

**REDRESS LIMITED**

**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**

**(LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS**

**AND**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2010**

**YU SHUI WAI**

**CERTIFIED PUBLIC ACCOUNTANTS (PRACTISING)**

**HONG KONG**

**REDRESS LIMITED  
(FORMERLY KNOWN AS GREEN2GREENER LIMITED)  
(LIMITED BY GUARANTEE)  
REPORT OF THE DIRECTORS**

The Directors have pleasure in submitting their annual report together with the audited financial statements of the Company for the year ended 31 December 2010.

**1. PRINCIPAL ACTIVITIES**

The principal activities of the Company are to advance the education of the general public about recycling, responsible consumerism, and the effects of pollution generally on the overall health of the Hong Kong community.

**2. CHANGE OF COMPANY NAME**

Pursuant to a written resolution signed by all shareholders on 9 December 2010, the Company's name was changed from Green2greener Limited to reDress Limited.

**3. RESULTS**

Surplus for the year and carried forward HK\$ 210,112

The state of the Company's affairs as on 31 December 2010 is set out in the accompanying financial statements.

**4. DIRECTORS**

The Directors during the year and up to the date of this report were:

Christian John Constantin Brun  
Christina Emily Brun  
Gabrielle Edel Mary Kirstein (resigned on 25 November 2010)

In accordance with the Company's Articles of the Association, all directors retire at the forthcoming Annual General Meeting, and being eligible, offer themselves for re-election.

**5. DIRECTORS' INTEREST**

No contracts of significance, 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 year.

**REDRESS LIMITED  
(FORMERLY KNOWN AS GREEN2GREENER LIMITED)  
(LIMITED BY GUARANTEE)  
REPORT OF THE DIRECTORS**

**6. AUDITORS**

The auditors, Messrs Yu Shui Wai retire and, being eligible, offer themselves for re-appointment.

On behalf of the Executive Committee



Chairman  
20 October 2011  
Hong Kong

**REPORT OF THE AUDITORS  
TO THE MEMBERS OF REDRESS LIMITED  
(FORMERLY KNOWN AS GREEN2GREENER LIMITED)  
(incorporated in Hong Kong with limited by guarantee)**

We have audited the financial statements of reDress Limited (the "Company") set out on pages 5 to 12, which comprise the balance sheet as at 31 December 2010, and the income and expenditure statement, the statement of changes in reserves and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

**Directors' responsibility for the financial statements**

The directors of the Company are responsible for the preparation and the true and fair presentation of these financial statements in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and the true and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Auditors' responsibility**

Our responsibility is to express an opinion on these 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 as to whether the 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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and true and fair presentation of the financial statements 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 financial statements.

to be cont'd/.....

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 financial statements give a true and fair view of the state of affairs of the Company as at 31 December 2010 and of its surplus 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.

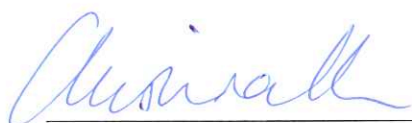


Yu Shui Wai  
Certified Public Accountants (Practising)

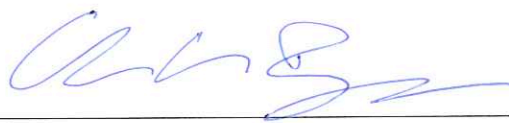
20 October 2011  
Hong Kong

**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**(LIMITED BY GUARANTEE)**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2010**

	<u>Notes</u>	<u>2010</u> HK\$	<u>2009</u> HK\$
<b>NON-CURRENT ASSETS</b>			
Plant and equipment	8	1,067	-
<b>CURRENT ASSETS</b>			
Cash and bank balances	7	471,447	198,645
Accounts receivable		7,000	-
Prepayment and deposit		48,115	17,147
		<u>526,562</u>	<u>215,792</u>
<b>CURRENT LIABILITIES</b>			
Accounts payables and accrued expenses		24,074	32,925
Due to Director	9	661,121	550,545
		<u>685,195</u>	<u>583,470</u>
<b>NET CURRENT LIABILITIES</b>		(158,633)	(367,678)
<b>NET LIABILITIES</b>		<u>(157,566)</u>	<u>(367,678)</u>
<b>ACCUMULATED FUNDS</b>			
Accumulated deficit		(367,678)	(593,325)
Surplus/(Deficit) for the year		210,112	225,647
		<u>(157,566)</u>	<u>(367,678)</u>



Director



Director

**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**(LIMITED BY GUARANTEE)**  
**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

	<u>Notes</u>	<u>2010</u> <u>HK\$</u>	<u>2009</u> <u>HK\$</u>
DONATION INCOME	4	1,001,648	869,085
Add: OTHER REVENUE			
Rental income		10,000	-
Bank interest income		4	102
		<u>1,011,652</u>	<u>869,187</u>
Less: COST OF EVENTS		<u>518,457</u>	<u>528,901</u>
		493,195	340,286
 Less: OPERATING EXPENSES			
Accountings fees		5,000	5,000
Auditor's remuneration		5,000	5,000
Bank charges		6,081	8,719
Communications - phone & fax		6,346	3,703
Depreciation expense		533	-
Donation expenses		24,000	10,992
Entertainment		-	1,368
Exchange loss		2,331	1,159
Legal & Professional Fee		6,173	3,605
Electricity		684	-
Printing & Stationery		3,055	680
Postage & Courier		9,195	-
Rent & Management		75,022	41,085
Repair & Maintenance		788	2,022
Registration fee		3,000	4,500
Salaries -Staff		10,500	25,806
Travelling - Overseas expenses		120,830	-
Travelling - Local expenses		3,996	-
Miscellaneous Expenses		549	1,000
		<u>283,083</u>	<u>114,639</u>
 SURPLUS FOR THE YEAR BEFORE TAXATION		210,112	225,647
 TAXATION	5	<u>-</u>	<u>-</u>
 SURPLUS FOR THE YEAR AFTER TAXATION		<u>210,112</u>	<u>225,647</u>

**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**(LIMITED BY GUARANTEE)**  
**STATEMENT OF CHANGES IN RESERVES**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

	<u>2010</u>	<u>2009</u>
	HK\$	HK\$
Balance at beginning of the year	(367,678)	(593,325)
Surplus for the year	210,112	225,647
	-----	-----
Balance at end of the year	(157,566)	(367,678)
	=====	=====



**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

	<u>2010</u> HK\$	<u>2009</u> HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Surplus/ (Deficit) for the year	210,112	225,647
Adjustments for:		
Depreciation expense	533	-
Interest Income	(4)	(102)
	210,641	(593,342)
Operating surplus/(deficit) before working capital changes		
Movements in working capital elements:		
Increase in prepayments and deposits	(37,968)	(2,647)
Increase in accounts payables accrued expenses	(8,851)	8,646
Increase in amount due to Director	110,576	(53,291)
Increase in donation in advance	-	(101,400)
	274,398	76,853
Cash generated from operations		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of plant and equipment	(1,600)	-
Interest received	4	102
	(1,596)	102
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>272,802</b>	<b>76,955</b>
	=====	=====
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>198,645</b>	<b>121,690</b>
	=====	=====
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>471,447</b>	<b>198,645</b>
	=====	=====

**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**(LIMITED BY GUARANTEE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

---

**1. GENERAL**

The Company was incorporated under the laws of Hong Kong on 5 September 2007 and is limited by guarantee of not exceeding HK\$10.00 for each member. The Company's registered office is Suite 2406 24/F 9 Queen's Road, Central, Hong Kong

The principal activities of the Company are to advance the education of the general public about recycling, responsible consumerism, and the effects of pollution generally on the overall health of the Hong Kong community.

The Company's financial statements are expressed in Hong Kong dollars because that is the currency of primary economic environment in which the Company operates.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis. The measurement bases are fully described in the accounting policies below.

It should be noted that accounting estimates and assumptions are used in preparation of the financial statements. Although these estimates are based on management's best knowledge and judgement of current events and actions, actual results may ultimately differ from those estimates.

(b) Income and revenue recognition

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

- donation is recognised when the right to receive payment is established.

Interest income is accrued on a time basis, by reference to the principal outstanding and the interest rate applicable.

(c) Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand.

(d) Financial liabilities

The Company's financial liabilities include creditors and accrued charges and which are recognised initially at their fair value and subsequently measured at amortised cost, using the effective interest rate method.

**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**(LIMITED BY GUARANTEE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

---

(e) Foreign currencies

Foreign currency balances at the balance sheet date are translated into Hong Kong dollars at the approximate rates of exchange ruling at that date. Foreign currency transactions during the year were translated into Hong Kong dollars at the rates of exchange ruling at the dates of the transactions. All exchange differences are dealt with in the income and expenditure account.

(f) Depreciation

Fixed assets are stated at cost less accumulated depreciation and are depreciated at rates sufficient to write off their cost over their estimated useful lives on a straight line basis at the following annual rates:

Computer Equipment	33.3%
--------------------	-------

(g) Provisions and contingent liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, and 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 expenditure expected to settle the obligation.

All provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

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 of economic benefits 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 of economic benefits is remote.

#### **4. INCOME**

Income for the year represents the donation income.

#### **5. TAXATION**

The Company is an approved charitable organization within the meaning of section 88, Chapter 112 of the Inland Revenue Ordinance and accordingly is exempted from all Hong Kong taxes.

**REDRESS LIMITED**  
**(FORMERLY KNOWN AS GREEN2GREENER LIMITED)**  
**(LIMITED BY GUARANTEE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2010**

---

**6. DIRECTORS' REMUNERATION**

During the year ended 31 December 2010, no amounts have been paid in respect of directors' emoluments, directors' pension or for any compensation to directors in respect of loss of office.

**7. CASH AND CASH EQUIVALENTS**

	<u>2010</u>	<u>2009</u>
	HK\$	HK\$
Cash at bank and in hand	471,447	198,645
	=====	=====

**8. PLANT AND EQUIPMENT**

	<u>Computer Equipment</u>
<b>COST</b>	
At 1.1.2010	-
Additions	1,600
At 31.12.2010	<u>1,600</u>
<b>ACCUMULATED DEPRECIATION</b>	
At 1.1.2010	-
Charge for the year	533
At 31.12.2010	<u>533</u>
<b>NET BOOK VALUE</b>	
At 31.12.2010	<u>1,067</u>
At 31.12.2009	<u>-</u>

**9. AMOUNT DUE TO DIRECTORS**

The amount is unsecured, interest free and has no specific term of repayment.

**10. OPERATING LEASE COMMITMENTS**

At 31 December 2010, the Company had commitments under operating leases to make payments in the next year in respect of rental premises as follows:

	<u>2010</u>	<u>2009</u>
	HK\$	HK\$
For leases expiring:		
Within one year	114,471	-
After one year but within five years	-	-
	-----	-----
	114,471	-
	=====	=====

## **11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The Company does not have written risk management policies and guidelines. However, the Executive Committee meets periodically to analyse and formulate measures to manage the Company's exposure to market risk, including principally changes in interest rates and currency exchange rates. Generally, the Company employs a conservative strategy regarding its risk management. As the directors of the Company consider that the Company's exposure to market risk is kept at a minimum level, the Company has not used any derivative or other instruments for hedging purposes. The Company does not hold or issue derivative financial instruments for trading purposes.

(a) Foreign currency risk

The Company's exposure to risk resulting from changes in foreign currency exchange rate is minimal.

(b) Credit risk

Generally, the maximum credit risk exposure of financial assets is the carrying amount of the financial assets as shown on the face of the balance sheet. Credit risk, therefore, is only disclosed in circumstances where the maximum potential loss differs significantly from the financial asset's carrying amount.

The Company has no significant concentration of credit risk, with exposure spread over a number of counterparties and members.

(c) Cash flow interest rate risk

The Company is exposed to cash flow interest-rate which is attributable to the Company's cash and cash equivalents held with financial institutions. The risk is considered limited as the range of interest rates fluctuations is not significant.

(d) Fair value

The fair value of the Company's financial liabilities is not materially different from their carrying amounts because of the immediate or short term maturity.

## **12. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved by the Executive Committee on 20 October 2011.