

# COVER SHEET

for  
**AUDITED FINANCIAL STATEMENTS**

SEC Registration Number

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**COMPANY NAME**

M	I	N	D	O	R	O		B	I	O	D	I	V	E	R	S	I	T	Y		C	O	N	S	E	R	V	A	T
I	O	N		F	O	U	N	D	A	T	I	O	N		I	N	C	.											

**PRINCIPAL OFFICE** (No. / Street / Barangay / City / Town / Province)

G	O	Z	A	R		S	T	R	E	E	T		B	A	R	A	N	G	A	Y		C	A	M	I	L	M	I	L
C	A	L	A	P	A	N		C	I	T	Y		O	R	I	E	N	T	A	L		M	I	N	D	O	R	O	

Form Type <table border="1" style="width: 100%; text-align: center;"><tr><td>A</td><td>A</td><td>F</td><td>S</td></tr></table>	A	A	F	S	Department requiring the report <table border="1" style="width: 100%; text-align: center;"><tr><td>C</td><td>R</td><td>M</td><td>D</td></tr></table>	C	R	M	D	Secondary License Type, If Applicable <table border="1" style="width: 100%; text-align: center;"><tr><td>N</td><td>/</td><td>A</td><td></td></tr></table>	N	/	A	
A	A	F	S											
C	R	M	D											
N	/	A												

**COMPANY INFORMATION**

Company's Email Address <table border="1" style="width: 100%; text-align: center;"><tr><td>info@mbcfi.org.ph</td></tr></table>	info@mbcfi.org.ph	Company's Telephone Number/s <table border="1" style="width: 100%; text-align: center;"><tr><td>(043) 441-0359</td></tr></table>	(043) 441-0359	Mobile Number <table border="1" style="width: 100%; text-align: center;"><tr><td>09999997299</td></tr></table>	09999997299
info@mbcfi.org.ph					
(043) 441-0359					
09999997299					
No. of Stockholders <table border="1" style="width: 100%; text-align: center;"><tr><td>N/A</td></tr></table>	N/A	Annual Meeting Month/Day <table border="1" style="width: 100%; text-align: center;"><tr><td>Second Thursday of March</td></tr></table>	Second Thursday of March	Calendar Year Month/Day <table border="1" style="width: 100%; text-align: center;"><tr><td>12/31</td></tr></table>	12/31
N/A					
Second Thursday of March					
12/31					

**CONTACT PERSON INFORMATION**

The designated contact person ***MUST*** be an Officer of the Corporation

Name of Contact Person <table border="1" style="width: 100%; text-align: center;"><tr><td>Kathy Lene S. Cielo</td></tr></table>	Kathy Lene S. Cielo	Email Address <table border="1" style="width: 100%; text-align: center;"><tr><td>kathy_s_cielo@mbcfi.org.ph</td></tr></table>	kathy_s_cielo@mbcfi.org.ph	Telephone Number/s <table border="1" style="width: 100%; text-align: center;"><tr><td>043-441-0359</td></tr></table>	043-441-0359	Mobile Number <table border="1" style="width: 100%; text-align: center;"><tr><td>09999997299</td></tr></table>	09999997299
Kathy Lene S. Cielo							
kathy_s_cielo@mbcfi.org.ph							
043-441-0359							
09999997299							

**CONTACT PERSON'S ADDRESS**

**Lot 336, A-5 Makiling St. Country Home Putatan, Muntinlupa City**

**Note 1:** In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

**2:** All boxes must be properly filled-up. Failure to do so shall cause the delay in updating the corporation's records with the Commission and/or non-receipt of Notice of Deficiencies. Further, non-receipt of Notice of Deficiencies shall not excuse the corporation from liability for its deficiencies.





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## Your BIR AFS eSubmission uploads were received

1 message

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**eafs@bir.gov.ph** <eafs@bir.gov.ph>  
To: finance@mbcfi.org.ph  
Cc: JEN\_P\_VELOYA@mbcfi.org.ph

Thu, May 7, 2026 at 1:23 PM

Hi MINDORO BIODIVERSITY CONSERVATION FOUNDATION INC.,

### Valid files

- EAFS006984563ITRTY122025.pdf
- EAFS006984563AFSTY122025.pdf

### Invalid file

- <None>

Transaction Code: **AFS-0-PXTYWXN0QZRTV1Z2PYRYY4MZ0M1TPT1RQ**  
Submission Date/Time: **May 07, 2026 01:23 PM**  
Company TIN: **006-984-563**

Please be reminded that you accepted the terms and conditions for the use of this portal and expressly agree, warrant and certify that:

- The submitted forms, documents and attachments are complete, truthful and correct based on the personal knowledge and the same are from authentic records;
- The submission is without prejudice to the right of the BIR to require additional document, if any, for completion and verification purposes;
- The hard copies of the documents submitted through this facility shall be submitted when required by the BIR in the event of audit/investigation and/or for any other legal purpose.

This is a system-generated e-mail. Please do not reply.

## STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **Mindoro Biodiversity Conservation Foundation, Inc.** is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended December 31, 2025 and 2024, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines 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, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing the Company's financial reporting process.

The Board of Trustees reviews and approves the financial statements including the schedules attached therein and submits the same to the stockholders or members.

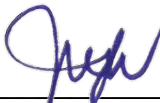
SyCip Gorres Velayo & Co. the independent auditor, appointed by the stockholders, has audited the financial statements of the Company in accordance with Philippine Standards on Auditing, and in its report to the stockholders or members, has expressed its opinion on the fairness of presentation upon completion of such audit.



**Sebastian C. Quiniones Jr.**  
Chairperson



**Ma. Minerva A. Matibag**  
President



**Anna Katrina C. De Leon**  
Treasurer

Signed this 30th day of April  
2026

## **INDEPENDENT AUDITOR'S REPORT**

The Board of Trustees  
Mindoro Biodiversity Conservation Foundation, Inc.  
Gozar St., Camilmil  
Calapan City, Oriental Mindoro

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of Mindoro Biodiversity Conservation Foundation, Inc. (the Foundation), which comprise the statement of assets, liabilities and fund balances as at December 31, 2025, and the statement of activities, statement of changes in fund balances 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 accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with Philippine Financial Reporting Standards for Small Entities (PFRS for SEs) Accounting Standard.

#### **Basis for Opinion**

We conducted our audit in accordance with Philippine Standards on Auditing (PSAs). 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 Foundation in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Other Matter**

The Foundation's financial position as at December 31, 2024 and its financial performance and cash flows for the year ended December 31, 2024 were audited by another auditor who expressed an unmodified opinion on those statements on April 30, 2025.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS for SEs Accounting Standard, and for such internal control as management determines 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, management is responsible for assessing the Foundation'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 management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation'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 PSAs 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 PSAs, 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 Foundation'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 Foundation 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.



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.

### **Report on the Supplementary Information Required Under Revenue Regulations No. 15-2010**

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under Revenue Regulations No. 15-2010 in Note 14 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of Mindoro Biodiversity Conservation Foundation, Inc. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Eleanore A. Layug

Partner

CPA Certificate No. 0100794

Tax Identification No. 163-069-453

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

SEC Partner Accreditation No. 100794-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

BIR Accreditation No. 08-001998-097-2023, September 12, 2023, valid until September 11, 2026

PTR No. 10765063, January 2, 2026, Makati City

April 29, 2026



**MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.**  
**(A Non-stock, Non-profit Organization)**

**STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES**  
**AS AT DECEMBER 31, 2025**  
*(with Comparative Figures as at December 31, 2024)*

	December 31	
	2025	2024
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash (Note 4)	₱13,498,628	₱9,337,892
Prepayments and other current assets (Note 5)	898,516	504,510
<b>Total Current Assets</b>	<b>14,397,144</b>	<b>9,842,402</b>
<b>Non-Current Asset</b>		
Property and equipment (Note 6)	34,438,493	34,189,425
<b>TOTAL ASSETS</b>	<b>₱48,835,637</b>	<b>₱44,031,827</b>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>Current Liabilities</b>		
Advances from donors (Note 7)	₱2,122,898	₱5,620,873
Accounts payable and other current liabilities (Note 8)	526,005	448,308
<b>Total Liabilities</b>	<b>2,648,903</b>	<b>6,069,181</b>
<b>Fund Balance</b>		
Prior period accumulated excess of receipts over expenses	37,962,646	37,105,923
Excess of receipts over expenses during the year	8,224,088	856,723
<b>Total Fund Balance</b>	<b>46,186,734</b>	<b>37,962,646</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>₱48,835,637</b>	<b>₱44,031,827</b>

*See accompanying Notes to Financial Statements.*



**MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.**  
**(A Non-stock, Non-profit Organization)**

**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**  
*(with Comparative Figures for the Year Ended December 31, 2024)*

	<b>Years Ended December 31</b>	
	<b>2025</b>	<b>2024</b>
<b>RECEIPTS</b>		
Donations (Note 10)	<b>₱28,580,959</b>	₱10,681,737
Unrealized foreign currency exchange gains (Note 4)	<b>35,874</b>	593
Interest income (Note 4)	<b>5,610</b>	2,220
<b>Total Receipts</b>	<b>28,622,443</b>	10,684,550
<b>EXPENSES</b>		
Program expenses (Note 11)	<b>(16,627,488)</b>	(7,820,795)
Operating expenses (Note 12)	<b>(3,770,867)</b>	(2,007,032)
<b>Total Expenses</b>	<b>(20,398,355)</b>	(9,827,827)
<b>Excess of receipts over expenses</b>	<b>₱8,224,088</b>	₱856,723

*See accompanying Notes to Financial Statements.*



**MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.**  
**(A Non-stock, Non-profit Organization)**

**STATEMENTS OF CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**  
*(with Comparative Figures for the Year Ended December 31, 2024)*

	<b>Total</b>
Balance at December 31, 2023	₱37,105,923
Excess of receipts over expenses	856,723
Balance at December 31, 2024	₱37,962,646
Balance at December 31, 2024	₱37,962,646
Excess of receipts over expenses	8,224,088
<b>Balance at December 31, 2025</b>	<b>₱46,186,734</b>

*See accompanying Notes to Financial Statements.*



**MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.**  
**(A Non-stock, Non-profit Organization)**

**STATEMENTS OF CASH FLOWS**

**FOR THE YEAR ENDED DECEMBER 31, 2025**

*(with Comparative Figures for the Year Ended December 31, 2024)*

	<b>Years Ended December 31</b>	
	<b>2025</b>	<b>2024</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess of receipts over expenses	<b>₱8,224,088</b>	₱856,723
Adjustments for:		
Depreciation and amortization (Note 6)	<b>292,606</b>	92,071
Unrealized foreign currency exchange gain (Note 4)	<b>(35,874)</b>	(593)
Interest Income (Note 4)	<b>(5,610)</b>	(2,220)
Excess of receipts over expenses before working capital changes	<b>8,475,210</b>	945,981
Changes in working capital:		
Prepayments and other current assets	<b>(394,006)</b>	(28,612)
Accounts payable and other current liabilities	<b>(3,420,278)</b>	3,484,291
Cash generated from operations	<b>4,660,926</b>	4,401,660
Interest received	<b>5,610</b>	2,220
<b>Net cash provided by operating activities</b>	<b>4,666,536</b>	4,403,880
<b>CASH FLOWS FROM AN INVESTING ACTIVITY</b>		
Acquisition of property and equipment (Note 6)	<b>(541,674)</b>	(1,065,356)
Net increase in cash	<b>4,124,862</b>	3,338,524
<b>CASH AT BEGINNING OF YEAR</b>		
	<b>9,337,892</b>	5,998,775
Effect of foreign currency exchange rate changes on cash	<b>35,874</b>	593
<b>CASH AT END OF YEAR (Note 4)</b>	<b>₱13,498,628</b>	₱9,337,892

*See accompanying Notes to Financial Statements.*



# **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.**

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## **NOTES TO FINANCIAL STATEMENTS**

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### **1. Corporate Information**

Mindoro Biodiversity Conservation Foundation, Inc. (the “Foundation”) is a non-stock and non-profit organization formed under the laws of Republic of the Philippines. It was registered with the Securities and Exchange Commission (SEC) on March 19, 2008.

The purpose of the Foundation is: (1) to enable the conservation of Mindoro’s unique and threatened environment, biodiversity and natural resources into perpetuity; (2) to establish an integrated and properly structured biodiversity; (3) to promote greater awareness and concern for the environment; (4) to complete and produce/publish relevant information; (5) to strengthen local expertise and capacity with a view to the improved protection, restoration and management of the island’s few remaining natural resources; and (6) to recognize and integrate indigenous knowledge, systems and sustainable practices towards more effective resources management.

The Foundation’s operations are funded mainly by Prime Energy Resources Development B.V. (formerly “Shell Philippines Exploration B.V.”), UC38 LLC and Philippine National Oil Company-Exploration Corporation, joint venture partners of the Malampaya Joint Venture. The Foundation also receives contributions from other organizations.

The Foundation is an organization which is operated mainly for the promotion of social welfare as contemplated under Section 30 (e) of the Tax Code, and therefore, exempt from payment of tax on income received by it. However, it is subject to corresponding internal revenue taxes imposed under the Tax Code on its income derived from any of its properties, real or personal, or any activities conducted for profit regardless of the disposition.

The Foundation’s registered office address, which is also its principal place of business, is located at Gumamela Street, Barangay Suqui, Calapan City, Oriental Mindoro. On August 29, 2025, the SEC approved the change of registered address of the Foundation to Gozar St., Camilmil, Calapan City, Oriental Mindoro. The BIR approved the change of registered address on March 31, 2026.

As at December 31, 2025, the Foundation has only ten (10) regular employee (2024 - six (6)).

The financial statements were approved and authorized for issue on April 29, 2026 by the Board of Trustees (BOT) of the Foundation.

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### **2. Summary of Significant Accounting Policies**

#### Basis of Preparation

The financial statements of the Foundation have been prepared in accordance with the Philippine Financial Reporting Standard for Small Entities (PFRS for SE) Accounting Standard as approved by the Financial and Sustainability Reporting Standards Council (FSRSC), Board of Accountancy (BOA), and the SEC.

The financial statements have been prepared under historical cost convention.



## Summary of Significant Accounting Policies

### Financial instruments

A financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of another entity. A financial instrument is recognized when the entity becomes a party to its contractual provisions. The Foundation classifies its financial instruments into the following categories: (a) basic financial instruments; and (b) complex financial instruments. The Foundation has no complex financial instruments.

#### *Basic financial instruments*

The Foundation's basic financial instruments as at December 31, 2025 and 2024 are composed of cash and accounts payable and other current liabilities (except payable to government agencies).

#### *Initial recognition and measurement*

On initial recognition, a basic financial instrument is measured at transaction price (including transaction costs), unless the arrangement is in effect a financing transaction. In this case, it is measured at present value of the future payment discounted using a market rate of interest for a similar instrument.

#### *Subsequent measurement*

Basic financial instruments are subsequently measured at amortized cost using the effective interest rate method.

#### *Impairment of financial instruments measured at cost or amortized cost*

At each reporting date, the Foundation assesses whether there is objective evidence of impairment on any financial assets that are measured at cost or amortized cost. Where there is objective evidence of impairment, an impairment loss is recognized immediately in the statement of income.

The impairment loss is the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.

#### *Derecognition of financial assets*

The Foundation derecognizes a financial asset when the contractual rights to the cash flows from the assets have expired or are settled, or the entity has transferred to another party substantially all the risks and rewards of ownership relating to the financial asset.

#### *Derecognition of financial liabilities*

Financial liabilities are derecognized when the obligation is discharged, cancelled or has expired.

#### *Offsetting of financial instruments*

Financial assets and liabilities are offset and reported at net amount in the statements of assets, liabilities and fund balance when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Foundation or the counterparty.

As at December 31, 2025 and 2024, there are no financial assets and financial liabilities that were offset.

### Cash

Cash includes cash on hand and cash in banks. Cash in banks pertain to deposits held at call with banks. These are carried in the statement of assets, liabilities and fund balance at face amount or at nominal amount.



Prepayments and other current assets

Prepayments, which are carried at cost, are expenses paid in cash and recorded as assets before these are used or consumed, as the service or benefit will be received in the future. Prepayments expire and are recognized as expense either with the passage of time or through use or consumption.

Other current assets are recorded at cost and include assets that are realized as part of the normal operating cycle and are expected to be realized within 12 months after the reporting period. Otherwise, these are presented as non-current assets.

Property and Equipment

Property and equipment are stated at historical cost less accumulated depreciation and amortization and accumulated impairment loss, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items, which comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use.

Subsequent costs are included in the assets' carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the financial period in which these are incurred.

Construction-in-progress is stated at cost, which includes cost of construction, equipment and other direct costs. Costs of assets under construction are accumulated in the accounts until these projects are completed upon which these are classified to the appropriate property and equipment accounts. Construction-in-progress is not depreciated and amortized until such time as the relevant assets are completed and put into operational use.

Depreciation is calculated using the straight-line method to allocate their cost amounts to their residual values over their estimated useful lives (in years), as follows:

Computer software and accessories	3 years
Furniture and equipment	3 years
Leasehold improvements	Shorter of 3 years or lease term

The estimated useful lives and depreciation method are reviewed annually based on expected asset utilization to ensure that the period and method of depreciation are consistent with the expected pattern of economic benefits from items of property and equipment.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying value is greater than its estimated recoverable amount.

Property and equipment are derecognized upon disposal or when no future economic benefits are expected from its use or disposal and related gains and losses on disposals are determined by comparing proceeds with the carrying value and are recognized in the statement of income within other income, net.

Impairment of non-financial assets

Property and equipment and other non-financial assets that are subject to depreciation and amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized in the statement of income for the amount by which the asset's carrying value exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows



(cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

Where an impairment loss subsequently reverses, the carrying amount of the asset or cash-generating unit is increased to the revised estimate of its recoverable amount, but the increased carrying amount should not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset or cash-generating unit in prior years. A reversal of an impairment loss is recognized as income immediately. Non-financial assets that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

#### Accounts payable and other current liabilities

Accounts payable and other current liabilities are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers and are recognized in the period in which the related money, goods or services are received or when a legally enforceable claim against the Foundation is established. These are measured at the transaction price and subsequently measured at amortized cost using effective interest method. These are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, these are presented as non-current liabilities.

These liabilities are derecognized when the obligation under the liability is paid, discharged, cancelled or has expired. Where an existing liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of income under other income, net.

#### Fund balance

Fund balance includes current and prior years' excess of receipts/donations over actual expenses incurred. There are no permanent or temporary restrictions imposed by the donor, law, or BOT on the Foundation's fund balance.

#### Donations and interest income

##### *Donations*

Donations are recognized as receipts in the period received and measured at fair market value. These are presented net of issued refunds in the statement of income, if any.

##### *Interest income*

Interest income is recognized on a time proportion basis, taking account of principal outstanding and effective rate over the period to maturity when it is determined that such income will accrue to the Foundation.

#### Foundation expenses

Foundation expenses are expensed when incurred and measured at the amount paid or payable. Such are classified as program or operating expenses.

#### Leases – Foundation as lessee

Leases of field and administrative offices are classified as operating leases where a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to operations in the statement of income.



### Foreign currency transactions and translation

#### *Functional and presentation currency*

Items included in the financial statements of the Foundation are measured using the currency of the primary economic environment in which the entity operates (the functional currency). The financial statements are presented in Philippine Peso, which is the Foundation's functional and presentation currency.

#### *Transactions and balances*

Foreign currency transactions are translated into Philippine Peso using the exchange rates prevailing at the dates of the transactions. Outstanding foreign currency denominated monetary assets are translated at the exchange rate prevailing at reporting date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rate of monetary assets denominated in foreign currencies are recognized in the statement of income through excess of receipts over expenses.

### Related party relationships and transactions

#### *Related party relationship*

Related party relationship exists when one party has the ability to control, directly or indirectly through one or more intermediaries, the other party or exercise significant influence over the other party in making financial and operating decisions. Such relationship also exists between and/or among entities which are under common control with the reporting enterprise, or between and/or among the reporting enterprises and their key management personnel, directors, or its trustees.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

#### *Related party transactions*

Related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

### Events After the Financial Reporting Date

Post year-end events that provide additional information about the Foundation's position at the reporting date (adjusting events) are reflected in the financial statements. Post year-end events that are not adjusting events are disclosed in the notes to the financial statements when material.

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### **3. Significant Accounting Judgments and Estimates**

The preparation of the financial statements in accordance with PFRS for SEs Accounting Standard requires the Foundation to make judgments and estimates that affect the amounts reported in the financial statements and related notes thereto. The judgments and estimates used in the accompanying financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of the financial statements. Future events may occur which will cause the assumptions used in arriving at the estimates to change.

Judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The effects of any change in estimate are reflected in the financial statements as they become reasonably determinable.



Judgments

In the process of applying the Foundation's accounting policies, management has made the following judgments, apart from those involving estimations, which have the most significant effect on the amounts recognized in the financial statements.

Estimates

Management makes key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year.

As at and for the period ended December 31, 2025, no significant judgments, estimates and assumptions affected the amounts reported and disclosures presented in the financial statements.

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4. **Cash**

Cash as at December 31 consists of the following:

	2025	2024
Cash in banks	<b>₱13,482,071</b>	₱9,320,157
Cash on hand	<b>16,557</b>	17,735
	<b>₱13,498,628</b>	₱9,337,892

Cash in banks earn interest at prevailing bank deposit rates. For the year ended December 31, 2025, interest income earned amounted to ₱5,610 (2024 - ₱2,220). Cash in banks include deposits denominated in foreign currency amounting to USD17,141 (2024 - USD1,432). In 2025, the Foundation recognized unrealized foreign currency exchange gain amounting to ₱35,874 (2024 - ₱593 gain).

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5. **Prepayments and other current assets**

Prepayments and other current assets as at December 31 consist of the following:

	2025	2024
Staff advances	<b>₱610,955</b>	₱226,849
Prepaid taxes	<b>21,680</b>	21,680
Rental deposits (Note 13)	<b>35,500</b>	19,500
Other receivables	<b>230,381</b>	236,481
	<b>₱898,516</b>	₱504,510

Other receivables are the outstanding balances of staff cash loans.



## 6. Property and equipment, net

Details of property and equipment, net and their movements as at and for the years ended December 31 are as follows:

	Leasehold improvement	Furniture and equipment	Computer software and accessories	Construction in-progress	Total
<b>Cost</b>					
At January 1, 2024	₱7,700	₱2,952,496	₱1,335,335	₱33,104,216	₱37,399,747
Additions	–	454,356	–	611,000	1,065,356
Disposals	–	(3,400)	3,400	–	–
At December 31, 2024	7,700	3,403,452	1,338,735	33,715,216	38,465,103
<b>Accumulated depreciation and amortization</b>					
At January 1, 2024	7,700	2,845,915	1,329,992	–	4,183,607
Depreciation and amortization	–	87,144	4,927	–	92,071
Disposals	7,700	2,933,059	1,334,919	–	4,275,678
At December 31, 2024	7,700	2,933,059	1,334,919	–	4,275,678
Net book values at December 31, 2024	₱–	₱470,393	₱3,816	₱33,715,216	₱34,189,425
<b>Cost</b>					
At January 1, 2025	₱7,700	₱3,403,452	₱1,338,735	₱33,715,216	₱38,465,103
Additions	–	541,674	–	–	541,674
<b>At December 31, 2025</b>	<b>7,700</b>	<b>3,945,126</b>	<b>1,338,735</b>	<b>33,715,216</b>	<b>39,006,777</b>
<b>Accumulated depreciation and amortization</b>					
At January 1, 2025	7,700	2,933,059	1,334,919	–	4,275,678
Depreciation and amortization	–	290,734	1,872	–	292,606
At December 31, 2025	7,700	3,223,793	1,336,791	33,715,216	4,568,284
Net book values at December 31, 2025	₱–	₱721,333	₱1,944	₱33,715,216	₱34,438,493

Depreciation and amortization have been charged in program expenses and operating expenses as follows:

	2025	2024
Program expenses	₱115,838	₱68,546
Operating expenses (Note 12)	176,768	23,525
	<b>₱292,606</b>	<b>₱92,071</b>

Management assessed that there are no indicators that property and equipment are impaired as at December 31, 2025 and 2024.



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7. **Advances from donors**

Advances from donors as at December 31 consist of the following:

	2025	2024
DOST-Mimaropa	<b>₱1,760,682</b>	₱1,760,682
Forest Foundation	<b>236,921</b>	236,921
BlueParks	<b>69,462</b>	112,162
Re:Wild	<b>55,833</b>	3,511,108
	<b>₱2,122,898</b>	₱5,620,873

Advances from donors are donations made and earmarked for a specific purpose or project by the donor.

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8. **Accounts payable and other current liabilities**

Accounts payable and other current liabilities as at December 31 consist of the following:

	2025	2024
Accounts payable	<b>₱393,529</b>	₱304,455
Payable to government agencies	<b>62,079</b>	67,583
Accrued expenses	<b>51,312</b>	65,105
Other payables	<b>19,085</b>	11,165
	<b>₱526,005</b>	₱448,308

Accounts payable are generally non-interest bearing with terms of 30 to 60 days.

Accrued expenses pertain to audit fees, and other unpaid program and administrative expenses.

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9. **Related party transactions**

In the normal course of its operations, the Foundation transacts with companies considered as related parties under Section 26, *Related Party Disclosures*. Transactions with donors mainly consist of (a) funding of expenses and (b) recoveries of expenses for the Foundation's core programs.

Donations amounting to ₱8,000,000 and ₱10,500,00 were received from Prime Energy Resources Development B.V. (formerly "Shell Philippines Exploration B.V.") during 2025 and 2024. As at December 31, 2025, there is no outstanding receivable from donors (2024 - nil).

The Foundation does not pay its trustees any compensation and has no receivable from or payable to them.



## 10. Donations

Donations for the years ended December 31 consist of the following:

	2025	2024
Re-wild	<b>₱19,904,295</b>	₱-
Prime Energy Resources Development B.V. (Note 9)	<b>8,000,000</b>	10,500,000
Others	<b>676,664</b>	181,737
	<b>₱28,580,959</b>	₱10,681,737

## 11. Program expenses

The components of program expenses for the years ended December 31 consist of the following:

	2025	2024
<i>Core programs</i>		
Conservation Awareness Raising and Education (CARE)	<b>₱6,960,890</b>	₱2,514,956
Mindoro Island Symbolic Species Icons of Nature (MISSION)	<b>4,992,134</b>	916,794
Resources, Environment, Species and Ecological Assessment for Responsible Change (RESEARCH)	<b>2,065,124</b>	1,117,038
	<b>14,018,148</b>	4,548,788
<i>Special project</i>		
Mindoro Biodiversity Conservation Center (MBCC)	<b>2,609,340</b>	3,272,007
	<b>₱16,627,488</b>	₱7,820,795

### (a) RESEARCH

This program involves project site profiling, habitat and/or species focused research, studies on ecological services and functions and regular biodiversity monitoring. The Foundation explores the possibility of engaging partnership with research and academic institutions and/or other interested and competent organizations in the implementation of this program.

Program strategies entail conservation research and monitoring, species and/or habitat-focused researches, perception survey, project sites profiling, studies on ecological services and function, and regular biodiversity monitoring.

### (b) MISSION

The purpose of this project is to facilitate the formation of community-based biodiversity protection groups who shall take the lead in protecting the different ecosystems, habitats, and threatened endemic species which are symbolic icons of Mindoro Island. This involves development and implementation of intensive biodiversity protection and law enforcement to curtail illegal and destructive activities in conservation priority sites especially in protected areas.



(c) CARE

This program aims to popularize the biodiversity and cultural significance of Mindoro to gain broader support for its protection and conservation from the general public. Various information, education and communication strategies shall be developed and implemented to increase the conservation awareness of the Mangyans, non-Indigenous People communities and other stakeholders.

Program strategies include communication material development, interpersonal approach of communication, conservation events, flagship species campaign, and providing access to information.

(d) MBCC

On June 8, 2017, the BOT authorized the establishment of MBCC. This special project aims to conserve and educate local and the general public of Mindoro's "unspoiled natural beauty" and the importance of Mindoro's unique biodiversity and its impact on society and climate change. The establishment of this iconic center will benefit the present and future generations to remember the symbiotic relationship between the people and the natural resources.

The center will hold several components such as conservation education center, forest restoration and demonstration areas, wildlife and rescue center for endemic species, cultural heritage center (particularly of Mangyan culture) and ecotourism areas.

The Foundation intends to design and implement culturally appropriate and sustainable livelihood that would reduce pressure on natural resources and mitigate threats to Mindoro's biodiversity.

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## 12. Operating expenses

The components of operating expenses for the years ended December 31 consist of the following:

	2025	2024
Staff fees	₱722,238	₱431,644
Staff meetings and workshop	644,635	211,534
Insurance	577,452	39,140
Outside services	351,136	221,725
Board meetings and planning	318,747	21,149
Supplies and materials	255,826	61,010
Depreciation and amortization (Note 6)	176,768	23,525
Rental (Note 13)	176,000	138,000
Staff benefits	169,885	74,546
Communication, light and water	121,609	94,742
Professional fees	109,305	245,443
Membership dues	64,544	45,043
Transportation and travel	49,308	351,252
Taxes and licenses	8,825	1,675
Miscellaneous	24,589	46,604
	<b>₱3,770,867</b>	<b>₱2,007,032</b>

Miscellaneous includes purchase of groceries for maintenance and security, office maintenance and write-off of long outstanding advances.



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### 13. Leases

A one-year lease agreement starting January 1, 2016 until December 31, 2016 for an office and staff house located in City of Calapan, Oriental Mindoro, subject for annual renewal. In 2024, the lease agreement was renewed and extended until December 31, 2024. The lease agreement was renewed and extended for another one (1) year in 2025.

In 2025, the Foundation entered into a lease agreement for an office space located in Town of San Jose, Occidental Mindoro from July 16, 2025 to December 31, 2025.

As at December 31, 2025, there is an outstanding security deposits of ₱35,500 (₱19,500 - 2024) (Note 5).

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### 14. Supplementary information required by the Bureau of Internal Revenue (BIR)

#### Revenue Regulation (RR) No. 15-2010

The following information required by RR No. 15-2010 is presented for purposes of filing with the BIR and is not a required part of the basic financial statements.

*(a) Other local and national taxes*

All other local and national taxes paid for the year ended December 31, 2025 and presented under operating expenses consist of:

NGO Certification	₱7,000
Business permit and registration fees	1,175
Barangay clearance and community tax	650
	<u>₱8,825</u>

*(b) Withholding taxes*

Withholding taxes paid and accrued as at and for the year ended December 31, 2025 consist of:

	Paid	Accrued	Total
Withholding tax on compensation	₱44,377	₱-	₱44,377
Expanded withholding tax	138,840	9,255	148,095
	<u>₱183,217</u>	<u>₱9,255</u>	<u>₱192,472</u>

*(c) Tax assessments and cases*

The Foundation is neither a party to any tax assessments nor involved in tax cases under preliminary litigation and/or prosecution in court or bodies outside the BIR as at December 31, 2025.

All other requirements of RR No. 15-2010 are not applicable because the Foundation is a non-profit organization.

