

COVER SHEET

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SEC Registration Number

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 .

(Company's Full Name)

2 2 F A S I A N S T A R B L D G A S E A N D R I V E

F I L I N V E S T A L A B A N G M U N T I N L U P A

(Business Address: No. Street City/Town/Province)

APOLONIA MARIE GRACE C. DIAMANTE

8502188/8098447

Contact Person

1 2 3 1

Month Day (Calendar Year)

F S 1 3

(Form Type)

0 3 1 3

Month Day (Annual Meeting)

N/A

(Secondary License Type, If Applicable)

SEC

Dept. Requiring this Doc.

N/A

Amended Articles Number/Section Total Amount of Borrowings

7

Total No. of Members

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document ID

Cashier

STAMPS

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Mindoro Biodiversity Conservation Foundation, Inc.

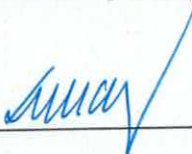
STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR ANNUAL INCOME TAX RETURN

The Management of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC. ("MBCFI")** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended December 31, 2013. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any and all other tax returns.

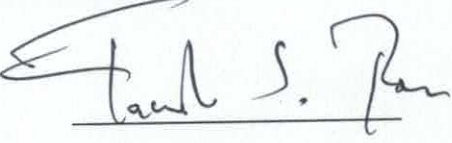
In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2013 and the accompanying Annual Income Tax Return are in accordance with the books and records of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** complete and correct in all material respects. Management likewise affirms that:

- (a) The Annual Income Tax return has been prepared in accordance with the provisions of the National Internal Revenue Code, as amended and, pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue ;
- (b) Any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standard and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the foundation's books and records in accordance with the requirement of Revenue Regulations No. 8-2007 and other relevant issuances;
- (c) **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** has filed all applicable tax returns, reports and statements required to be filed under Philippines tax law for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.

Signature
Name
Title

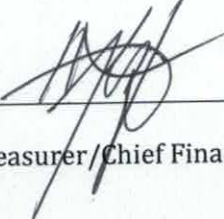


President



Chairman

Signature
Name
Title



Treasurer/Chief Finance Officer



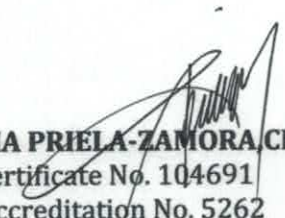
**INDEPENDENT AUDITOR'S REPORT
TO ACCOMPANY INCOME TAX RETURN**

The Members and the Board of Trustees
MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.

I have audited the financial statements of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** for the year ended December 31, 2013, on which I have rendered the attached report dated April 12, 2014.

In compliance with Revenue Regulations V-20, I am stating the following:

1. The taxes paid or accrued by the above Foundation for the year ended December 31, 2013 are shown in the Schedule of Taxes and Licenses attached to the Annual Income Tax Return.
2. I am not related by consanguinity or affinity to the president and managers of the Foundation.


CECILIA PRIELA-ZAMORA, CPA, IQA
CPA Certificate No. 104691
BOA Accreditation No. 5262
Registration Date: February 11, 2013
Expiry Date: December 31, 2015
TIN 202-580-918-000
PTR No. 0062067, January 30, 2014, Imus, Cavite

April 12, 2014



INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.
22F Asian Star Bldg, ASEAN DRIVE, FCC
Alabang, Muntinlupa, MM

I have audited the accompanying financial statements of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** which comprise the statement of financial position as at December 31, 2013, and the statement of income, statement of changes in stockholders' equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes. The financial statements of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** as of and for the year ended December 31, 2012 were audited by other auditor whose report dated April 12, 2013 expressed an unqualified opinion thereon.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Philippine Financial Reporting Standards 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Philippine Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 auditor's judgment, 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 auditor considers internal control relevant to the entity's preparation 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 management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Handwritten signature of Cecilia D. Priela-Zamora. A blue rectangular stamp is placed over the signature, containing the text: "APR 12 2014" and "CITY OF SAN PABLO CITY".

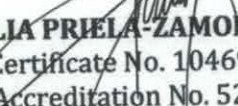
Report of Independent Auditor

Opinion

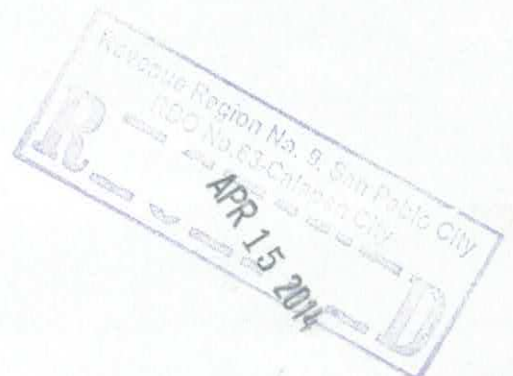
In my opinion, the financial statements present fairly, in all material respects, the financial position of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** as of December 31, 2013 and 2012 and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting.

Report on the Supplementary Information Required Under Revenue Regulations 4-2014 and 15-2010

The supplementary information required under Revenue Regulations 4-2014 and 15-2010 for purposes of filing with Bureau of Internal Revenue is presented by the management of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.**, in a separate schedule. Revenue Regulations 4-2014 and 15-2010 require the information to be presented in the notes to financial statements Note 26. Such information is not required part of the of the basic financial statements. The information is also required by Securities Regulation Code Rule 68, as amended (2011). My opinion on the basic financial statements is not affected by the presentation of the information in a separate schedule.


CECILIA PRIETA-ZAMORA, CPA, IQA
CPA Certificate No. 104691
BOA Accreditation No. 5262
Registration Date: February 11, 2013
Expiry Date: December 31, 2015
TIN 202-580-918-000
PTR No. 0062067, January 30, 2014, Imus, Cavite

April 12, 2014




STATEMENT OF REPRESENTATION

TO THE SECURITIES AND EXCHANGE COMMISSION:

In connection with our examination of the financial statements of **MINDORO BIODIVERSITY CONSERVATION FOUNDATION, INC.** for the year ended December 31, 2013 which are to be submitted to the Commission, I hereby represent the following:

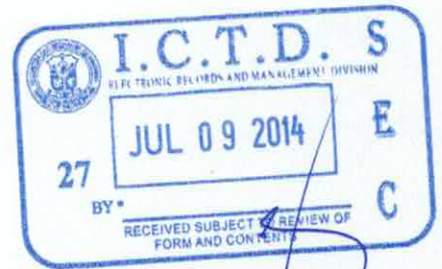
1. That said financial statements are presented in conformity with Philippine Financial Reporting Standards in the Philippines and in all cases where we shall express an unqualified opinion. Except that in case of any departure from such principles, we shall indicate the nature of the departure, the effects thereof, and the reasons why compliance with the principles would result in a misleading statement, if such is a fact;
2. That we shall fully meet the requirements of independence as provided under the Code of Professional Ethics, for CPAs;
3. That in the conduct of the audit, We shall comply with generally accepted auditing standards promulgated by the board of Accountancy; in case of any departure from such standards or any litigation in the scope of our examination, we shall indicate the nature of the departure and the expression of our opinion or which may necessitate the negation of the expression of an opinion; and
4. That relative to the expression of our opinion on the said financial statements, we shall not commit any acts discreditable to the profession as provided under the Code of Professional Ethics, for CPAs

As a CPA engaged in public practice, we made these representations in our capacity.


CECILIA PRIELA-ZAMORA, CPA, IQA
CPA Certificate No. 104691
BOA Accreditation No. 5262
Registration Date: February 11, 2013
Expiry Date: December 31, 2015
TIN 202-580-918-000
PTR No. 0062067, January 30, 2014, Imus, Cavite

April 12, 2014



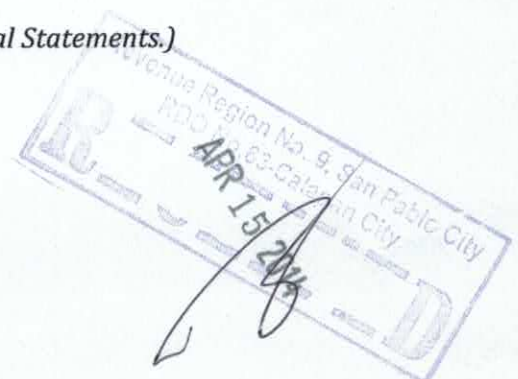


Mindoro Biodiversity Conservation Foundation, Inc.
 (A non-stock, non-profit organization)

Statements of Assets, Liabilities and Fund Balance
 31 December 2013 and 2012
 (All amounts in Philippine Peso)

	Notes	2013	2012
<u>ASSETS</u>			
Current assets			
Cash and cash equivalents	3	699,570	132,232
Other Receivables – Staff Advances		53,606	117,848
Prepayments and Other Current Assets		73,584	
Total Current assets		826,760	250,080
Non Current Assets			
Property & Equipment, Net	4	180,111	347,024
Total Non Current assets		180,111	347,024
Total Assets		1,006,871	597,104
<u>LIABILITIES AND FUND BALANCE</u>			
Current liabilities			
Accrued expenses and other current payables	5	128,235	58,339
Fund balance			
Fund balance		538,766	2,243,847
Excess receipts (expenses) for the period		339,871	(1,705,082)
Total fund balance		878,637	538,766
Total liabilities and fund balance		1,006,871	597,104

(See accompanying Notes to Financial Statements.)



Mindoro Biodiversity Conservation Foundation, Inc.
(A non-stock, non-profit organization)

Statements of Total Comprehensive Income
For the years ended 31 December 2013 and 2012
(All amounts in Philippine Peso)

	Notes	2013	2012
Receipts			
Donations	6	4,670,031	2,889,400
Interest income		2,204	4,198
Total receipts		4,672,235	2,893,598
Expenses			
Programs	7	(3,438,454)	(3,714,075)
Operations	8	(893,910)	(882,940)
Foreign exchange losses, net			(1,664)
Total expenses		(4,332,364)	(4,598,679)
Excess (Deficiency) of receipts over expenses for the year		339,871	(1,705,082)
Other comprehensive income		-	-
Total comprehensive income (loss) for the year		339,871	(1,705,082)

(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 years ended 31 December 2013 and 2012
(All amounts in Philippine Peso)

	<u>2013</u>	<u>2012</u>
Balances at 01 January	538,766	2,243,847
Comprehensive income		
Excess receipts over expenses for the year	339,871	(1,705,082)
Other comprehensive income		
Total comprehensive (loss) income	339,871	(1,705,082)
Balances at 31 December	878,637	538,766

(See accompanying Notes to Financial Statements.)



Mindoro Biodiversity Conservation Foundation, Inc.
(A non-stock, non-profit organization)

Statements of Cash Flows
For the years ended 31 December 2013 and 2012
(All amounts in Philippine Peso)

	Notes	2013	2012
Cash flows from operating activities			
Excess (deficiency) of receipts over expenses		339,871	(1,705,082)
Unrealized foreign exchange losses			1,664
Depreciation	4	174,903	147,547
Interest income	2.7	(2,204)	(4,198)
Excess (deficiency) of receipts over expenses before working capital activities		512,570	(1,560,069)
Changes in:			
Receivables and Other Current Assets		(9,342)	(24,685)
Accrued expenses and other current payables	5	69,896	15,166
Net cash provided (used in) by operating activities		573,124	(1,569,587)
Cash flows from investing activities			
Acquisition of property & equipment	4	(7,990)	(410,066)
Interest received	2.7	2,204	4,198
Net cash provided by (used in) investing activities		567,338	(1,975,455)
Effect of exchange rate changes on cash			(1,664)
Net increase (decrease) in cash		567,338	(1,977,119)
Cash on hand and in banks at beginning of year	3	132,232	2,109,351
Cash on hand and in banks at end of year		699,570	132,232

(See accompanying Notes to Financial Statements.)



MINDORO BIODIVERSITY CONSERVATION FOUNDATION INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013
(With Comparative Figures for December 31, 2012)
(Amounts in Philippine Pesos)

1. CORPORATE INFORMATION

Mindoro Biodiversity Conservation Foundation, Inc. ("MBCFI") was registered with the Philippines Securities and Exchange Commission (SEC) under Registration No. CN200803432 on March 19, 2008 as a non stock, nonprofit corporation duly organized under the laws of the Philippines; and that the purposes for which it was incorporated as appearing in its Articles of Incorporation are 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 conservation program; 3) to promote greater awareness and concern for the environment; 4) to compile 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 resource management.

Its operations are funded mainly by Malampaya Joint Ventures Partners (Shell Philippines Exploration B.V., Chevron Malampaya LLC, and PNOC-EC) and out of contributions of other organizations and individuals.

The registered office address of the Foundation is 22nd Flr. Asian Star Building, Asean Drive corner Singapura Lane, Filinvest Corporate City, Alabang, Muntinlupa City. The Foundation has no regular employees as at December 31, 2013 and 2012.

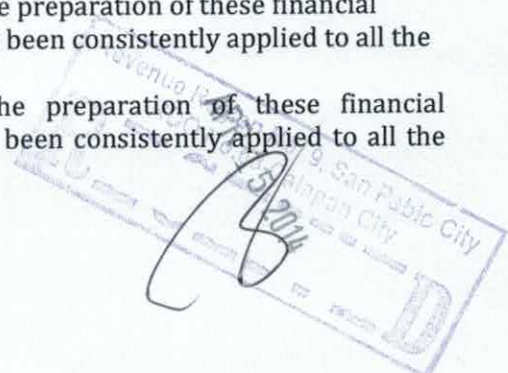
The BIR granted **MBCFI** with Taxpayer's TIN 006-984-563-000 a certificate of tax exemption enjoyed by a civic league or organization not organized for profit but operated exclusively for the promotion of social welfare pursuant to Section 30 (G) of the Tax Code of 1997, as amended; BIR Ruling No. 494-11 and BIR Ruling No. 267-11.

The financial statements of the Foundation for the year ended December 31, 2013 (including the comparatives for the year ended December 31, 2012) were authorized for issue by the Board of Trustees (BOT) on _____ 2014.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies that have been used in the preparation of these financial statements are summarized below. These policies have been consistently applied to all the years presented, unless otherwise stated.

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.



Basis of Preparation

The financial statements of the Foundation have been prepared under a historical cost basis. The financial statements are presented in Philippine pesos which is the Foundation's functional currency. All amounts to the nearest Philippine peso except when otherwise indicated.

Statement of Compliance

The accompanying financial statements have been prepared in accordance with Philippine Financial Reporting Standards as adopted by the Philippine SEC. PFRS includes statements named PFRS and Philippine Accounting Standards (PAS) issued by the Philippine Interpretations issued by Philippine Interpretations Committee.

Changes in Accounting Policies and Disclosures

The accounting policies adopted from previous years are consistent. Except as otherwise indicated.

PFRS 1 First-time Adoption of Philippine Financial Reporting Standards

Repeated application of IPRS 1

• The amendment clarifies that an entity that has stopped applying PFRS may choose to either:

(i) Re-apply PFRS 1, even if the entity applied PFRS 1 in a previous reporting period

Or

(ii) Apply PFRS retrospectively in accordance with IAS 8 (i.e., as if it had never stopped applying PFRS) in order to resume reporting under PFRS.

• If the entity re-applies PFRS 1 or applies IAS 8, it must disclose the reasons why it previously stopped applying PFRS and subsequently resumed reporting in accordance with PFRS.

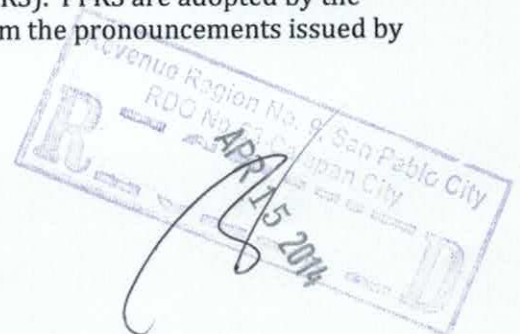
*The Foundation applies Philippine Financial Reporting Standards
(Full PFRS) consistently.*

Other 2013 PFRS amendments have no impact on the Foundation's financial position or performance because the Foundation is non stock, nonprofit corporation (NGO).

Basis of Preparation of Financial Statements

(a) Statement of Compliance with Philippine Financial Reporting Standards

The financial statements of the Foundation have been prepared in accordance with Philippine Financial Reporting Standards (Full PFRS). PFRS are adopted by the Financial Reporting Standards Council (FRSC) from the pronouncements issued by the International Accounting Standards Board.



The financial statements have been prepared using the measurement bases specified by PFRS for each type of assets, liabilities, income and expense. The measurement bases are more fully described in the accounting policies that follow.

(b) Presentation of Financial Statements

The financial statements are presented in accordance with Philippine Accounting Standard (PAS) 1 (Revised 2007), *Presentation of Financial Statements*. The Foundation presents all items of income and expenses in a single statement of comprehensive income. Two comparative periods are presented for the statement of financial position when the Foundation applies an accounting policy retrospectively, makes a retrospective restatement of items in its financial statements, or reclassifies items in the financial statements.

(c) Functional and Presentation Currency

These financial statements are presented in Philippine pesos, the Foundation's functional and presentation currency, and all values represent absolute amounts except when otherwise indicated.

Items included in the financial statements of the Foundation are measured using its functional currency. Functional currency is the currency of the primary economic environment in which the Foundation operates.

2.1 Financial Asset

Financial assets are recognized when the Foundation becomes a party to the contractual terms of the financial instrument. Financial assets other than those designated and effective as hedging instruments are classified into the following categories: financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets. Financial assets are assigned to the different categories by management on initial recognition, depending on the purpose for which the investments were acquired.

Regular purchases and sales of financial assets are recognized on their trade date. All financial assets that are not classified as at fair value through profit or loss are initially recognized at fair value plus any directly attributable transaction costs. Financial assets carried at fair value through profit or losses are initially recorded at fair value and transaction costs related to it are recognized in profit or loss.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the Foundation provides money, goods or services directly to a debtor with no intention of trading

APR 15 2014
San Pablo City
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the receivables. They are included in current assets, except for maturities greater than 12 months after the reporting period which are classified as non-current assets.

Loans and receivables are subsequently measured at amortized cost using the effective interest method, less impairment loss, if any. Any change in their value is recognized in profit or loss. Impairment loss is provided when there is objective evidence that the Foundation will not be able to collect all amounts due to it in accordance with the original terms of the receivables. The amount of the impairment loss is determined as the difference between the assets' carrying amount and the present value of estimated cash flows.

The Foundation's financial assets categorized as loans and receivables are presented as Cash and Cash Equivalents and Trade and Other Receivables in the statement of financial position. Cash and cash equivalents are defined as cash on hand, demand deposits and short-term, highly liquid investments readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

2.3 Property and equipment

Property and equipment are carried at historical cost less accumulated depreciation and amortization. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

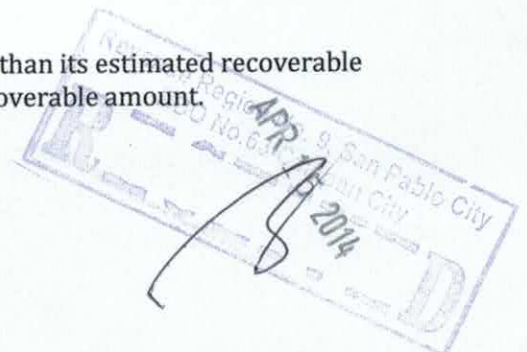
Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. All other repairs and maintenance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

Depreciation is calculated using the straight-line method over the asset's estimated useful life, as follows:

Furniture and fixtures	3
Office equipment	3
Leasehold improvements	3
Transportation equipment	5

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date. The carrying amount of an item of property, plant and equipment is derecognized on disposal; or when no future economic benefits are expected from its disposal at which time the cost and related accumulated depreciation are removed from the accounts.

Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount.



Gains and losses on disposals are determined by comparing proceeds with the carrying amount of assets. The cost and related accumulated depreciation of assets sold are removed from the accounts and any resulting gain or loss is credited or charged to operating expenses in the statements of receipts and expenses.

2.4 Impairment of non-financial assets

Property and equipment and other non-financial assets that are subject to 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 for the amount by which the asset's carrying amount 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 the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

2.5 Financial Liabilities

Financial liabilities include accounts payable, accrued expenses and other liabilities.

Financial liabilities are recognized when the Foundation becomes a party to the contractual terms of the instrument.

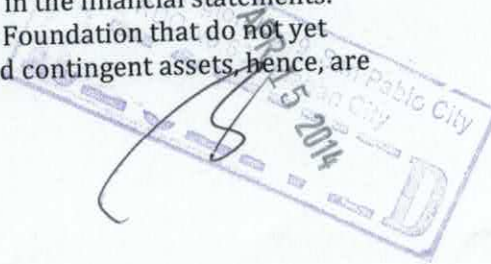
Financial liabilities are derecognized from the balance sheet only when the obligations are extinguished either through discharge, cancellation or expiration.

2.6 Provisions

Provisions are recognized when present obligations will probably lead to an outflow of economic resources and they can be estimated reliably even if the timing or amount of the outflow may still be uncertain. A present obligation arises from the presence of a legal or constructive commitment that has resulted from past events.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the end of the reporting period, including the risks and uncertainties associated with the present obligation. 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. When time value of money is material, long-term provisions are discounted to their present values using a pretax rate that reflects market assessments and the risks specific to the obligation. Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate.

In those cases where the possible outflow of economic resource as a result of present obligations is considered improbable or remote, or the amount to be provided for cannot be measured reliably, no liability is recognized in the financial statements. Similarly, possible inflows of economic benefits to the Foundation that do not yet meet the recognition criteria of an asset are considered contingent assets, hence, are



not recognized in the financial statements. *On the other hand, any reimbursement that the Foundation can be virtually certain to collect from a third party with respect to the obligation is recognized as a separate asset not exceeding the amount of the related provision.*

2.7 Revenue and Expense Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Foundation and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

(a) Donations — Donations, which include an unconditional promise to give, are recognized as revenue in the year they are received or granted, whichever is earlier and,

(b) Interest Income — Revenue is recognized as the interest accrues (taking into account the effective yield on the asset).

Project operational cost and other expenses are recognized in the statement of revenues and expenses upon receipt of goods and utilization of the services or at the date they are incurred.

PAS 1, Presentation of Financial Statements- Presentation of Items of Other Comprehensive Income or OCI (Amendments)

The amendments to PAS 1 change the grouping of items presented in OCI. Items that can be reclassified (or “recycled”) to profit or loss at a future point in time (for example , upon derecognition or settlement) will be presented separately from items that will never be recycled. **The Foundation has no Other comprehensive income.**

3 CASH AND CASH EQUIVALENTS

This account consists of:

	2013	2012
Cash and cash equivalents	673,704	106,366
Cash in bank – USD	25,866	25,866
TOTAL	699,570	132,232



4 PROPERTY AND EQUIPMENT

This account consists of:

Computers Software & Accessories	365,576
Furniture & Equipment	161,130
Total Depreciable Assets	526,706
Accumulated Depreciation	(346,594)
Property & Equipment, Net	180,111

Depreciation of assets is charged to program expenses. Please refer to ANNEX-1 for the account movements.

5 ACCOUNTS PAYABLE AND ACCRUED EXPENSES

This account consists of:

	2013	2012
Accounts Payables & Accrued Expenses	113,794	31,428
Payable to Government Agencies	14,441	26,911
TOTAL	128,235	58,339

6 SOURCES OF REVENUES

Donations received are shown as follow:

	2013	2012
Shell Philippines Exploration BV	3,972,061	2,500,000
Others	697,970	389,400
TOTAL	4,670,031	2,889,400



7 **PROGRAM EXPENSES**

This account consists of:

	2013	2012
Data Gathering	1,386,106	847,211
Community Capacity Building	1,218,169	1,209,515
Conservation Awareness	777,767	1,657,350
National Commission for Indigenous People	26,441	
Site Development	17,466	
Relationship Management	12,506	
TOTAL	3,438,454	3,714,075

8 **OPERATING EXPENSES**

Presented below are the details of this account:

	2013	2012
Professional Fees	269,444	424,338
Supplies	38,431	91,361
Rental	82,500	90,000
Staff Meeting / Workshops	109,817	65,210
Communication, Light and Water	115,960	62,531
Repairs & Maintenance		44,260
Transportation and Travel	53,320	29,996
Insurance	20,130	20,130
Representation and Entertainment	35,344	19,226
Board Meetings & Planning	25,889	3,834
Taxes and Licenses	2,239	1,157
SSS, PHIC, HDMF Contributions	116,378	
Miscellaneous	24,456	30,897
TOTAL	893,910	882,940



RISK MANAGEMENT OBJECTIVES AND POLICIES

The Foundation is exposed to a variety of financial risks which result from its operating activities. The Foundation is actively securing short -to medium-term cash flows by minimizing the exposure to financial markets.

The Foundation does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Foundation is exposed to are described below.

9.5 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 (or in the detailed analysis provided in the notes to the financial statements), as summarized below.

	2013	2012
Cash and cash equivalents	673,704	106,366
Cash in bank - USD	25,866	25,866
TOTAL	699,570	132,232

9.6 Liquidity Risk

The Foundation manages its liquidity needs by carefully monitoring cash outflows due in a day-to-day business. Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of a rolling 30-day projection. Long-term liquidity needs for a 6-month and one-year period are identified monthly.

The Foundation maintains cash to meet its liquidity requirements for up to 60-day periods. Excess cash are invested in time deposits.

All of the Foundation's 2012 financial liabilities have contractual maturities within 6 months after the statement of assets, liabilities and fund balance date. The contractual maturities reflect the gross cash flows, which may differ from the carrying values of the liabilities at the statement of assets, liabilities and fund balance date.



10 SUPPLEMENTARY INFORMATION REQUIRED BY BIR

The following information is presented for purposes of filing with the BIR and is not a required part of the basic financial statements:

(a) Supplementary information required by Revenue Regulations No. 15-2010

On 28 December 2010, Revenue Regulations (RR) No. 15-2010 became effective and amended certain provisions of RR No. 21-2002 prescribing the manner of compliance with any documentary and/or procedural requirements in connection with the preparation and submission of financial statements and income tax returns. Section 2 of RR No. 21-2002 was further amended to include in the Notes to Financial Statements information on taxes, duties and license fees paid or accrued during the year in addition to what is mandated by Philippine Financial Reporting Standards.

Below is the additional information required by RR No. 15-2010. This information is presented for purposes of filing with the Bureau of Internal Revenue (BIR) and is not a required part of the basic financial statements.

(a) All other local and national taxes

All other local and national taxes paid for the years ended 31 December consist of:

	2013	2012
Business Permit	1,234	320
Community Tax	505	505
Barangay Clearance/Others	500	332
	2,239	1,157

The above local and national taxes are lodged under Taxes and licenses account in operating expenses.

(b) Withholding taxes

Withholding taxes paid and accrued and/or withheld for the years ended 31 December consist of:

	Paid	Accrued	Total
Creditable Withholding Taxes			
2013	246,918	-	246,918
2012	231,966	-	231,966



(c) Tax assessments/cases

There are no outstanding tax cases under preliminary investigation, litigation and/or prosecution in courts or bodies outside the BIR at 31 December 2013 and 2012.

(b) Supplementary information required by Revenue Regulation No. 19-2011

RR No. 19-2011 prescribes the new BIR forms that should be used for income tax filing covering and starting with the calendar year 2011 and modifies Revenue Memorandum Circular No. 57-2011. In the Guidelines and Instructions Section of the new BIR Form 1702 (version November 2011), a required attachment to the income tax returns is an Account Information Form and/or Financial Statements that include in the Notes to Financial Statements schedules of sales/receipts/fees, cost of sales/services, non-operating and taxable other income, itemized deductions (if the taxpayer did not avail of the Optional Standard Deduction or OSD), taxes and licenses and other information prescribed to be disclosed in the Notes to the Financial statements.

The Foundation's schedules for the year ended 31 December 2013 follow:

(i) Receipts

The Foundation receipts are the same as shown in Note 6 to the financial statements.

(ii) Program expenses

The Foundation's program expenses are the same as shown in Note 7 to the financial statements.

(iii) Non-operating and taxable other income

The Foundation did not have any non-operating and taxable other income subject to regular rate of 30% during the year.

(iv) Itemized deductions

The operating expenses of the Foundation are shown in Note 8 of the financial statements.

(v) Taxes and licenses

The details of the Foundation's taxes and licenses are presented in section (a) of this note.



Mindoro Biodiversity Conservation Foundation, Inc.
(A non-stock, non-profit organization)

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5. Property and Equipment

The movements in this account are as follows:

	<i>Leasehold Improvement</i>	<i>Furniture and Fixtures</i>	<i>Office Equipment</i>	<i>Total</i>
Cost				
Balance, January 1, 2012	-	-	108,650	108,650
Additions (Disposal/ Reclassification)	7,700	153,430	248,936	410,066
Balance, December 31, 2012	7,700	153,430	357,586	518,716
Additions			7,990	7,990
Balance, December 31, 2013	7,700	153,430	365,576	526,706
Accumulated Depreciation				
Balance, January 1, 2012	-	-	24,144	24,144
Depreciation	2,139	41,975	103,433	147,547
Balance, December 31, 2012	2,139	41,975	127,577	171,691
Depreciation	2,567	51,143	121,193	174,903
Balance, December 31, 2013	4,706	93,118	248,770	346,594
Net Book Value				
At December 31, 2013	2,994	60,312	116,806	180,111
At December 31, 2012	5,561	111,455	230,009	347,024

The Foundation computed its depreciation over 3 years estimated useful life.

Division Region No. 4, San Pablo City
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