

INDEPENDENT AUDITORS' REPORT

The Board of Trustees
Greenpeace Sea Environmental Trust, Inc.
Room 302 JGS Building, No. 30 Scout Tuazon
Laging Handa, Quezon City

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Report on the Financial StatementsOpinion

We have audited the financial statements of Greenpeace Sea Environmental Trust Inc., (a nonstock, nonprofit organization) (the "Organization"), which comprise the statements of assets, liabilities and fund balance as at December 31, 2020 and 2019, and the statements of receipts and expenses, statements of changes in fund balance and statements of cash flows for the years 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 assets, liabilities and fund balance of the Organization as at December 31, 2020 and 2019, and its receipts and expenses and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards for Small Entities (PFRS for SEs).

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization 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.

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, 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 Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditors' 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 auditors' 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 Organization'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 Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Organization 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 15-2010 and 34-2020

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information under Revenue Regulation 15-2010 and 34-2020 in Note 18 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 Greenpeace Sea Environmental Trust, 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 whole.

CONSTANTINO AND PARTNERS

BOA Registration No. 0213, valid until November 15, 2022

SEC Accreditation No. (A.N.) 0213-SEC, valid until July 20, 2024 (Group A)

BIR A.N. 08-001507-000-2020, valid until December 21, 2023

By:



Edwin F. Ramos
Partner

CPA Certificate No. 0091293

PTR No. 8582767, issued on January 29, 2021, Makati City

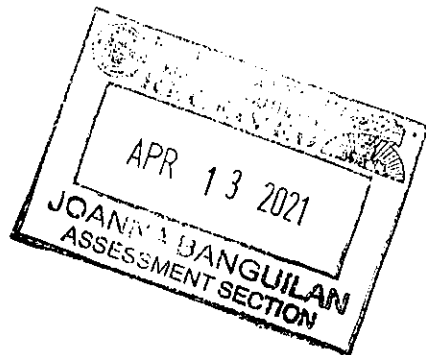
TIN: 134-885-074-000

BIR A.N. 08-001507-008-2021, valid until February 10, 2024

SEC A.N. 1795-A, valid until November 10, 2022 (Group A)

Makati City, Philippines

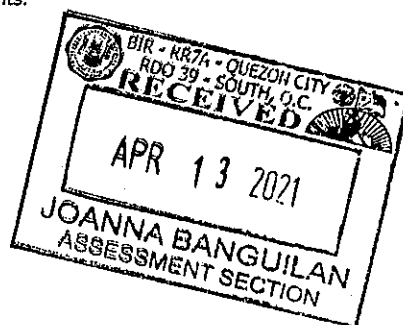
April 12, 2021



GREENPEACE SEA ENVIRONMENTAL TRUST, INC.**(A Nonstock, Nonprofit Organization)****STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE****DECEMBER 31, 2020 AND 2019****(Amounts in Philippine Pesos)**

	2020	2019 <i>(As restated)</i>
ASSETS		
Current Assets		
Cash (Note 4)	P 43,332,700	P 30,019,338
Receivables – net (Note 5)	476,291	4,026,696
Due from related party (Note 10)	–	2,765,548
Other current assets (Note 6)	1,462,879	2,385,021
Total Current Assets	45,271,870	39,196,603
Noncurrent Asset		
Property and equipment – net (Note 7)	2,489,244	3,208,181
	P 47,761,114	P 42,404,784
LIABILITIES AND FUND BALANCE		
Current Liabilities		
Accounts payables and other current liabilities (Note 8)	P 8,216,540	P 12,499,987
Due to related party (Note 10)	56,080,535	46,533,852
Funds held in trust (Note 9)	1,192,035	1,030,915
Total Current Liabilities	65,489,110	60,064,754
Fund Balance	(17,727,996)	(17,659,970)
	P 47,761,114	P 42,404,784

See accompanying Notes to Financial Statements.



GREENPEACE SEA ENVIRONMENTAL TRUST, INC.
(A Nonstock, Nonprofit Organization)

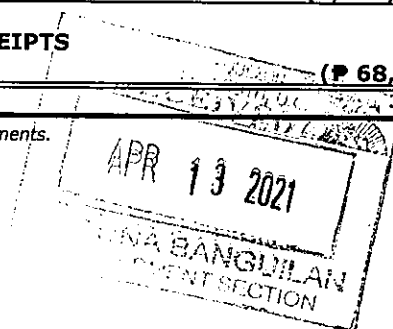
STATEMENTS OF RECEIPTS AND EXPENSES

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

(Amounts in Philippine Pesos)

	2020	2019
RECEIPTS FROM DONORS (Note 11)	₱ 121,391,113	₱ 142,261,648
EXPENSES (Note 12)		
Personnel costs – payroll	61,028,911	60,464,518
Professional and consultancy	31,486,794	31,259,221
Employee benefits	9,025,482	9,199,551
Campaign materials	4,089,325	2,102,403
Travel, accommodation and meetings	3,015,900	24,319,359
Communication	4,046,985	4,083,320
Depreciation (Note 7)	1,848,552	1,614,775
Office rent (Notes 12 and 13)	1,222,639	1,411,350
Utilities	493,968	739,383
Office supplies	407,755	574,156
Publishing	413,139	485,331
Data management fees	337,092	982,599
Bank and interest charges	324,455	403,100
Internal fund raising services	283,213	332,322
Photo and video production	228,849	1,384,012
External fund raising services	212,809	90,000
Information	199,731	234,262
Equipment hire and operating costs	73,518	646,462
Postage and courier	68,772	221,472
Repairs and maintenance	59,244	140,709
Taxes and licenses	37,049	17,263
Bad debts (Notes 5 and 6)	41,066	242,980
Penalties and fines	-	1,000
Miscellaneous	416,926	144,049
	119,362,174	141,093,597
OTHER INCOME (CHARGES)		
Foreign exchange loss – net (Note 4)	(2,244,252)	(1,181,156)
Interest income (Note 4)	106,483	58,773
Gain on disposal of asset (Note 7)	40,804	6,706
	(2,096,965)	(1,115,677)
EXCESS (DEFICIENCY) OF RECEIPTS OVER EXPENSES	(₱ 68,026)	₱ 52,374

See accompanying Notes to Financial Statements.



GREENPEACE SEA ENVIRONMENTAL TRUST, INC.

(A Nonstock, Nonprofit Organization)

STATEMENTS OF CHANGES IN FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

(Amounts in Philippine Pesos)

	2020	2019 <i>(As restated)</i>
Balance at beginning of year as previously reported	(P 17,659,970)	(P 20,505,239)
Adjustment (Note 15)	-	2,792,895
Balance at beginning of year as adjusted	(17,659,970)	(17,712,344)
Excess of receipts over expenses during the year	(68,026)	52,374
Balance at end of year	(P 17,727,996)	(P 17,659,970)

See accompanying Notes to Financial Statements.

GREENPEACE SEA ENVIRONMENTAL TRUST, INC.**(A Nonstock, Nonprofit Organization)****STATEMENTS OF CASH FLOWS****FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019****(Amounts in Philippine Pesos)**

	2020	2019 <i>(As restated)</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess (deficiency) of receipts over expenses	(P 68,026)	P 52,374
Adjustments for:		
Depreciation and amortization (Note 7)	1,848,552	1,614,775
Interest income (Note 4)	(106,483)	(58,773)
Unrealized foreign exchange loss (Note 4)	71,868	773,854
Bad debts (Notes 5 and 6)	41,066	242,980
Gain on disposal of asset (Note 7)	(40,804)	(6,706)
Loss on transfer of office equipment	40,333	-
Excess of receipts over expenses before working capital changes	1,786,506	2,618,504
Changes in operating assets and liabilities:		
Decrease (Increase) in:		
Receivables (Note 5)	3,509,339	(3,114,832)
Other current assets (Note 6)	922,142	(583,413)
Increase (decrease) in:		
Accounts payable and other current liabilities (Note 8)	(4,283,447)	3,718,173
Funds held in trust (Note 9)	161,120	371
Cash provided by operations	2,095,660	2,638,803
Interest received (Note 4)	106,483	58,773
Net cash provided by operating activities	2,202,143	2,697,576
CASH FLOWS FROM INVESTING ACTIVITIES		
Collections from related parties (Note 10)	117,364,116	-
Advances made to related parties (Note 10)	(107,817,433)	-
Additions to property and equipment (Note 7)	(1,171,644)	(2,403,974)
Proceeds from sale of disposal (Note 7)	42,500	6,706
Net cash provided by (used in) investing activities	8,417,539	(2,397,268)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances paid to related parties (Note 10)	(115,211,472)	(177,254,788)
Advances received from related parties (Note 10)	117,977,020	178,451,493
Net cash provided by financing activities	2,765,548	1,196,705
EFFECT OF EXCHANGE RATE CHANGES ON CASH	(71,868)	(773,854)
NET INCREASE IN CASH	13,313,362	723,159
CASH AT BEGINNING OF YEAR (Note 4)	30,019,338	29,296,179
CASH AT END OF YEAR (Note 4)	P 43,332,700	P 30,019,338

See accompanying Notes to Financial Statements.