



**INDEPENDENT AUDITORS' REPORT
TO THE BOARD OF ADVISOR AND SUPERVISOR OF
THE WWF INDONESIA FOUNDATION**

We have audited the accompanying consolidated financial statements of the WWF Indonesia Foundation (the "Foundation") and its subsidiaries, which comprise the consolidated statement of financial position as at 30 June 2020, the consolidated statement of activities and consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Indonesian Financial Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 fair presentation of the consolidated 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 consolidated financial statements.

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 accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the WWF Foundation Indonesia as of 30 June 2020, their consolidated activities and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards.

JAKARTA
15 January 2021

Drs. M. Jusuf Wibisana, M.Ec., CPA
License of Public Accountant No. AP.0222

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
30 JUNE 2020

(Expressed in thousands Rupiah, unless otherwise stated)

	<u>Notes</u>	<u>2020</u>	<u>2019</u>
Assets			
Current assets			
Cash and cash equivalents	5	82,983,521	71,379,105
Project advances	6	6,182,453	12,810,008
Contribution receivables	7	22,812,026	59,113,073
Other current assets		<u>1,547,470</u>	<u>1,389,208</u>
		<u>113,525,470</u>	<u>144,691,394</u>
Non-current assets			
Fixed assets	8	41,019,621	40,088,269
Intangible assets		4,028,249	4,107,834
Other non-current assets		<u>-</u>	<u>425,541</u>
		<u>45,047,870</u>	<u>44,621,644</u>
Total assets		<u><u>158,573,340</u></u>	<u><u>189,313,038</u></u>
Liabilities and net assets			
Current liabilities			
Deferred revenue	9	45,909,365	53,048,292
Accruals and other payables	10	<u>50,568,288</u>	<u>53,255,627</u>
		<u>96,477,653</u>	<u>106,303,919</u>
Net assets		<u>62,095,687</u>	<u>83,009,119</u>
Total liabilities and net assets		<u><u>158,573,340</u></u>	<u><u>189,313,038</u></u>

The accompanying notes form an integral part of these consolidated financial statements.

**CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2020**

(Expressed in thousands Rupiah, unless otherwise stated)

	Notes	2020			2019		
		Restricted	Unrestricted	Total	Restricted	Unrestricted	Total
Revenue							
Donations	11	241,022,379	26,681,585	267,703,964	298,006,487	27,793,088	325,799,575
Foreign exchange gain, net		-	4,168,033	4,168,033	-	29,068	29,068
Interest income		-	1,214,493	1,214,493	-	1,633,129	1,633,129
Others		-	8,567,343	8,567,343	-	14,449,795	14,449,795
Net assets released from restrictions							
Fulfillment of restricted programs	2o	(20,799,301)	20,799,301	-	(24,515,647)	24,515,647	-
Total revenue		<u>220,223,078</u>	<u>61,430,755</u>	<u>281,653,833</u>	<u>273,490,840</u>	<u>68,420,727</u>	<u>341,911,567</u>
Expenses							
Staff cost	12	(78,400,250)	(30,687,783)	(109,088,033)	(80,033,786)	(21,868,074)	(101,901,860)
Grants and professional fees	12	(52,783,629)	(15,352,656)	(68,136,285)	(71,293,899)	(11,409,925)	(82,703,824)
Traveling, meeting, and training	12	(47,216,920)	(5,072,788)	(52,289,708)	(66,275,344)	(3,978,368)	(70,253,712)
Office and field operating costs	12	(41,822,279)	(17,384,596)	(59,206,875)	(55,887,811)	(13,962,838)	(69,850,649)
Provision/reversal/write off for impairment of receivable		-	(13,846,366)	(13,846,366)	-	(7,225,954)	(7,225,954)
Total expenses		<u>(220,223,078)</u>	<u>(82,344,189)</u>	<u>(302,567,267)</u>	<u>(273,490,840)</u>	<u>(58,445,159)</u>	<u>(331,935,999)</u>
Net (decrease)/increase		-	(20,913,434)	(20,913,434)	-	9,975,568	9,975,568
Net assets at beginning of year		-	83,009,121	83,009,121	-	73,033,553	73,033,553
Net assets at end of year		-	<u>62,095,687</u>	<u>62,095,687</u>	-	<u>83,009,121</u>	<u>83,009,121</u>

The accompanying notes form an integral part of these consolidated financial statements.

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020**

(Expressed in thousands Rupiah, unless otherwise stated)

	<u>Notes</u>	<u>2020</u>	<u>2019</u>
Cash flows from operating activities			
Net (decrease)/increase in net assets		(20,913,434)	9,975,568
Adjustments to reconcile changes in net assets to cash provided by operating activities:			
Depreciation	8	6,584,375	4,967,814
Amortisation of intangible assets		79,585	67,342
Gain on disposal of fixed assets		(369,401)	(227,252)
Foreign exchange (gain)/loss		(34,615)	249,229
Finance income		(1,214,493)	(1,633,129)
Provision for impairment receivables		<u>13,846,366</u>	<u>(7,225,954)</u>
		(2,021,617)	6,173,618
Changes in operating assets and liabilities:			
Project advances		6,627,555	(526,415)
Contribution receivables		22,477,380	8,407,154
Other assets		267,279	990,634
Deferred revenue		(7,138,927)	(10,266,227)
Accruals and other payables		(2,687,339)	733,684
Receipts of finance income		<u>1,214,493</u>	<u>1,633,129</u>
Net cash provided by operating activities		<u>18,738,824</u>	<u>7,145,577</u>
Cash flows from investing activities			
Purchase of fixed assets	8	(7,609,538)	(9,242,977)
Proceeds from sale of fixed assets		<u>463,212</u>	<u>1,258,417</u>
Net cash used in investing activities		<u>(7,146,326)</u>	<u>(7,984,560)</u>
Net increase/(decrease) in cash and cash equivalents		11,592,498	(838,983)
Cash and cash equivalents at beginning of year		71,379,105	72,270,300
Effect on exchange rate changes on cash and cash equivalents		<u>11,918</u>	<u>(52,212)</u>
Cash and cash equivalents at end of year		<u><u>82,983,521</u></u>	<u><u>71,379,105</u></u>

The accompanying notes form an integral part of these consolidated financial statements.