

Sustainable Surforg

2019 ANNUAL REPORT

Sustainable Surf protects and restores ocean health by shifting people to a highly desirable, low-carbon, Deep Blue Life.

A California-based non-profit, we use the mass appeal of "surf-culture" to inspire and activate people all around the world to start living a sustainable lifestyle. Sustainable Surf's globally-recognized programs - The ECOBOARD Project, SeaTrees, Deep Blue Events, Waste to Waves and Deep Blue Life - provide the onramps that make that vision a reality.

We use a "systems change" approach to catalyze the radical transformation needed to protect ocean health, mitigate climate change and end plastic plastic pollution.



Michael Stewart planting our first SeaTrees in West Papua, Indonesia









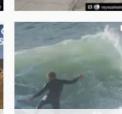


















In 2019, our positive message reached an estimated audience of 95 million people by leveraging the reach and following of strategic brand partners and influencers.









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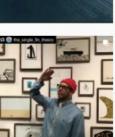






















LETTER FROM THE FOUNDERS

In 2019, we launched our newest program, SeaTrees. This is the culmination of our vision for protecting ocean health and solving climate change.

SeaTrees plants and protects "blue carbon" ecosystems around the world, such as mangrove forests, kelp forests, seagrass meadows, coral reefs, and coastal watersheds. Our first goal is to plant one million SeaTrees world-wide.

We believe that SeaTrees will change the narrative on how individuals and companies can fight climate change while restoring the most biodiverse ecosystems in the ocean. This will also create jobs and other sustainable development benefits for communities connected to these ecosystems.

Ultimately, it comes down to a new story of how we all can take better care of critical ecosystems and the people that live in them. We believe that blue carbon ecosystem can make the most difference in solving the global problem of climate change, and we couldn't be more excited to launch SeaTrees.

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Kevin and Michael

This report provides insight into the programs, projects and individual activations that Sustainable Surf focused on in 2019. For further information, please email us directly and/or <u>follow us on social media</u> <u>for a daily dose of Deep Blue Life.</u>

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Josh Mulcoy takes his Route One ECOBOARD to Alaska Courtesy of Mark McInnis/SURFER Magazine

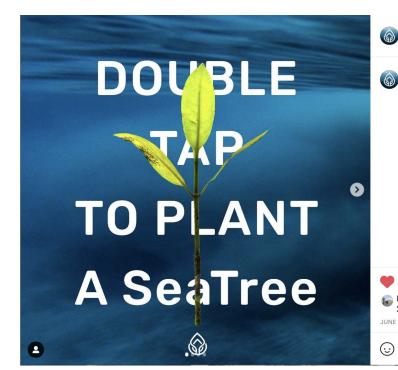


SeaTrees is an online platform that enables individuals and brands to easily support the regeneration and protection of blue carbon coastal ecosystems in a tangible way.

Formally launched with a bang on World Oceans Day 2019, SeaTrees gained global recognition through a highly-successful 'like to plant' message. Over 25,000 instagram users 'liked' this launch message, kickstarting the first SeaTrees mangrove forest in the Biak Region of Indonesia.

SeaTrees supported three core projects in 2019:

- 60,000 mangrove planted in the Biak Region of West Papua, Indonesia, with our planting partner, Eden Reforestation Projects.
- 2,490 metric tons of carbon sequestered through the • Southern Cardamom REDD+ Project, Cambodia producing VCS/CCBA certified carbon credits.
- 3,000 sq-ft of Giant Kelp forest restored in Palos Verdes, California, with our restoration partner, The Bay Foundation.





sea.trees Join our mission to protect and plant coastal ecosystems all around the world!

For every LIKE on this post, we will plant a mangrove tree for FREE.

SeaTrees is a non-profit program of Sustainable Surf that protects ocean health by conserving and restoring critical marine areas, including mangrove trees, kelp, seagrass, and coral.

Restoring mangrove trees can remove up to 5X more carbon (CO2) emissions from the atmosphere than a tropical rainforest, while also improving fishing, water quality, and storm protection.

()Liked by whalecompany and 24,015 others JUNE 27, 2019

Add a comment...

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SeaTrees directly supports the goals of the UN Decade of Ecosystem Restoration, the UN Sustainable Development Goals, and the UN Decade of Ocean Science for Sustainable Development. We are collecting data on the seventeen UN SDG metrics and providing transparent reporting on this impact. SeaTrees uses the power of the ocean to "cast its spell" through engaging stories, as seen through the eyes of ocean sports enthusiasts and activists. This helps us connect with everyone on the planet who supports the idea of a healthy ocean. <u>Our unique approach was recognized by the United Nations Environment Program.</u>

Following the presentation of the SeaTrees concept at the UN Communities of Ocean Action conference in Bangkok, Thailand in 2018, we were again invited to present at this annual event in 2019 in South Korea.

We would like to thank all of our partners, ambassadors and supporters for helping to make the launch of SeaTrees a success.

- Brands like Volcom and Firewire Surfboards jumped at the opportunity to extend their involvement in our Deep Blue Events and ECOBOARD Project programs through the protection of coastal ecosystems.
- Greg Long helped us to produce an content to inspire people to take personal responsibility for the carbon impacts.

Journalist Gabriela Aoun helped to spread the word about SeaTrees
throughout the surfing community.

Greg Long talking SeaTrees with director Richard Yelland



The ECOBOARD Project verifies the use of more sustainable materials in surf, SUP, kite, river, wake and

windsurf boards. With nearly 300 brands making ECOBOARDS on every 'surf-able' continent, it is easy for anyone to choose a more ocean-friendly surf-craft that carries the ECOBOARD logo.

The goal of the program is to create a permanent transformation in surfboard manufacturing, so that all surfboards are made with more sustainable materials, while proving that sustainable products can and do perform at the highest level. The program uses best-practices in sustainable product certification schemes, and verifies the use of more sustainable surfboard materials in boards with the "Verified ECOBOARD" mark.

While the number of brands making ECOBOARDS continued to increase in 2019, for the first time since the program's launch, the number of verified ECOBOARDS produced in 2019 was consistent with 2018, with 63,000 boards made. The primary reason for this plateau is a global decline in SUP (Stand Up Paddleboard) sales. It should be noted that at the time of reporting, global sales of all boards are stronger than previous years due to an increased demand for people to 'get outside'.



John Pyzel with an foil ECOBOARD glassed by Ryan at Earth Technologies



ECOBOARDS - performance for all

In recent years, the performance characteristics of ECOBOARD surfboards has improved exponentially. The world's most-recognized surfboard brands, Channel Islands and Firewire Surfboards have developed proprietary technologies that surfers are choosing over traditional surfboard technologies. Channel Islands' Spinetek is the surfboard construction often preferenced by their professional team riders and Firewire's Helium and LFT tech continues to be ridden by some of the world's best surfers in all types of waves.

EVOLUTION ECOBOARD at the Freshwater Pro

The numbers of ECOBOARDS produced in 2019 may have slowed, however sustainable innovation happening in this space is growing exponentially. Natural fibers such as flax and hemp, wood-based constructions from sustainable sources, and new construction methods are becoming more widely used in all types of watercraft. Perhaps most importantly, manufacturers are finding ways to significantly reduce the waste produced during surfboard production and incorporate waste materials into new boards.

These innovations were highlighted at the World Surf League (WSL) Freshwater Pro, held at the Surf Ranch (aka Kelly Slater wave pool) in Lemoore California. The WSL and event sponsor, Outerknown created an ECOBOARD innovation area featuring Sustainable Surf, Earth Technologies and The Cigarette Surfboard to share the latest in surfboard technologies with surfing fans onsite and broadcast all around the world.

Hunter Jones threading an ECOBOARD through Counter Current Art's Golf Ball Wave

ECOBOARD glassing with Outerknown and Salema Masekala

Stab Mag Features ECOBOARDS

Whilst difficult to quantify, Mick Fanning's performance on ECOBOARDS in Stab Magazine's premier film content in 2019, Stab in The Dark, helped to drive the adoption of these new technologies in surfers looking for performance in their surfboards. The film was premiered at events in Australia, California and Spain early in the year..

At the other end of the performance spectrum, Stab's Electric Acid Surfboard Test featured 7x World Champion, Stephanie Gilmore (aka The Queen) surfing a range of 'alternative' surfcraft, including several ECOBOARDS.



Qualified Materials

Material manufacturers continued to develop new materials that meet the ECOBOARD Materials Benchmark. In 2019, two new materials were approved for making ECOBOARDS. This steady growth in the number of materials is making it ever-easier for the brands all over the planet to make ECOBOARDS. See the full list of qualifying ECOBOARD materials.



⊠Sustainable**Surf**

Deep Blue EventTM was the world's first

sustainability designation for professional surfing and surf-culture events. In 2019 Sustainable Surf worked with four events all around the world to develop sustainability strategies and publicly report on the environmental and social performance of those events.

A Deep Blue Event[™] is a more "Ocean Friendly" event, that sets a clear path for reducing environmental impacts, while also providing social benefits for the local community. Sustainable Surf provides a transparent reporting platform that evaluates the sustainability performance of each event based on the international standard for sustainable event reporting – the Global Reporting Initiative (GRI).

The program focuses on five key sustainability impacts: Waste, Energy, Community Support, Climate Change and Transportation.



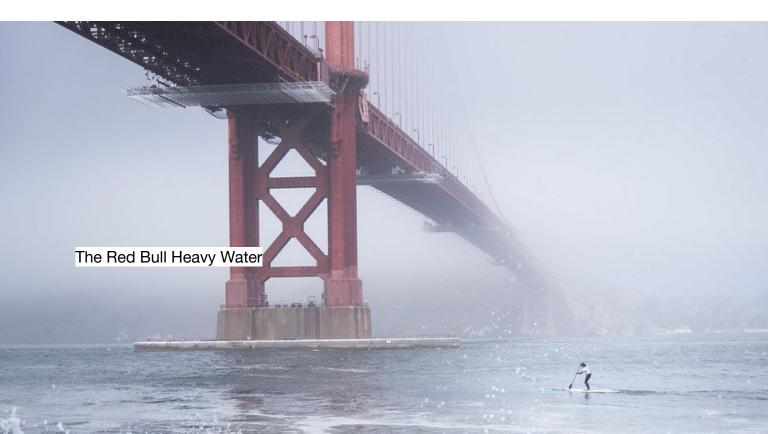


Jack Robinson wins the Volcom Pipe Pro



As the focus of Sustainable Surf continues to shift towards ocean-health regeneration and SeaTrees, the way in which we work with events has started to change. In 2019 four different events wiped out their carbon footprints by planting and protecting SeaTrees:

- Volcom Pipe Pro A Deep Blue Event that wiped out its footprint with SeaTrees
- Red Bull Heavy Water A Deep Blue Event that wiped out its footprint with SeaTrees
- The Inertia's EVOLVE Wiped out its footprint with SeaTrees
- Stab's Electric Acid Surfboard Test launch party in San Francisco Wiped out its footprint with SeaTrees





Waste to Waves reimagines waste as a resource. The award winning program inspires people and companies to view waste as a resource, instead of a problem. It seeks to stop plastic pollution at the source, by highlighting innovative projects that recycle and upcycle waste into gear that people can buy - and in doing so, become part of the solution.

As the surfing community continues to embrace climate change as the core issue threatening our coastlines and waves, the grassroots nature of Waste to Waves being a program that enables individuals to recycle Styrofoam and old wetsuits had become increasingly challenging to manage. In 2019 the focus of the program moved largely towards 'pop-up' events with partners such as: The City of Malibu, The Boardroom Show, City Surf Project, and a range of local surf shop partners.

In 2019, we also partnered with the World Surf League to recycle waste foam from their Santa Monica HQ and the Surf Ranch with our recycling partner Marko Foam. Surfboards made with Marko recycled foam were produced by Earth Technologies for the WSL World Tour event at the Surf Ranch and featured on the live broadcast.

As described in the ECOBOARD Project section of this report, waste remains a key area to focus on when reducing the carbon footprint of surfboard production. In 2019 we commenced a partnership with ByFusion, an innovative company able to produce building blocks from mixed plastic waste. We worked with them to build and install a lifeguard tower at Manhattan Beach, California. Blocks used to build the tower continued waste surfboard foam from our ECOBOARD partner Channel Islands Surfboards (<u>story</u>). This new and very real pathway for 'shaping dust' has the potential to significantly decrease the volume of surfboard production waste being sent to landfill in California.





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We teamed up with Outerknown, Earth Technologies and the WSL to use Outerknown fabric samples in the glassing of hand planes at the Freshwater Pro.

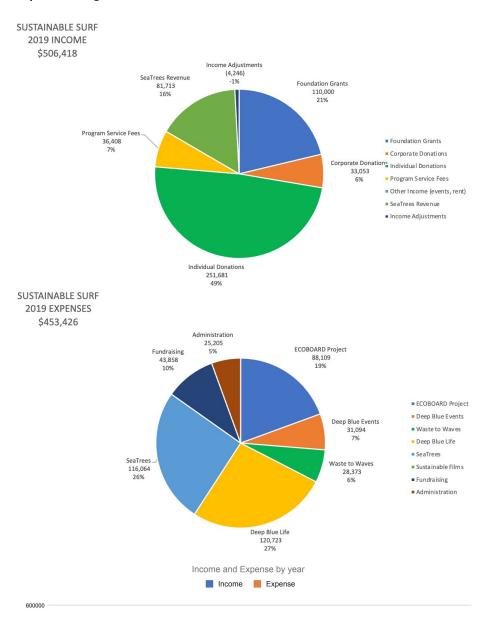


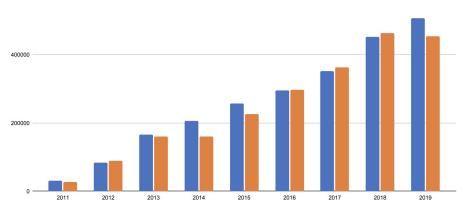
With the launch of SeaTrees, the Deep Blue Life program has been scaled back. The core content of Deep Blue Life will be incorporated under SeaTrees, which will include educational content inspiring people to take action to live a more sustainable lifestyle.



Operational Updates

2019 was a year of steady growth for Sustainable Surf. Our total income was \$506,418 and our total expenses were \$453,426. SeaTrees is designed to diversify our income stream and enable smaller brands and individuals to donate to the organization. In the six months since it's launch in June, the program is already accounting for a significant percentage of our revenue.







Staff

Kevin Whilden, Co-Founder and Executive Director Michael Stewart, Co-Founder and Director of Partnerships Brett Giddings, Sustainability Services Manager

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On set with Old Pulteney

Ambassadors

Greg Long Rob Machado Alex Gray Ruben Lenten Kassia Meador Zane Kekoa Schweitzer Connor Baxter Alison Teal Kyle Thiermann Dave Wassel Torrey Meister Bianca Valenti Eoin Finn



Advisors

Dr. Margaret Leinen — Director of the Scripps Institution of Oceanography Chris Malloy – Surfer, film maker, rancher Yves Behar — Founder, Fuseproject Eric Chin — Partner, Crosslink Capital Adam Werbach — Co-Founder, Win The Future Dr. Wallace J. Nichols - The Blue Mind Collective David Hertz - Founder and president of David Hertz FAIA Architects, inc. and S.E.A., the Studio of Environmental Architecture Alex Hausman — Sustainable Reporting and Disclosure Director, Nike Dr. Gregory Borne — Direct of the Plymouth Sustainability and Surfing Research Group Steve Reiss — Producer, Publisher, Ocean Activist Brian Thurston – Partner | Business | Impact | Sustainability Pamela Wilhelms — Founder, Wilhelms Consulting Group Dan Fitzgerald – Founder, The Conscious Investment Collective Dr. Jess Ponting — Director, Center for Surf Research, San Diego State University Jeff Mendelsohn – Founder, New Leaf Paper Gary Groff — Director of Business Development and Senior VP, New Resource Bank Tom Wallace - President and CEO, Label Networks Dr. Allen Hershkowitz - Founding Director, Chairman of the Board, Sport and Sustainability International

Rob Machado By Todd Glaser