

STICHTING FUNDACION PARKE NACIONAL
ARIKOK

FINANCIAL STATEMENTS

YEAR ENDED
DECEMBER 31, 2015

STICHTING FUNDACION PARKE NACIONAL ARIKOK

YEAR ENDED DECEMBER 31, 2015

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June 13, 2016
fdk - 0289

To the Board and Management of Stichting Fundacion Parke Nacional Arikok
San Fuego 70
St. Cruz, Aruba

INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

We have audited the financial statements 2015 of Stichting Fundacion Parke Nacional Arikok, established in Aruba, consisting of the balance sheet per December 31, 2015, the income statement for the year 2014 and the accompanying notes, comprising a summary of the accounting policies and other explanatory information.

Responsibility of Board and Management

The Board and Management are responsible for the preparation and fair representation of these financial statements, in accordance with the accounting policies generally accepted in the Netherlands. The Board and Management have elected to prepare the financial statements in accordance with accounting principles generally accepted in the Netherlands. Furthermore management is responsible for such internal control as it determines is necessary to enable the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Dutch Standards on Auditing. This requires 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 financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the foundation's preparation and fair presentation of the 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 foundation'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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for qualified opinion

The comparative financial information in these financial statements is derived from the financial statements of the previous year on which a qualified auditor's opinion, dated June 2, 2015, has been issued, based on the following: "The balance sheet includes inventories of Afls. 52,830. This balance has been derived from the company's accounting records. The foundation has no proper registration and no proper control in place to monitor the movement of the inventory items. There was no inventory count held at the year ending December 31, 2014. Consequently we were unable to satisfy ourselves as to the completeness, existence and valuation of the inventory by other audit procedures."

These circumstances are still applicable to the current financial year for the December 31, 2015 inventories amounting to Afls. 39,238.

In the financial statements for the years 2011 thru 2013 no provision has been made for a BBO tax liability. The reason for this is that according to management the Foundation is not liable for BBO taxes. As there is uncertainty regarding the BBO liability of the Foundation, management decided to make a provision for the BBO taxes for 2014 & 2015. If the Foundation is found liable for BBO taxes the BBO liability for the years 2011 thru 2013 amounts to Afls. 38,634.

Opinion

In our opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the financial statements give a true and fair view of the financial position of the Stichting Fundacion Parke Nacional Arikok as of December 31, 2015 and of the result for the year then ended in accordance with generally accepted accounting principles in the Netherlands.

DE KORT REGISTERACCOUNTANT N.V.


drs. F. R. de Kort RA

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Statement of Assets and Liabilities
Year Ended December 31, 2015
(Stated in Aruban Florins)**

ASSETS				LIABILITIES AND CAPITAL			
	Notes	December 31,			Notes	December 31,	
		2015	2014			2015	2014
Fixed Assets				Capital			
Tangible fixed assets	(2)	113,142	165,462	Capital		100	100
				Restricted reserve	(6)	1,000,000	1,000,000
				General reserve	(6)	(269,969)	(255,363)
				Net result		692,541	(16,631)
		<u>113,142</u>	<u>165,462</u>			<u>1,422,672</u>	<u>728,106</u>
				Equalization reserve	(7)	33,528	58,267
				Provision for major maintenance expenses	(8)	230,000	230,000
				Deferred Income	(9)	-	196,875
Current assets				Current liabilities			
Inventory	(3)	19,252	30,344	Trade payables		104,450	80,530
Trade receivables		62,986	214,849	Accrued expenses and			
Prepaid expenses and other receivables	(4)	62,036	103,947	Other payables	(10)	365,716	469,151
Cash and banks	(5)	1,898,950	1,248,327			<u>470,166</u>	<u>549,681</u>
		<u>2,043,224</u>	<u>1,597,467</u>				
		<u>2,156,366</u>	<u>1,762,929</u>			<u>2,156,366</u>	<u>1,762,929</u>

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Statement of Operations for the
Year Ended December 31, 2015**
(Stated in Aruban Florins)

	Notes	December 31, 2015	2014
Income			
Subsidy		2,026,740	1,902,450
Entrance fees	(11)	2,136,946	1,735,384
Other		88,590	26,308
		<u>4,252,276</u>	<u>3,664,142</u>
Expenses			
Personnel	(12)	2,732,461	2,590,175
Accommodation	(13)	315,243	301,772
Administrative and general	(14)	288,344	343,319
Transportation	(15)	159,507	155,788
Depreciation	(2)	88,919	106,617
Release equalization reserve		(24,739)	(46,898)
Dotation provision for major maintenance		-	46,000
		<u>3,559,735</u>	<u>3,496,773</u>
Incidental income/(expense)			
Fixed asset disposals		-	-
Other	(8)	-	(184,000)
		<u>-</u>	<u>(184,000)</u>
Net Result		<u>692,541</u>	<u>(16,631)</u>

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Notes to Financial Statements
Year Ended December 31, 2015
(Stated in Aruban Florins)**

	December 31, 2015	2014
Cash flows from operating activities		
Net result	692,541	(16,631)
Depreciation expense	88,919	106,617
Net cash flow provided by/ (used) in operating activities before changes in working capital	781,460	89,986
Changes in working capital:		
Decrease/(Increase) in inventories	11,092	27,236
Decrease/(Increase) in trade receivables, other receivables and prepaid expenses	193,774	(204,774)
(Decrease)/ Increase in trade payables, accrued expenses and other payables	(79,515)	102,332
(Decrease)/ Increase in equalization reserve	(24,739)	(46,898)
(Decrease)/ Increase in provision	-	230,000
(Decrease)/ Increase in deferred income	(196,875)	196,875
Net cash flow (used) in operating activities	(96,263)	304,771
Cash flows from investing activities		
Capital expenditures (net)	(36,599)	(19,750)
Decrease in financial fixed assets	-	-
Net cash flow (used) in investing activities	(36,599)	(19,750)
Cash flows from financing activities		
Change in Capital	2,025	-
	2,025	-
Net increase/ (decrease) in cash and cash equivalents	650,623	375,007
Cash and cash equivalents at beginning of year	1,248,327	873,320
Cash and cash equivalents at end of year	1,898,950	1,248,327

STICHTING FUNDACION PARKE NACIONAL ARIKOK

Notes to Financial Statements Year Ended December 31, 2015 (Stated in Aruban Florins)

(1) GENERAL INFORMATION

Stichting Fundacion Parke Nacional Arikok was founded in Aruba on September 26, 2003. The main objective of the foundation is to manage the natural park "Parke Nacional Arikok" taking into account the applicable laws with regards to the Parke Nacional Arikok and the policies of the government of Aruba related to nature protection and management of nature parks.

BASIS OF PREPARATION

These financial statements were prepared in accordance with generally accepted accounting principles in the Netherlands ("Richtlijnen van de Nederlandse Raad voor de Jaarverslaggeving") and are further based on the going concern assumption.

PRINCIPLES OF FOREIGN EXCHANGE TRANSLATIONS

The company books are carried in Afl. Transactions and balances in US\$ are translated into Afl. at the fixed exchange rate of US \$ 1.00 = Afl. 1.75

ACCOUNTING POLICIES

The preparation of the financial statements requires Management to form opinions and to make estimates and assumptions the applications of principles and the reported values of assets and liabilities and of revenues and expenditure. Actual results may differ from these estimates.

PRINCIPLES OF VALUATION

Properties & Equipment

Fixed assets are stated at historical cost less accumulated depreciation.

Depreciation is calculated as per the straight-line method based on the estimated useful life of the asset involved.

Where applicable, an estimated amount of residual value into account.

Inventories

Inventories are valued at the level cost or net realizable value.

Receivables

Receivables are stated at nominal value less applicable allowance for doubtful accounts which gives an insight in the source of funds and their application

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Notes to Financial Statements
Year Ended December 31, 2015
(Stated in Aruban Florins)**

All Other Assets and liabilities

Unless, otherwise stated, all other assets and liabilities are shown at cost.

PRINCIPLES OF PROFIT & LOSS ACCOUNTING

Income and expense items are presented on an accrual basis.

STATEMENT OF CASH FLOWS

The statement of Cash Flows has been prepared in accordance with the indirect method which gives an insight in the source of funds and their application.

The statement of Cash Flows is subdivided in accordance with the activities to which they relate.

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Notes to Financial Statements
Year Ended December 31, 2015
(Stated in Aruban Florins)**

(2) FIXED ASSETS

TANGIBLE FIXED ASSETS

	Land Improvements	Tools, Machinery & Equipment	Furniture, Fixture & Equipment	Vehicles Equipment	Total
<u>Cost</u>					
At Jan 01, 2015	66,790	35,108	244,414	234,021	580,333
Additions 2015	-	-	22,301	14,298	36,599
At Dec 31, 2015	66,790	35,108	266,715	248,319	616,932
<u>Depreciation</u>					
At Jan 1, 2015	(43,959)	(34,455)	(215,358)	(121,099)	(414,871)
Changes	(6,011)	(653)	(12,502)	(69,753)	(88,919)
At Dec 31, 2015	(49,970)	(35,108)	(227,860)	(190,852)	(503,790)
Net book value	16,820	-	38,855	57,467	113,142

Depreciation of fixed assets is based on the following percentages:

- Land improvements	10%
- Plant, machinery and equipment	50%
- Furniture, fixture and equipment	20%
- Vehicles equipment	33%

(3) INVENTORY

	December 31, 2015	2014
Inventory	39,238	52,830
Provision obsolete stock	(19,986)	(22,486)
	19,252	30,344

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Notes to Financial Statements
Year Ended December 31, 2015
(Stated in Aruban Florins)**

(4) PREPAID EXPENSES AND OTHER RECEIVABLES

	December 31,	
	2015	2014
Trade deposits	6,312	5,625
S.V.B.	20,472	39,442
Employees	14,979	11,900
Prepaid insurance	-	10,080
Prepayments	19,022	12,383
Other	1,251	24,517
	<u>62,036</u>	<u>103,947</u>

(5) CASH AND BANKS

	December 31,	
	2015	2014
Cash on hand	7,472	5,391
CMB Bank N.V. Current account	364,805	294,864
CMB Bank N.V. Sales account	1,107,458	392,493
CMB Bank N.V. Savings account	102,740	102,586
Aruba Bank N.V. Current account	242,297	247,806
Aruba Bank N.V. Savings account	11,154	196,740
Aruba Bank N.V. Current account	57,768	(10)
Cash in transit	5,256	8,457
	<u>1,898,950</u>	<u>1,248,327</u>

(6) RESERVE

(A) RESTRICTED RESERVE

As per Board resolution and included in the budget an amount of Afl. 1,000,000 have been assigned as restricted reserve to buy land and as such expand the current territory.

(B) GENERAL RESERVE

	December 31,	
	2015	2014
Beginning balance	(255,363)	1,139,833
Net result prior fiscal year	(16,631)	(395,196)
Allocated to restricted reserve	-	(1,000,000)
Adjustment	2,025	-
Ending balance	<u>(269,969)</u>	<u>(255,363)</u>

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Notes to Financial Statements
Year Ended December 31, 2015
(Stated in Aruban Florins)**

(7) EQUALIZATION RESERVE

	December 31,	
	2015	2014
Beginning balance	58,267	105,165
Depreciation	(24,739)	(46,898)
Disposals, depreciation disposals and impairment (net)	-	-
Ending balance	<u>33,528</u>	<u>58,267</u>

The equalization reserve accounting is applied to certain investments made on fixed assets in order to offset the depreciation expenses.

(8) PROVISION FOR MAJOR MAINTENANCE EXPENSES

	December 31,	
	2015	2014
Beginning balance	230,000	-
Dotation 2015	-	46,000
Dotation previous years	-	184,000
Ending balance	<u>230,000</u>	<u>230,000</u>

The provision for major maintenance expenses has been introduced to fund the major maintenance expenses to the properties to be executed in fiscal year 2016/2017.

(9) DEFERRED INCOME

Deferred income refers to a substantial sale as per the end of the fiscal year of entrance bracelets to one major tour operator. Considering that this transaction relates to services to be provided in coming fiscal years, the related income has been reported as deferred income.

STICHTING FUNDACION PARKE NACIONAL ARIKOK

**Notes to Financial Statements
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(Stated in Aruban Florins)**

(10) ACCRUED EXPENSES AND OTHER PAYABLES

	December 31,	
	2015	2014
Social security	37,110	47,206
Pension	7,050	190,120
Vacation allowance payable	72,208	68,886
Vacation days	21,649	16,169
Rent San Fuego 64	140,537	121,817
Other	87,162	24,953
	<u>365,716</u>	<u>469,151</u>

(11) ENTRANCE FEES

	2015	2014
Locals	109,016	104,544
Tourists	2,104,504	1,661,061
Other	13,962	14,017
Wristbands at cost	(28,328)	(19,285)
B.B.O. expenses	(62,208)	(24,953)
	<u>2,136,946</u>	<u>1,735,384</u>

(12) PERSONNEL EXPENSES

	2015	2014
Salaries	2,014,953	1,957,001
Vacation allowance	148,652	137,425
S.V.B. sickness refund	(103,100)	(73,639)
G.O.I./ W.O.I. contributions	200,121	177,775
A.Z.V. contributions	185,442	172,794
S.V.B. premiums	54,424	54,474
Cessantia	-	1,520
Casual help	77,614	22,875
Uniforms	53,151	40,803
Pension premiums	58,627	47,372
Vacation days accrual	7,505	16,169
Other	35,072	35,606
	<u>2,732,461</u>	<u>2,590,175</u>

STICHTING FUNDACION PARKE NACIONAL ARIKOK

Notes to Financial Statements
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(13) ACCOMODATION EXPENSES

	<u>2015</u>	<u>2014</u>
Rent building	26,520	26,520
Rent office equipment	16,674	15,357
Electricity	29,684	23,584
Water	6,554	6,034
Property	20,185	15,570
Furniture, fixture and equipment	37,686	39,916
Fire and burglary insurance	19,198	20,324
Sanitary supplies and services	71,630	70,740
Security and safety	68,846	68,895
Other	18,266	14,832
	<u>315,243</u>	<u>301,772</u>

(14) ADMINISTRATIVE & GENERAL EXPENSES

	<u>2015</u>	<u>2014</u>
Stationary and office supplies	38,290	35,569
Telephone	39,008	40,918
Postage and courier services	42	79
Professional fees	139,071	135,249
Automation	13,431	13,249
Promotion	51,254	86,995
Travel and lodging	7,104	642
Bank charges	18,844	11,838
Cash and foreign exchange difference	(9,312)	(9,464)
Provision inventory	-	22,486
Other	(9,388)	5,758
	<u>288,344</u>	<u>343,319</u>

(15) TRANSPORATION EXPENSES

	<u>2015</u>	<u>2014</u>
Fuel	78,500	94,250
Motor vehicle tax	18,311	16,028
Repair and maintenance	36,684	22,387
Lease	23,186	23,123
Other	2,826	-
	<u>159,507</u>	<u>155,788</u>