|
| INCOME                             |              |
| Proceeds from fund raising event   | 5,518        |
| EXPENDITURE                        |              |
| Cost of goods sold                 | 108          |
| Courier and transportation         | 85           |
| Printing and stationery            | 302          |
|                                    | <u>495</u>   |
| SURPLUS OF INCOME OVER EXPENDITURE | <u>5,023</u> |

The income and expenditure account above was approved and authorised for issue by the Council of  
Members of Greenpeace China on - 5 MAR 2008 and is signed on its behalf by :-



.....  
Cristina SanVicente  
Fundraising Director

GREENPEACE CHINA  
NOTES TO INCOME AND EXPENDITURE ACCOUNT  
IN RESPECT OF THE FUND RAISING EVENT  
"SINA X GREENPEACE GENERATING ELECTRICITY FROM CYCLING"  
(PUBLIC SUBSCRIPTION PERMIT NO. 2007/366/1)  
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**1. GENERAL**

"Sina X Greenpeace Generating Electricity From Cycling" is an Event organised by Greenpeace China for the purpose of raising funds for Greenpeace work on climate change.

**2. SIGNIFICANT ACCOUNTING POLICIES**

(a) Basis of accounting

The income and expenditure account has been prepared using the historical cost basis of accounting.

(b) Income recognition

Income is recognised when received.

**3. TAXATION**

As Greenpeace China is registered as a charitable organisation under Section 88 of Inland Revenue Ordinance, the Event is exempted from Hong Kong profits tax.