

Commonland Finance 2019

Balance sheet as at 31 December 2019 (after result appropriation)

ASSETS

Fixed assets

①	<i>Tangible fixed assets</i>		
	Other fixed operating assets	78,969	81,246
②	<i>Financial fixed assets</i>		
	Participations	207,400	207,400
	Investments	368,707	1,037,542
		576,107	1,244,942
	Current assets		
③	<i>Receivables</i>		
	Accounts receivables	0	684
	Current accounts participating interests	359,682	349,136
	Other receivables	586,438	149,636
		946,120	499,456
④	<i>Cash and cash equivalents</i>	3,457,140	3,000,791
	Total assets	5,058,336	4,826,435

LIABILITIES

⑤	Reserve and Funds		
	Continuïteitsreserve	1,250,000	0
	Earmarked reserves	97,093	81,246
	Earmarked funds	1,902,923	2,007,139
		3,250,016	2,088,385
⑥	Current liabilities		
	Accounts payable	237,003	80,493
	Grants received in advance	1,394,784	2,457,433
	Taxes and premiums social insurance	40,665	49,012
	Other liabilities	135,868	151,112
		1,808,320	2,738,050
	Total liabilities	5,058,336	4,826,435

Statement of income and expenditures		2019	2018
7	INCOME		
	Income governments	50,000	43,096
	Income grants and donations	5,852,882	3,935,467
	Income lottery organisations	1,330,855	1,000,000
	Other income	150,743	182,350
		7,384,480	5,160,913
	EXPENDITURES		
8	Expenditures on objectives	2,927,684	2,195,864
9	Wages and salaries	1,016,215	1,204,435
9	Social security charges	144,285	179,518
9	Pension charges	142,482	150,972
9	Other personnel costs	272,451	279,116
10	Depreciation	32,905	35,759
11	Other expenditures	606,116	553,888
		5,142,137	4,599,552
	Result before financial income and expenditures	2,242,343	561,361
12	FINANCIAL INCOME AND EXPENDITURES		
	Impairment of financial fixed and current assets	-992,954	-436,821
	Interest and similar expenditures	-87,758	-190,859
		-1,080,712	-627,680
	BALANCE OF INCOME AND EXPENDITURES	1,161,631	-66,319
13	Allocation		
	Earmarked reserves:		
	Tangible fixed assets	-29,441	-31,766
	4 Returns Academy	45,288	0
		15,847	-31,766
	Earmarked funds:		
	Doen Foundation	-150,830	-3,857
	COmOn Foundation	569,483	-17,554
	4 Returns Facility Fund	-522,869	-13,142
		-104,216	-34,553
	Other reserves:		
	Continuity reserve	1,250,000	0
	Total	1,161,631	-66,319

Commonland started its operations on 27 March 2013 and the Foundation was formally established on 31 January 2014 as the Ecosystem Return Foundation. It was set up with the objective to restore degraded ecosystems on a global scale. In September 2014, the name was changed to Commonland Foundation (hereafter: Commonland).

Commonland is financially supported by grants and subsidies, and its revenues are raised from mission-related advisory activities to third parties. In 2019 the COMON Foundation expanded her donation into a multi-year agreement to cover structural and development costs. COMON and Commonland have signed a contract which will last four years through 2022. After an evaluation process in 2021, the contract will continue for another three years.

Commonland is a beneficiary of the Dutch Nationale Postcode Loterij. The grants that were received from the NPL have covered development costs, and also largely contributed to an extra project that we worked on in South Africa. In 2019 the Dutch Nationale Postcode Loterij significantly increased her donation to Commonland.

Commonland continued to develop 4 Returns landscape restoration projects, and executed several assignments to advise the development of 4 Returns-type of landscape restoration projects from third parties. Aside from straight grant funding or in-kind support to projects, part of the support to these projects has been structured as an equity investment or soft loan.

In 2017, the management of Commonland adopted a policy of making a provision against the book value of project loans made to partner organisations after recognizing the uncertainties that are typical for start-up organisations. This policy applies to all (future) project loan agreements, including an individual assessment of the valuation at the end of each book year. In 2019, the management's best estimate per 31 December is a 50% provision of the project loans made to La Almendrehesa and Wide Open Agriculture and a 100% provision of the project loan made to Baviaanskloof Development Company.

The effect of the Coronavirus across the world is apparent. To stop the further spread of the Coronavirus, the Dutch Government and also the countries where we are active through our landscape partners and sub-contractors took various measures to stop the further spread of the Coronavirus. Currently, we do not see large financial impact yet for Commonland Foundation. We do see that on the project side delays should be expected. As projects delay also the financial outflow to contract partners delays, so the financial impact remains limited for now.