

**WORLD LAND TRUST - US
FINANCIAL STATEMENTS**

DECEMBER 31, 2008

KRONZEK, FISHER & LOPEZ, PLLC
Certified Public Accountants

WORLD LAND TRUST - US

FINANCIAL STATEMENTS

DECEMBER 31, 2008

WORLD LAND TRUST - US

CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	3
BASIC FINANCIAL STATEMENTS	
Exhibit 'A' - Statement of Financial Position December 31, 2008	4
Exhibit 'B' - Statement of Activities For the year ended December 31, 2008	5
Exhibit 'C' - Statement of Functional Expenses For the year ended December 31, 2008	6
Exhibit 'D' - Statement of Cash Flows For the year ended December 31, 2008	7
NOTES TO FINANCIAL STATEMENTS	8-10

KRONZEK, FISHER & LOPEZ, PLLC
CERTIFIED PUBLIC ACCOUNTANTS
607 2ND STREET, NE
WASHINGTON, DC 20002-4909
TEL: (202) 547-CPAS (2727) FAX: (202) 547-2728
www.cpakfl.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
World Land Trust - US
Washington, DC

We have audited the accompanying statement of financial position of World Land Trust - US (a nonprofit organization) as of December 31, 2008, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the World Land Trust - US's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of World Land Trust – US as of December 31, 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.


KRONZEK, FISHER & LOPEZ, PLLC
Certified Public Accountants

Washington, DC
September 11, 2009

WORLD LAND TRUST - US
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2008

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	\$ 663,654
Note receivable	15,000
Prepaid expense	521
	<u>679,175</u>
FIXED ASSETS	
Equipment	1,964
Accumulated depreciation	674
	<u>1,290</u>
TOTAL ASSETS	<u>\$ 680,465</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Accounts payable & accrued expenses	<u>\$ -</u>
TOTAL LIABILITIES	-
NET ASSETS	
Unrestricted	21,245
Temporarily restricted	659,220
	<u>680,465</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 680,465</u>

See accompanying notes to financial statements.

WORLD LAND TRUST - US
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2008

	Unrestricted	Temporarily Restricted	Total
REVENUE			
Grants & contributions	\$327,741	\$1,724,821	\$2,052,562
Program fees	10,460	-	10,460
Interest & dividends	21,727	-	21,727
Realized gain/(loss) on investments	(25,927)	-	(25,927)
	<u>334,001</u>	<u>1,724,821</u>	<u>2,058,822</u>
Net assets released from:			
Satisfaction of program restrictions	<u>1,860,828</u>	<u>(1,860,828)</u>	<u>-</u>
Total revenue	<u>2,194,829</u>	<u>(136,007)</u>	<u>2,058,822</u>
EXPENSES			
Program:			
World Land and Biodiversity Conservation	2,179,331	-	2,179,331
Support:			
General & Administrative	53,782	-	53,782
Fundraising	10,287	-	10,287
Total expenses	<u>2,243,400</u>	<u>-</u>	<u>2,243,400</u>
CHANGE IN NET ASSETS	(48,571)	(136,007)	(184,578)
Beginning net assets (deficit)	<u>69,816</u>	<u>795,227</u>	<u>865,043</u>
Ending net assets	<u>\$21,245</u>	<u>\$659,220</u>	<u>\$680,465</u>

See accompanying notes to financial statements.

WORLD LAND TRUST - US
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2008

	World Land and Biodiversity Conservation	General & Adminstrative	Fundraising	Total
Payroll, payroll taxes & benefits	\$ 187,141	\$ 27,994	\$ 8,391	\$ 223,526
Rent	3,920	784	196	4,900
Project grants	1,791,779	-	-	1,791,779
Consultants	143,124	-	-	143,124
Professional fees	-	9,761	-	9,761
Travel	44,503	-	-	44,503
Telephone	3,724	745	186	4,655
Insurance	-	782	-	782
Printing & reproduction	-	6,344	-	6,344
Postage & delivery	-	586	-	586
Office supplies	4,185	837	209	5,231
Website	-	3,091	-	3,091
Bank & other fees	-	1,334	-	1,334
Depreciation	-	337	-	337
Miscellaneous expense	955	1,187	1,305	3,447
Totals	<u>\$ 2,179,331</u>	<u>\$ 53,782</u>	<u>\$ 10,287</u>	<u>\$ 2,243,400</u>

See accompanying notes to financial statements.

WORLD LAND TRUST - US
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2008

Cash flows from operating activities:	
Cash received from grants & contributions	\$ 1,674,214
Cash received from program activities	10,460
Cash received from interest	21,727
Cash paid to vendors	<u>(2,254,354)</u>
Net cash used by operating activities	(547,953)
Cash flows from investing activities	
Purchase/sale of investments	(20,370)
Sale of donated stocks	<u>372,791</u>
Net cash provided by investing activities	352,421
Net decrease in cash and cash equivalents	(195,532)
Cash and cash equivalents - January 1, 2008	<u>859,186</u>
Cash and cash equivalents - December 31, 2008	<u><u>\$ 663,654</u></u>
Reconciliation of decrease in net assets to net cash used by operation activities:	
Change in net assets	\$ (184,578)
Adjustments to reconcile decrease in net assets to net cash used by operating activities:	
Depreciation	337
Donated stock	(378,348)
Realized gain/loss on investments	25,927
Changes in assets and liabilities:	
Decrease in prepaid expense	398
Decrease in accounts payable & accrued expenses	<u>(11,689)</u>
Net cash used by operating activities	<u><u>\$ (547,953)</u></u>

See accompanying notes to financial statements.

WORLD LAND TRUST - US

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2008

NOTE 1 - ORGANIZATION

World Parks Endowment is a nonprofit organization organized in the state of New York on May 19, 1989. During 2006, it adopted the doing-business-as name of World Land Trust – US.

World Land Trust – US was established in order to provide funds for conservation of parks and protected areas around the world that are of international importance for the conservation of biological diversity. Its program emphasizes the conservation of private lands, especially through acquisitions of critical sites for conservation. The organization is exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code. The organization is a public foundation under Section 509(a)(1) of the Internal Revenue Code, Subsection 170(b)(A)(vi).

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting - The financial statements of the organization have been prepared on the accrual basis of accounting.

Revenue recognition – Unconditional grants and contributions are recognized when the grant or contribution has been awarded. Restricted revenue is classified in the temporarily restricted fund until the provisions of the restriction are satisfied. Unrestricted grants & contributions are recognized in the unrestricted fund when awarded. The organization had no permanently restricted assets in 2008.

Furniture and equipment - Furniture and equipment are recorded at cost. Depreciation is determined by the straight-line method based on an estimated useful life of five or seven years.

Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 3 – LAND

In performing its exempt purpose, the organization may acquire and distribute various land plots in order to facilitate the conservation of those lands. It is not the policy of the organization to own and hold land, therefore the organization does not recognize the income and the distribution of the above land in the financial statements.

NOTE 4 - FAIR VALUES OF FINANCIAL INSTRUMENTS

The carrying amounts of financial instruments reported in the statement of financial position approximate fair value because of the short maturities of those instruments.

WORLD LAND TRUST - US
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2008

NOTE 5 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

The total cash held by the organization at December 31, 2008, includes \$351,491 in monies that are insured by the Securities Investor Protection Corporation up to \$100,000, and is not covered by insurance provided by the federal government. It is the opinion of management that the solvency of the referenced financial institutions is not of particular concern at this time.

NOTE 6 – COMMITMENTS AND CONTINGENCIES

Beginning December 1, 2006, the organization signed a lease through November 30, 2008 for office space located on the west end of the 2nd floor of 54 Maple Street, Sandwich, NH. Effective December 2008, the organization began leasing the office space on a month to month basis. The monthly rental payments will be \$500.

NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

Cosanga, EC (Jocotoco)	\$ 4,100
Ecominga (Jocotoco)	1,000
Jocotoco General	266,067
Antisana (Jocotoco)	1,399
Ayampe (Jocotoco)	32,250
Other Restricted	250
Pro Bosque EC	200
REGUA	3,810
San Rafael, PY	144
Sust. Hydro	<u>350,000</u>
 Total	 \$659,220

Net assets were released from donor restrictions by incurring expenses satisfying the purpose of time restrictions specified by donors as follows:

Purpose restriction accomplished:
 Land protection of the following:

Armonia	\$ 72,030
Jocotoco General	305,197
Antisana (Jocotoco)	117,928

WORLD LAND TRUST - US
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008

Canande (Jocotoco)	98,000
Jorupe (Jocotoco)	216,959
Tapichalaca (Jocotoco)	50,000
Mindo	665
Nature & Culture	300,000
Other Restricted	55,100
Panama Discovery	12,441
Pro Bosque EC	2,478
ProAves	264,715
REGUA	56,275
San Rafael, PY	6,825
Sust. Hydro	50,000
WLT	1,000
Borneo	<u>251,215</u>
Total	\$1,860,828