# FINANCIAL STATEMENTS

(Versión 2)

# **FUNDACION YAGUARA PANAMA**

Report of the Independent Auditors to the Foundational Council

For the year ended 31 December 2020 and 2019

15 de December, 2021

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# FINANCIAL STATEMENTS INDEPENDENT AUDITOR

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#### Contadores Públicos Autorizados

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# INDEPENDIENT AUDITOR'S REPORT TO THE YAGUARA PANAMA FOUNDATION COUNCIL.

#### Introduction

We have reviewed the attached statement of financial position of, **FUNDACION YAGUARA PANAMA**, hereinafter ("the Company"), as of December 31, 2020 and 2019, finalized in accordance with the accumulated annual reference values and the summary of significant accounting policies and other explanatory notes.

The Company's management is responsible for the preparation and presentation of the interim financial information in accordance with the International Accounting Standard No. 34, Interim Financial Information in accordance with the International Financial Reporting Standard. Our responsibility is to express a conclusion on the interim financial information based on our review.

#### Scope of the Review

We performed our review in accordance with the international standard for review work No.2410, review of Interim Financial Information carried out by the entity's independent accountant. A review of interim financial information consists of conducting inquiries with key personnel responsible for accounting and financial matters, and of analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and, consequently a review does not allow us to obtain reasonable assurance that it would lead to our consequent, we do not express an audit opinion.

#### Conclusion

Based on our review, nothing has come to our attention that would make us believe that the accompanying annual accumulated and intermediate financial information for the month ended on that agreement date and the accumulated annual reference values as of December 31, 2020 and 2019, has been prepared, in all its important aspects, in accordance with International Accounting Standards No. 34, Interim and Annual Financial Information, of the International Financial Reporting Standards.

The audit partners who have produced this report are independent auditors; the CPAs, Lucas A. Morales R. No.6547 and Iris Archibold Ávila No.7274

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15 de December 2021

Panamá, República de Panamá

Morales Archibold & Co.

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# **Balance Sheet**

December 31st 2020 and 2019 (U\$\$ Dollars)

		2020	2019
ASSETS			
CURRENT ASSETS			
Cash Bank	(Note C)	199,722	148,537
Donations and pledge receivable	(Note D)	56,785	130,778
<b>Total Current Assets</b>	_	256,507	279,315
Property and Equipment			
Activities Technology Equipment	(Note E)	203,557	203,104
Accumulated Depreciation	_	(105,602)	(83,512)
Total of Property and Equipment	<del>-</del>	97,955	119,592
Total Assets	- -	354,462	398,907
LIABILITY AND EQUITY			
CURRENT LIABILITY			
Vendors liability		1,503	
Proyect income to be deferred	(Note F)	189,222	6,745
<b>Total de Current Liability</b>		190,725	6,745
Foundation Capital			
Fundation's Accumulated Results		392,162	299,602
Adjust and reserve		(284,598)	
Period Benefits 2020 and 2019		56,173	92,560
1 choa Benefits 2020 and 2019			202 1 6
Total Benefits Accumulated	<del>-</del>	163,737	392,162

# **Income Statements**

To December 31st 2020 and 2019 (U\$\$ Dóllars)

	2020	2019
INCOME		
Donations and Programs	209,317	291,932
Intereses	701	468
Net Income	210,018	292,400
EXPENSES FOR ACTIVITIES (Annex A 2020 y A 2019)	153,845	199,841
Net Benefits for the Period 2020 y 2019	56,174	92,560
Net Benefits	56,174	92,560
<del>-</del>		

## **Cash Flow Statement**

December 31st 2020 and 2019 ( U\$\$ Dollars )

	2020	2019
Cash Flow From Operating Activities		
Net Income	56,173	92,560
Adjustments to reconcile net income to net cash provided by operating activities	,	,
	22,000	22 000
Accum. Depreciation - Prop&Eqt	22,090 73,993	22,090
Prospects to Programs and Proyects	· · · · · · · · · · · · · · · · · · ·	94,222
Proyect income to be deferred	182,477	(94,222)
Vendors Liability	1,503	
Cash flow net provided by operating activities	336,236	114,650
Cash Flow net provided by inversion's activities		
Activities Technology Equipment		(35,227)
Cash net used in activitie's inversion	-	(35,227)
Cash flow from financing activities		
Proceeds From		
Accumulated Benefits of the Fundation	(227.274)	5,968
Adjust and reserve	(285,051)	
Net cash used in financing	(285,051)	5,968
Net increase (decrease) in cash	51,185	85,391
Cash Balance at End of Period	199,722	148,537
Cash Balance at Big of Period	148,537	-63,147
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Net Increse (Decrease) in Cash	51,185	211,684

Financial Statement's Notes

For the Year Ended 31st December 2020 and 2019

#### **NATURE OF THE NON-PROFIT FOUNDATION**

**FUNDACION YAGUARA PANAMA.**, Legally made base on the laws of Republic of Panama, according to the public record, September 9th 2015. Based on the scriptures # 19073 registered Folio 25026588 Asiento No 1 September 14 st 2015.

The Yaguara Panama foundation is located within the City of Knowledge Area, located in the Clayton sector, district of Ancon, province of Panama, through the lease agreement, which granted the agreement of affiliation, which are areas of special zones for the development of research and innovation, having benefits in exemption of direct taxes for their contributions in matters of value.

The Yaguara Foundation, in public deed 28,188 of one (01) of November of 2017, and that by resolved number Two Hundred Sixty-PJ-Two Hundred and Sixty (260-PJ-260) of twelve (12) of October of two thousand and seventeen (2017), and that by Resolution number zero two eight-R-zero two eight (028-R-028) of twenty-one (21) March two thousand seventeen (2017) the Minister of Government delegated to the Vice Minister of Government, the signature of the resolved ones and recognize the Non-Profit Private Interest Associations and Foundations and all matters derived from said recognition. That after the analysis of the documentation provided, which was found in accordance with the legal provisions that regulate the matter, the Ministry of Government of the Republic of Panama, in use of its powers, recognizes that the Yaguara Panama Foundation meets the requirements established in article thirty-seven (37) of the Executive Decree sixty-two (62) of March thirty-two thousand seventeen (2017). Given this information, said ratification is in the Ministry of Economy and Finance to grant the power to issue donation receipts.

#### **Organization**

Yaguara Panama Foundation is a non-profit organization focused on scientific research and the conservation of wild cats in Panama. Its mission is to conserve the six feline species found in this country: puma, ocelot, margay, oncilla, jaguarundi, with a special emphasis on the jaguar. The Foundation also aims to preserve their habitat through science, education, and working closely with local communities. Yaguara also collaborates with Panama's Ministry of the Environment, the private sector, and national and international non-profit organizations, universities and research centers to carry out its aims.

Yaguara focuses its actions in communities that coexist with felines to reduce the humanjaguar conflict and ensure the survival of the species through scientific research, the use of technology, sustainable farm practices, and economic alternatives linked to ecotourism and environmental education. Yaguara uses advanced scientific tools to study the population and mobility of wild cats and their main prey in order to mitigate the human-jaguar conflict.

Yaguara also works closely with local communities and ranchers to develop and implement effective ways to protect their livestock by reducing the vulnerability of farms to feline attacks to avoid their senseless killing. These efforts include education, technical assistance and economic alternatives using scientific research as its core. The aforementioned activities have been carried out throughout Panama in legally protected areas and priority conservation sites, since focusing strategic efforts on these feline umbrella species also helps to conserve other animals that share their habitats and/or are vulnerable to the same threats.

The Foundation's programs are focused on:

- Scientific research
- Humans and wild cat conflict (HWC)
- Assistance in cases of feline depredation, abuse and illegal hunting.
- Education, awareness and environmental dissemination

A succinct program summary follows:

1. Scientific research: Science is at the heart of Yaguara's conservation efforts for the jaguar and other wild cats. The Foundation generates extensive scientific data through population studies with camera traps and GPS-enabled tracking collars to observe the movement of jaguars, cougars and ocelots, as well as other mammals such as mountain pigs and tapirs.

These advanced technologies provide Yaguara with information on the number of individuals who live in each area and how their population behaves over time. We track movements of wild cats such as jaguars to know where they are; we can also study their habits, such as at what hours they prefer to hunt. The data helps the Foundation ascertain their health status, the threats they face and inform how we can help to ensure their survival in the wild.

Yaguara has created the most complete and up-to-date database of land mammals in Panama with information from trap cameras in more than 30 study areas in the country that include 655 specific sites that have recorded 40,234 night hours (2012-2019).

We are currently preparing the first National Jaguar and Terrestrial Mammal Census to support conservation planning and improved management of the human wildlife conflict. In addition, we are working together with the University of Panama to develop a database on the genetic variability that affects wildlife.

Lastly, Yaguara maintains an active program of scholarships and awards to support and train student and professional biologists on wild life feline conservation. The Foundation shares with them scientific data in close collaboration with national and international specialists,

while providing advice on their final degree projects at the Bachelor, Master and Doctorate levels.

2. Humans and wild cat conflict (HWC): Habitat loss has reduced the historical range of the jaguar, causing its populations to compete with humans for the same space and resources. This interaction has generated a conflict that usually ends with their life at the hands of farmers that retaliate for the loss of their domestic animals.

We are working with communities, ranchers, farmers and government entities to identify and implement sustainable anti-depredation measures, offering technical assistance and economic alternatives to demonstrate that both cattle raising and jaguar conservation can coexist. This includes the application of effective actions to protect livestock to reduce the vulnerability of farms against feline attacks through management plans that minimize the conflict with jaguars.

In addition to technical assistance, Yaguara promotes the establishment of other financial mechanisms such as compensation funds, financial incentives and economic alternatives aimed at conserving jaguars and their associated ecosystems.

The contribution of scientific research is an innovative mechanism for the creation of differentiated tourist destinations that can support the economy of local communities. For example, the sale of feline footprints to tourists or hosting wildlife expeditions can be a source of funding that is also vital for field research aimed at the conservation of priority species such as the jaguar.

**3.** Assistance in cases of feline depredation, abuse and illegal hunting: Yaguara provides technical assistance to Panama's Ministry of Environment for the investigation and verification of cases concerning the death of wild cats like jaguars and pumas that occur as a result of retaliation for the depredation of domestic animals such as cattle. The Foundation also keeps track of feline abuse cases and illegal hunting practices.

Together with the aforementioned Ministry, Yaguara has monitored more than 130 conflicts in communities from 2017 to 2019. The Foundation has been directly responsible for avoiding almost all jaguar deaths where it has been able to focus its efforts, with the exception of three felines whose cases are now subject to ongoing criminal proceedings.

Our work with the Ministry of Environment and the Agricultural Insurance Institute permitted the inclusion of insurance to cattle ranchers against the depredation of carnivores such as jaguars, cougars and prairie wolves in the 2019 Agricultural Insurance Manual.

This collaboration has also allowed Yaguara to make better decisions based on scientific information to transform the human-feline conflict and turn it into peaceful co existence. It also helped establish the first Saturday of March as Panama's National Wild Cat Day, giving felines the relevance they deserve as a vital part of the country's ecosystem balance.

**4. Education, awareness and environmental dissemination:** Yaguara works mainly in capacity building, community management and environmental education, and awareness and outreach to promote and expand active social participation for the protection and conservation of the jaguar and its habitat. We aim to help the species become a cherished symbol for the communities with whom it coexists.

Our educational programs and technical assistance have benefited about 5,000 people in the past three years. More than 30 education workshops and 70 awareness talks are held annually in all areas that Yaguara Panama has projects, mainly in places affected by the jaguar/human conflict. We also hold talks in universities, academic and research centers, companies, government offices and non-governmental organizations.

Yaguara has worked with the Howard Hughes Medical Institute on the "WildCam Darien" project since 2017 to develop educational resources based on scientific research on wildlife in the Darien National Park and the Soberania National Park. A website with this information is available free of charge to educators and the general public in Spanish and English.

The Foundation has also worked since 2018 with the Small Grants Program (PPD) of the United Nations Development Program (UNDP) in the project "Conservation of the jaguar habitat through community participation in Darien and Chepo". This endeavour has yielded the first network of local environmental promoters for the conservation of felines, providing them with a solid base of knowledge that allows them to both inspire and influence their community with actions that promote the coexistence between beings humans and these species.

This conservation project has allowed Panama to be one of two beneficiary countries in the American continent with a special fund for the conservation of jaguars at local communities that have worked together with Yaguara. This has allowed us to channel resources to support initiatives led by local promoters that highlight the importance of ecological tourism, the inclusion of anti-depredation measures in livestock farms, environmental education campaigns, etc.

In addition, Yaguara participates actively in radio programs with national and local coverage to reach a greater number of people so they know what is being done, why is being done and how it benefits them. The results of our projects are also promoted by social media such as Twitter, Facebook and Instagram. We also actively use other local legacy media, like magazines, television and newspapers. Yaguara scientists also published more than 40

scientific articles, books, reviews and other publications in 2017-2019. They also present the results of their ongoing research in national and international scientific platforms such as congresses, symposia, seminars and others.

#### Sources of finances and income

Financial support for the Yaguara Panama Foundation derives from different sources:

- i) Government Funds: Projects with the Panamanian Government executed with the Ministry of the Environment and with the National Secretariat for Science, Technology, and Innovation (SENACYT).
- ii) Projects with international organizations, such as the United Nations Development Program (UNDP) through the Small Grants Program (PPD) financed by the Global Environmental Fund (GEF).
- iii) Donations from private companies and foundations, such as the Howard Hughes Medical Institute.
- iv) Donations from individuals
- v) Income from the sale of merchandising and other products.

## **Principal Accounting Policies**

The principals accounting policies make for preparation that these financial statements are the following.

These policies have been applied in relation with the last year accountancy statements.

## **Base of Preparation**

The financial statements have been made according to the International Financial Laws (collectively named NIIFs) given by the Accountancy International Council.

#### **Monetary Unit**

The monetary unit is the balboa, which is the equivalent of the United States of America's dollar.

#### NOTA C - CASH AND BANK

	2020	2019
Banco General Cta. De Ahorros	186,897	140,922
Banco General Cta. Corriente	186,897	7,615 <b>148,537</b>

#### Note D: Donations and pledge receivable

The programs shown, correspond to the agreements on signed projects, for the research and execution of program

	2020	2019
Howard Hughes Medical Institute SPSBC / Mi Ambiente	22,500	22,500
PPD / PNUD (Naciones Unidas)	50,000	50,000
SENACYT FID 18-061	58,278	58,278
	130,778	130,778

## **Note E: Technology Equipment and Programs**

The technology and program equipment corresponds to all the necessary items used in the execution of programs, they are not significant and consist mostly of the trap cameras and are included in currant assets, and they are valued at the lowest market cost, using the weighted average method.

Within the field equipment, we have included items, such as transport cages, GPS Locators, anti-depredation measures equipment, office equipment, although the latter is minimal since the rented office has furniture and furnishings

2020	2019
22,400	22,400
62,604	62,604
75,627	75,627
42,473	42,473
(83,512)	(83,512)
119,592	119,592
	22,400 62,604 75,627 42,473 (83,512)

## **Note F: PROJECT INCOME TO DIFFER**

They correspond to the project contracts that determine the obligations of the Yaguará Foundation with their donors, which are pending to finally deliver in terms of reports and Details related to the projects contracted or signed between the parties. These amounts will become income as soon as the corresponding process is completed.

#### **Note G: ANNEXES STATEMENT OF INCOME**

# (GASTOS DE ACTIVIDADES Y DEPRECIACIÓN)

	2020	2019
Salarios y Personal Contratado	106,350	108,364
Beneficios (Seguros)	878	657
Mantenimiento de Equipo Rodante	1,017	2,639
Consumibles de Campo	417	890
Alquileres	4,551	5,924
Viajes, Alojamientos y Comida	5,581	15,280
Tecnología y Teléfono	2,087	936
Oficina	1,187	1,963
Servicios Contratados	500	1,220
Servicios Personales Profesionales	4,875	23,518
Conferencias y Encuentros	757	7,163
Talleres y Charlas	2,525	7,056
Depreciación - Amortización	22,090	22,090
Cargos Bancarios	302	357
Otros (Impuestos y Tasas)	30	534
Tutela y Reintroduccion de Felinos	699	1,251
	153,845	199,841

## Note H- INCOME TAX PAYABLE

The commercial activities of the company are subject to income tax in Panama, the income tax return, as well as other tax obligations, for the period ended December 31, 2019 and 2018, they are subject to review by the fiscal authorities of the Ministry of Economy and Finance.

Paragraph 2, of Article 699 of the Fiscal Code of the Republic of Panama, requires that the tax returns of income coincide with the financial statements of the taxpayer, the banks and financial institutions of the country. The inconsistency of the income tax return with the financial statements or IFRS, may, if proven, be considered as tax fraud.

The taxable profit shown in the Income Tax Returns may differ from the profit before income tax shown in the financial statements, due to non-deductible expenses made separately; for the purposes of filing the Affidavits of Income and the financial statements. The effective effective rate of income tax is 25% on the net taxable income. The YAGUARA FOUNDATION, being a non-profit organization with an environmental conservation objective, is not a contributor to this tax.

Tax returns for the last three years, including the year ended December 31, 2019, are subject to review by the tax authorities of the Ministry of Economy and Finance.

#### NOTA I – HECHOS POSTERIORES

#### **Note I – SUBSEQUENT EVENTS**

As of the date of issuance of these Financial Statements, it remains under a state of Global Emergency due to the COVID-19 Corona Virus Pandemic, which measures have been taken in Panama and in all the countries of the world by the WHO World Health Organization sanitary facilities for the containment of contagions and avoiding the collapse of hospital facilities. This situation brings with it measures that limit the commercial and civil activities of people and companies, bringing an economic crisis in the capture of income and the possibilities of working with all the personnel that the operations require. Aware of this reality, the company will have the urgency to formulate new risk management plans, since additionally, due to the nature of the service in the health chain, it has not been forced to close ordinary operations, the collection and treasury areas will be greatly affected.

## **Note J- RECLASSIFICATIONS**

Some accounts shown in the financial statements as of December 31, 2019 and 2018 and for the years ended on those dates, have been reclassified for purposes of comparison with the accounts shown in the financial statements.