



HELVETAS Swiss Intercooperation, Zürich

Report of the Statutory Auditor
on the Financial Statements
to the General Meeting

Financial Statements 2015



KPMG AG

Audit

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Report of the Statutory Auditor to the General Meeting of

HELVETAS Swiss Intercooperation, Zürich

Report of the Statutory Auditor on the Financial Statements

As statutory auditor, we have audited the accompanying financial statements of HELVETAS Swiss Intercooperation, which comprise the balance sheet, statement of operations, cash flow statement, statement of changes in capital and notes for the year ended December 31, 2015. In accordance with Swiss GAAP FER 21 the information in the performance report is not subject to the audit work performed by the statutory auditor.

Board of Directors' Responsibility

The board of directors is responsible for the preparation of the financial statements in accordance with Swiss GAAP FER 21 and the requirements of Swiss law and the company's articles of incorporation. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The board of directors is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

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 Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance 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 misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation 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 entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, 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 audit opinion.

Opinion

In our opinion, the financial statements for the year ended December 31, 2015 give a true and fair view of the financial position, the result of operations and the cash flows in accordance with Swiss GAAP FER 21 and comply with Swiss law and the company's articles of incorporation.

Report on Other Legal Requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and independence (article 728 CO) and that there are no circumstances incompatible with our independence.

In accordance with article 728a paragraph 1 item 3 CO and Swiss Auditing Standard 890, we confirm that an internal control system exists, which has been designed for the preparation of financial statements according to the instructions of the board of directors.

We recommend that the financial statements submitted to you be approved.

We further confirm that the entity complies with those requirements of the foundation ZEWO which are subject to the implementation regulation stipulated in article 12 of the ZEWO-seal of quality regulation.

KPMG AG

Michael Herzog
Licensed Audit Expert
Auditor in Charge

Reto Kaufmann
Licensed Audit Expert

Zurich, May 20, 2016

Enclosure:

- Financial statements (balance sheet, statement of operations, cash flow statement, statement of changes in capital and notes)

Balance sheet

| | | 31.12.2015 | 31.12.2014 |
|---------------------------------------|-------------------|----------------------|----------------------|
| | | in CHF | in CHF |
| ASSETS | | | |
| | Explanatory notes | | |
| Cash and cash equivalents | 1.1 | 42,289,696.60 | 33,724,510.93 |
| Marketable securities | 1.2 | 15,851,167.86 | 17,410,115.71 |
| Receivables | 1.3 | 2,779,584.73 | 1,511,663.96 |
| Inventories | 1.4 | 976,388.34 | 872,902.67 |
| Net assets in project countries | 1.5 | 8,558,560.80 | 8,756,297.76 |
| Prepayments and accrued income | 1.6 | 7,736,294.30 | 9,573,822.50 |
| Current assets | | 78,191,692.63 | 71,849,313.53 |
| Investments in financial assets | 1.7 | 788,892.88 | 788,880.98 |
| Tangible fixed assets | 1.8 | 1,052,177.25 | 1,197,962.00 |
| Intangible assets | 1.8 | 178,250.69 | 514,059.96 |
| Fixed assets | | 2,019,320.82 | 2,500,902.94 |
| Assets | | 80,211,013.45 | 74,350,216.47 |
| LIABILITIES | | | |
| Accounts payable | 2.1 | 3,136,342.38 | 4,267,234.16 |
| Accrued liabilities | 2.2 | 44,187,980.02 | 36,963,679.16 |
| Current liabilities | | 47,324,322.40 | 41,230,913.32 |
| Provisions | 2.3 | 736,404.29 | 708,638.29 |
| Long-term liabilities | | 736,404.29 | 708,638.29 |
| Liabilities | | 48,060,726.69 | 41,939,551.61 |
| Restricted fund capital | 2.4 | 5,952,457.58 | 2,118,322.82 |
| Liabilities incl. fund capital | | 54,013,184.27 | 44,057,874.43 |
| Elaborated unrestricted capital | | 12,579,668.28 | 16,674,181.14 |
| Elaborated restricted capital | | 13,618,160.90 | 13,618,160.90 |
| Organisational Capital | | 26,197,829.18 | 30,292,342.04 |
| Liabilities | | 80,211,013.45 | 74,350,216.47 |

Statement of operations

| | | 2015 | 2014 |
|---|-------------------|-----------------------|-----------------------|
| | | in CHF | in CHF |
| INCOME | | | |
| | Explanatory notes | | |
| Membership fees | 3.1 | 2,253,160.00 | 2,820,934.82 |
| Donation from the public | 3.1 | 26,880,798.63 | 22,177,014.72 |
| Legacies | 3.1 | 413,402.59 | 1,073,708.12 |
| Income from fundraising | | 29,547,361.22 | 26,071,657.66 |
| Programme projects SDC | 3.2 | 10,700,000.00 | 10,700,000.00 |
| Project funding SDC | 3.2 | 59,586,678.47 | 61,999,841.59 |
| Project funding from organisations | 3.3 | 22,927,191.33 | 26,977,040.18 |
| Income from advisory services | 3.4 | 4,290,896.23 | 3,756,523.13 |
| Income from Fair Trade | 3.5 | 3,411,829.94 | 3,240,334.64 |
| Other operating income | 3.6 | 436,609.32 | 587,505.05 |
| Income from service provided | | 101,353,205.29 | 107,261,244.59 |
| Income | | 130,900,566.51 | 133,332,902.25 |
| EXPENDITURE | | | |
| Africa | | 29,215,516.44 | 31,177,071.24 |
| Asia | | 39,936,306.38 | 46,631,895.38 |
| Latin America | | 18,481,656.75 | 18,071,101.76 |
| Eastern Europe, Caucasus, Central Asia | | 15,539,870.08 | 11,965,370.52 |
| Programme coordination & support from head office | | 1,795,367.47 | 2,016,778.54 |
| Expenditure on international programmes | 4.0 | 104,968,717.12 | 109,862,217.44 |
| Expenditure on advisory services | 4.1 | 5,771,096.31 | 5,408,262.61 |
| Expenditure on projects in Switzerland | 4.2 | 5,508,785.25 | 5,453,498.24 |
| Expenditure on Fair Trade | 4.3 | 3,531,586.90 | 3,368,512.77 |
| Head Office | | 4,686,129.86 | 4,686,516.02 |
| Fundraising | | 6,108,930.26 | 6,134,577.24 |
| Head Office and fundraising | 4.4 | 10,795,060.12 | 10,821,093.26 |
| Expenditure from service delivered | 4.5 | 130,575,245.70 | 134,913,584.32 |
| Operating profit / loss | | 325,320.81 | -1,580,682.07 |
| Financial result | 5.0 | 117,368.92 | 1,880,695.83 |
| Other result | 5.1 | -703,067.83 | 38,618.93 |
| Result before fund result | | -260,378.10 | 338,632.69 |
| Fund result | 6.0 | -3,834,134.76 | 174,788.05 |
| Annual result before allocation to organisational capital | | -4,094,512.86 | 513,420.76 |
| Withdrawal / Allocation | | | |
| to elaborated unrestricted capital | | -4,094,512.86 | 513,420.76 |
| to elaborated restricted capital | | 0.00 | 0.00 |

Cash flow statement

| | 2015 | 2014 |
|--|----------------|----------------|
| | in CHF | in CHF |
| Annual result before allocation to organisational capital | (4,094,512.86) | 513,420.76 |
| Fund result | 3,834,134.76 | (174,788.05) |
| Annual result before fund result | (260,378.10) | 338,632.69 |
| Depreciation/ amortisation of tangible fixed assets and intangible assets | 858,622.59 | 949,350.00 |
| Net write-offs / accumulation of provisions | 27,766.00 | (970,501.19) |
| Financial result | (117,368.92) | (1,880,695.83) |
| Decrease / increase receivables | (1,267,920.77) | 80,897.05 |
| Decrease / increase inventories | (103,485.67) | 99,346.72 |
| Decrease / increase net assets in project countries | 197,736.96 | 9,084,700.70 |
| Decrease prepayments accrued income (excl. Pledges from donors) | 1,837,528.20 | 522,633.49 |
| Decrease pledges from donors | - | - |
| Increase accounts payable | (1,130,891.78) | 692,146.10 |
| Decrease / Increase accrued liabilities | 7,224,300.86 | (5,288,046.84) |
| Cash flow from operations | 7,265,909.37 | 3,628,462.89 |
| Cash flow from investing activities | | |
| Investments marketable securities | (2,899,626.00) | (4,650,665.34) |
| Investments tangible fixed assets | (286,483.88) | (1,000,570.81) |
| Investments intangible assets | (90,544.69) | - |
| Investments financial assets | (11.90) | (706,569.03) |
| Disposal marketable securities | 4,445,895.16 | 4,458,160.00 |
| Bank fees | (154,755.84) | (145,056.19) |
| Receiving interests and dividends from marketable securities and liquid assets | 175,308.80 | 292,163.69 |
| Cash flow from investing activities | 1,189,781.65 | (1,752,537.68) |
| Loss / profit from currency exchange rates | 109,494.65 | 274,588.57 |
| Total cash flow | 8,565,185.67 | 2,150,513.78 |
| Changes in cash | | |
| Opening balance of cash | 33,724,510.93 | 31,573,997.15 |
| Closing balance of cash | 42,289,696.60 | 33,724,510.93 |
| Changes in cash | 8,565,185.67 | 2,150,513.78 |

Statement of changes in capital

| | Bestand 01.01.15 in CHF | Earnings | Allocation | Internal fund transfers | Utilization | Fund result | Bestand 31.12.15 in CHF |
|---|----------------------------|----------|-------------------|----------------------------|--------------------|-------------------|----------------------------|
| Means from equity financing | | | | | | | |
| Elaborated unrestricted capital | 16,674,181 | | 0 | -4,094,513 | 0 | -4,094,513 | 12,579,668 |
| Elaborated restricted capital | | | | | | | 0 |
| - Fund fundraising | 1,000,000 | | | | | | 1,000,000 |
| - Fund for value fluctuation of marketable securities | 470,650 | | | | | | 470,650 |
| - Fund continuation of projects | 9,830,744 | | | | | | 9,830,744 |
| - Real estate fund | 1,790,000 | | | | | | 1,790,000 |
| - Social fund | 526,767 | | | | | | 526,767 |
| Annual result | 0 | | | 4,094,513 | -4,094,513 | | 0 |
| Organisational capital | 30,292,342 | 0 | 0 | 0 | -4,094,513 | -4,094,513 | 26,197,829 |
| Means from capital fund | | | | | | | |
| Fund programme contribution | 0 | | 10,700,000 | -9,714,195 | -985,805 | 0 | 0 |
| Fund for water projects | 136,472 | | 1,709,561 | -1,691,468 | -26,470 | -8,377 | 128,095 |
| Fund for education projects | 0 | | 289,811 | -287,666 | -2,145 | 0 | 0 |
| Fund for emergency response | 500,000 | | 0 | 0 | 0 | 0 | 500,000 |
| Assigned donations Africa | 643,975 | | 5,343,982 | 3,865,755 | -9,023,355 | 186,382 | 830,357 |
| Assigned donations Asia | 471,186 | | 7,187,708 | 4,269,278 | -7,843,181 | 3,613,804 | 4,084,990 |
| Assigned donations Latin America | 186,690 | | 1,889,292 | 2,667,308 | -4,568,665 | -12,064 | 174,626 |
| Assigned donations Eastern Europe, Caucasus, Central Asia | 0 | | 390,475 | 890,989 | -1,281,464 | 0 | 0 |
| Assigned donations expositions Switzerland | 0 | | 253,150 | 0 | -198,760 | 54,390 | 54,390 |
| Assigned fund capital | 1,938,323 | 0 | 27,763,980 | 0 | -23,929,845 | 3,834,135 | 5,772,458 |
| Empowerment fund | 180,000 | 0 | | | | | 180,000 |
| Usufructuary fund | 180,000 | 0 | 0 | 0 | 0 | 0 | 180,000 |
| Restricted fund capital | 2,118,323 | 0 | 27,763,980 | 0 | -23,929,845 | 3,834,135 | 5,952,458 |

Information on the elaborated restricted capital

- Fund fundraising

This fund is to finance perennial investments in the fundraising.

- Fund for value fluctuation of marketable securities

This fund is to compensate larger fluctuations in the value of securities.

- Fund for continuation of projects

This fund covers commitments of projects in case of larger financing problems.

- Real estate fund

This fund finances investments in real estate.

- Social fund

This fund finances hard ship cases of HELVETAS Swiss Intercooperation employees.

Information on the capital fund

The Board of Directors decided in 2014 to open a fund for emergency response with a single premium from the elaborated unrestricted capital of CHF 500'000. In future the fund will be financed with outside funds.

Internal fund transfers

The column 'internal funds transfers' shows on which continents the funds program was used for contributing projects, water projects and education projects. The internal fund transfers are based on contractual agreements of the program contribution definition of the project working fields.

Provisions

| | Balance 01.01.15 in CHF | Allocation | Utilization | Reversal | Currency- translation effect | Total result | Balance 31.12.15 in CHF |
|--------------------------------------|----------------------------|----------------|-----------------|-----------------|---------------------------------|---------------|----------------------------|
| Change in provisions | | | | | | | |
| Pension obligations personnel abroad | 708,638 | 297,250 | -198,616 | -114,668 | 43,800 | 27,766 | 736,404 |
| Reintegration contribution employees | 0 | | | | | | 0 |
| Provisions | 708,638 | 297,250 | -198,616 | -114,668 | 43,800 | 27,766 | 736,404 |

Accounting principles

HELVETAS Swiss Intercooperation, with registered office in Zurich, is an association established under Swiss law. HELVETAS Swiss Intercooperation keeps its accounts in accordance with Swiss Generally Accepted Accounting Principles (Swiss GAAP FER), the Swiss Code of Obligations, and the guidelines of the ZEWO Foundation. Furthermore, the new financial reporting law, as well as the updated Swiss GAAP FER 21, are applied. The financial statements give a true and fair view of the financial position, the cash flows and the operational results.

This statement of accounts is a translation only, for ease of use; you should place full reliance only upon the German original.

Changes to the accounting principles during the business year

There were no major changes to the accounting principles compared to the previous year.

Consolidation

On December 17, 2014, HELVETAS Swiss Intercooperation has founded the subsidiary HELVETAS USA Inc. with the domicile in Minneapolis. Furthermore, since 2013, the subsidiary HELVETAS Intercooperation gGmbH with the domicile in Bonn, Germany, exists.

Else HELVETAS Swiss Intercooperation does not have any subsidiaries or joint ventures in which it has a controlling influence or over which it could exercise control and management. The funds of HELVETAS Swiss Intercooperation's regional groups, HELVETAS Intercooperation gGmbH and Helvetas USA Inc. are not consolidated for reasons of immateriality.

Associated organisations, individuals and organisations

The following organisations are regarded as associates:

- Alliance 2015, Bonn
- Alliance Sud (Swiss Alliance of Development Organizations), Bern
- Center for Rural Economy Development CRED, Hanoi Vietnam
- cinfo Biel
- HELVETAS Intercooperation gGmbH, Bonn
- Helvetas USA Inc., Minneapolis
- IFOAM, Bonn
- Intercooperation Social Development ICSD, Secunderabad, Andhra Pradesh, India
- Intercooperation-América Latina, Quito, Ecuador
- Knowledge Management for Development KM4DEV, Zurich
- L'Association Intercooperation Madagascar AIM, Antananarivo, Madagascar
- Max Havelaar Foundation, Basel
- Millenium Water Alliance, Washington DC USA
- Personalvorsorgestiftung der HELVETAS Swiss Intercooperation, Zürich
- Rural Livelihood Development Company RLDC, Dodoma Tanzania East Africa
- Schweizer Forum für Berufsbildung und Internationale Zusammenarbeit FoBBIZ, Zürich
- Stiftung Intercooperation, Bern
- Swiss Civil Society Platform on Migration and Development, Bern
- Swiss Fair Trade, Basel
- Swiss NGO DRR Platform, Luzern
- Swiss Water Partnership, Zürich
- Swiss Water& Sanitation NGO Consortium, Zürich

Principles of accounting and valuation

The accounts are kept in Swiss francs. HELVETAS Swiss Intercooperation follows the basic principle of acquisition or production costs, which is based on individual assessment of assets and liabilities. In the absence of any additional comment on an individual accounting item, the accounting item is valued at its nominal value at the closing date.

Revenues

Income from fundraising is taken into account when cashed. Revenues for services provided are defined during the period in which the services were provided.

Foreign currencies

Cash and cash equivalents, assets and liabilities held in foreign currencies at the closing date are converted into the Swiss Federal Tax Administration's period-end exchange rate. Transactions in foreign currencies are converted using the respective day's exchange rate. Exchange rate profits and losses are included gross in the statement of operations.

Cash and cash equivalents

This item includes cash balance, post office and bank deposits as well as time deposits and fiduciary deposits with a maturity of at most 90 days. These are presented as nominal values. Transactions in foreign currencies have been converted according to the daily exchange rates during the business year.

Marketable securities

Marketable securities are kept as liquidity reserves and can therefore be shown as current assets. They are converted into a market value at the closing date. The empowerment fund with its restricted capital funds is invested in marketable securities. The guidelines in force since 27.11.05 give preference to investments in marketable securities in the sustainable investment field and permit investments that are economically and socially beneficial.

Receivables

These are valued at their nominal value minus the specific and necessary operating provisions. The item principally includes the receivables from sales of merchandise and services, along with deposits from withholding tax.

Inventories

The inventories are included in the balance sheet at initial cost or at a lower residual cost taking account of appropriate specific provisions.

Net assets in project countries

This item mainly includes liquid assets, receivables and short-term liabilities.

Prepayments and accrued income

This item includes the asset items that have resulted from the accrual accounting. This principally includes amortized project expenses that have not yet been paid.

Tangible / intangible assets

The tangible and intangible assets have been presented at their initial or production cost minus depreciation for operational reasons. Straight-line depreciation is applied to the acquisition value / production costs over the estimated useful life. The capitalization threshold is 5,000 CHF in general and 2,000 CHF for IT investment goods. The estimated useful life of tangible assets is as follows:

| | |
|--------------------------------|----------|
| - Installations | 10 years |
| - Other tangible assets | 4 years |
| - IT hardware | 3 years |
| - Software (intangible assets) | 4 years |

Financial assets

Financial assets are included in the balance sheet at acquisition costs minus depreciation for operational reasons. Except for the investments in HELVETAS Intercooperation gGmbH Bonn and Helvetas USA Inc., the financial assets represent less than 20% of the capital of the associations.

Impairment of assets

All assets are checked at every closing date to determine whether the book value of the asset exceeds the recoverable value (the higher of market value and the user value). If there is an impairment of assets, the book value is reduced to the recoverable value and the impairment of assets is included in the operating result for the period.

Accrued liabilities

This item includes the liabilities that result from the accrual accounting. These accrued liabilities are principally project payments for project activities that have not yet been carried out.

Provisions

Provisions are built up for justified liabilities. The size of the provisions is based on the judgment of management and is a reflection of expected future expenditure.

Provisions are established at the reporting date for contractually stipulated responsibilities for personnel benefits in project countries that no longer apply to HELVETAS Swiss Intercooperation after the end of the contract. Their valuation is affected by fluctuations in the exchange rate. These provisions are largely reimbursed by the contracting body. The payments are made when the employee's contract has come to an end.

Restricted fund capital

Restricted fund capital consists of the program credit of SDC, an usufructuary fund, three funds with defined use and donations tied to specific projects. The usufructuary fund includes loans of which only the capital yield can be used by contract. The three funds with defined use contain a fund for water projects, a fund with donations for education for young people and a fund for emergency response. The first two fund subjects are key working areas of HELVETAS Swiss Intercooperation.

Organisational capital

The organisational capital includes acquired unrestricted and restricted capital that can be used in line with the mission defined in HELVETAS Swiss Intercooperation's statutes. There is no initial or seed capital. The Board of Directors decides how the acquired restricted capital is to be allocated and used.

Cash-flow statement

The cash-flow statement shows the changes in the 'liquid assets' fund, divided into operational, investment and funding activities. It is presented according to the indirect method.

Statement of changes in capital

The statement of changes in capital shows the development of the restricted capital fund by continent and the individual components of the organisational capital. The development of the usufructuary fund and the provisions is also presented in this item.

Calculation method for the administrative costs as well as fundraising and general advertising expenditures

In determining its cost structure, HELVETAS Swiss Intercooperation uses the method for calculating administrative costs applied by the Zewo Foundation. All project costs and costs for providing services that contribute directly to the HELVETAS Swiss Intercooperation's fulfillment of its goals pursuant to its by-laws are recognized as expenditures. Administrative costs include expenditures that indirectly contribute to HELVETAS Swiss Intercooperation's projects and services that cannot be provided directly by project partners and target groups. The latter help ensure the basic functioning of HELVETAS Swiss Intercooperation.

Annex

Explanatory notes to the balance sheet

in CHF

1.1 Cash and cash equivalents

Savings/ Post office/ Bank

31.12.15 31.12.14

42,289,696.60 33,724,510.93
42,289,696.60 33,724,510.93

1.2 Marketable securities

Bonds

Stocks

Investment fund long-term bonds

Investment fund long-term stocks

Investment fund bonds

Investment fund stocks

60,000.00 60,000.00
3,623,604.00 3,737,497.75
8,629,357.00 10,257,087.90
3,304,312.21 3,117,539.84
74,822.81 80,889.92
159,071.84 157,100.30
15,851,167.86 17,410,115.71

1.3 Receivables

Receivables from sales of goods and services

Receivables from polity

Allowances

Pension fund

Other receivables

344,471.81 397,937.28
132,343.76 303,971.75
-15,000.00 -15,000.00
611,777.40 0.00
1,705,991.76 824,754.93
2,779,584.73 1,511,663.96

1.4 Inventories

Sales of Fair Trade goods

Provision for depreciation for stock of merchandise

1,088,372.55 982,863.67
-111,984.21 -109,961.00
976,388.34 872,902.67

Total

1.5 Net assets in project countries

Ethiopia

Afghanistan

Albania

Bangladesh

Benin

Bhutan

Bolivia

Bosnia-Herzegovina

Burkina Faso

Guatemala

Haiti

Honduras

Kyrgyzstan

Kosovo

Laos

Madagascar

Mali

Macedonia

Mozambique

Myanmar

Nepal

Nicaragua

Niger

Pakistan

Peru

Serbia

Sri Lanka

Tadzhikistan

Tanzania

Vietnam

| | 2015 | | 2014 | |
|-------------------------|----------------------|---------------------|----------------------|---------------------|
| | Assets | Liabilities | Assets | Liabilities |
| Ethiopia | 412,495.35 | 127,418.05 | 208,408.65 | 107,551.70 |
| Afghanistan | 147,901.95 | 14,135.95 | 262,197.88 | 18,836.85 |
| Albania | 246,726.95 | 102,291.40 | 147,141.70 | 27,257.00 |
| Bangladesh | 528,275.70 | 31,931.65 | 718,725.06 | 96,547.60 |
| Benin | 225,734.10 | 11,165.40 | 160,649.50 | 6,650.55 |
| Bhutan | 101,976.50 | 138,033.20 | 137,324.97 | 60,056.20 |
| Bolivia | 339,444.10 | 34,154.05 | 196,724.70 | 92,471.35 |
| Bosnia-Herzegovina | 194,851.35 | 83,091.30 | 153,268.15 | 64,468.00 |
| Burkina Faso | 392,926.70 | 78,024.10 | 289,108.75 | 64,564.95 |
| Guatemala | 1,047,395.75 | 293,294.15 | 672,387.95 | 306,834.00 |
| Haiti | 268,753.30 | 0.00 | 510,581.75 | 0.00 |
| Honduras | 103,296.10 | 35,417.75 | 326,336.00 | 66,854.65 |
| Kyrgyzstan | 67,632.40 | 51,023.95 | 148,023.75 | 22,584.90 |
| Kosovo | 68,358.80 | 16,311.00 | 114,588.73 | 0.00 |
| Laos | 169,056.00 | 0.00 | 321,402.25 | 23,649.80 |
| Madagascar | 107,727.85 | 15,189.15 | 323,374.75 | 25,231.45 |
| Mali | 209,193.25 | 25,375.55 | 418,947.70 | 122,658.60 |
| Macedonia | 94,844.70 | 0.00 | 59,950.55 | 0.00 |
| Mozambique | 312,646.05 | 70,353.25 | 397,646.45 | 846.00 |
| Myanmar | 431,714.70 | 10,594.95 | 0.00 | 0.00 |
| Nepal | 2,643,664.50 | 329,592.80 | 3,040,281.79 | 494,532.75 |
| Nicaragua | 4,695.10 | 0.00 | 4,695.10 | 0.00 |
| Niger | 334,322.80 | 0.00 | 780,807.35 | 0.00 |
| Pakistan | 395,361.90 | 102,560.35 | 181,321.75 | 26,970.60 |
| Peru | 1,238,055.75 | 349,236.25 | 598,444.80 | 345,905.80 |
| Serbia | 152,048.10 | 2,040.55 | 0.00 | 0.00 |
| Sri Lanka | 20,748.10 | 11,104.15 | 4,084.89 | 0.00 |
| Tadzhikistan | 26,519.20 | 18,876.90 | 31,549.44 | 77,156.85 |
| Tanzania | 123,404.40 | 3,866.05 | 383,830.05 | 0.00 |
| Vietnam | 167,796.70 | 63,925.45 | 237,116.25 | 20,993.30 |
| Total net assets | 10,577,568.15 | 2,019,007.35 | 10,828,920.66 | 2,072,622.90 |

8,558,560.80 8,756,297.76

in CHF

1.6 Prepayments and accrued income

| | 31.12.15 | 31.12.14 |
|---|---------------------|---------------------|
| Advance payments on SDC projects | 2,179,988.36 | 1,764,583.19 |
| Advance payments on SECO projects | 587,609.25 | 460,909.08 |
| Advance payments on projects EU | 185,502.92 | 1,278,148.38 |
| Advance payments Swiss Solidarity | 79,060.98 | 0.00 |
| Advance payments DFID (Dept. for International Development) | 447,772.57 | 0.00 |
| Advance payments on projects from other funders | 3,347,812.71 | 5,491,122.74 |
| Other prepayments and accrued income | 908,547.51 | 579,059.11 |
| | 7,736,294.30 | 9,573,822.50 |

1.7 Investment in financial assets

| | | |
|-----------------------|-------------------|-------------------|
| Investments and loans | 753,848.48 | 753,848.48 |
| Rent deposits | 35,044.40 | 35,032.50 |
| | 788,892.88 | 788,880.98 |

1.8 Tangible fixed assets and intangible assets

| | IT Hardware | Installations | Other tangible fixed assets | Total tangible assets | Total intangible assets |
|---------------------|--------------|---------------|-----------------------------|-----------------------|-------------------------|
| Balance 01.01.14 | 1,197,581.00 | 1,486,292.00 | 50,673.00 | 2,734,546.00 | 2,208,490.93 |
| Acquisitions | 135,763.80 | 864,807.01 | 0.00 | 1,000,570.81 | 0.00 |
| Disposal | -265,422.14 | 0.00 | 0.00 | -265,422.14 | -46,824.25 |
| Reclassifications | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Balance at 31.12.14 | 1,067,922.66 | 2,351,099.01 | 50,673.00 | 3,469,694.67 | 2,161,666.68 |

Cumulative depreciation and amortization

| | | | | | |
|--------------------------|-------------|---------------|------------|---------------|---------------|
| Balance 01.01.14 | -981,944.18 | -1,094,437.63 | -50,673.00 | -2,127,054.81 | -1,155,180.97 |
| Accumulated depreciation | -174,757.00 | -235,343.00 | 0.00 | -410,100.00 | -539,250.00 |
| Disposal | 265,422.14 | 0.00 | 0.00 | 265,422.14 | 46,824.25 |
| Reclassifications | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Balance at 31.12.14 | -891,279.04 | -1,329,780.63 | -50,673.00 | -2,271,732.67 | -1,647,606.72 |

Net balance 01.01.14

| | | | | | |
|--|------------|------------|------|------------|--------------|
| | 215,636.82 | 391,854.37 | 0.00 | 607,491.19 | 1,053,309.96 |
|--|------------|------------|------|------------|--------------|

Net balance 31.12.14

| | | | | | |
|--|------------|--------------|------|--------------|------------|
| | 176,643.62 | 1,021,318.38 | 0.00 | 1,197,962.00 | 514,059.96 |
|--|------------|--------------|------|--------------|------------|

Tangible fixed assets and intangible assets

| | IT Hardware | Installations | Other tangible fixed assets | Total tangible assets | Total intangible assets |
|---------------------|--------------|---------------|-----------------------------|-----------------------|-------------------------|
| Balance 01.01.15 | 1,067,922.66 | 2,351,099.01 | 50,673.00 | 3,469,694.67 | 2,161,666.68 |
| Acquisitions | 171,403.23 | 115,080.65 | 0.00 | 286,483.88 | 90,544.69 |
| Disposal | -632,730.53 | 0.00 | 0.00 | -632,730.53 | 0.00 |
| Reclassifications | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Balance at 31.12.15 | 606,595.36 | 2,466,179.66 | 50,673.00 | 3,123,448.02 | 2,252,211.37 |

Cumulative depreciation and amortization

| | | | | | |
|--------------------------|-------------|---------------|------------|---------------|---------------|
| Balance 01.01.15 | -891,279.04 | -1,329,780.63 | -50,673.00 | -2,271,732.67 | -1,647,606.72 |
| Accumulated depreciation | -188,524.65 | -243,743.98 | 0.00 | -432,268.63 | -426,353.96 |
| Disposal | 632,730.53 | 0.00 | 0.00 | 632,730.53 | 0.00 |
| Reclassifications | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Balance at 31.12.15 | -447,073.16 | -1,573,524.61 | -50,673.00 | -2,071,270.77 | -2,073,960.68 |

Net balance 01.01.15

| | | | | | |
|--|------------|--------------|------|--------------|------------|
| | 176,643.62 | 1,021,318.38 | 0.00 | 1,197,962.00 | 514,059.96 |
|--|------------|--------------|------|--------------|------------|

Net balance 31.12.15

| | | | | | |
|--|------------|------------|------|--------------|------------|
| | 159,522.20 | 892,655.05 | 0.00 | 1,052,177.25 | 178,250.69 |
|--|------------|------------|------|--------------|------------|

The fire insurance value of goods and installations (excl. IT) is CHF 4'130'000 (2014: 4'130'000). The IT insurance is CHF 900'000.- (2014: 900'000).
The capital goods in project countries (mainly vehicles and IT hardware) are not included in the financial statement because it is not possible to predict their service life and the operational risk.

in CHF

2.1 Accounts payable

| |
|--|
| Accounts payable for deliveries of merchandise/ services |
| Accounts payable from projects |
| Pension fund |
| Other accounts payable |

| 31.12.15 | 31.12.14 |
|---------------------|---------------------|
| 1,091,529.51 | 1,434,380.50 |
| 1,668,243.71 | 756,860.15 |
| 0.00 | 1,467,829.08 |
| 376,569.16 | 608,164.43 |
| 3,136,342.38 | 4,267,234.16 |

2.2 Accrued liabilities

| |
|-------------------------------------|
| Advance payments on projects SDC |
| Advance payments on projects SECO |
| Advance payments EU |
| Advance payments Swiss Solidarity |
| Advance payments DFID |
| Advance payments from other funders |
| Other accrued liabilities |

| | |
|----------------------|----------------------|
| 33,924,636.33 | 27,064,327.74 |
| 1,747,115.60 | 1,141,158.97 |
| 921,538.15 | 717,075.93 |
| 1,679,722.37 | 706,467.85 |
| 19,219.62 | 1,857,992.66 |
| 2,047,045.06 | 1,732,084.43 |
| 3,848,702.89 | 3,744,571.58 |
| 44,187,980.02 | 36,963,679.16 |

2.3 Provisions

The state of provisions is presented in the statement of changes in capital.

2.4 Restricted capital funds

The development of these funds is presented in the statement of changes in capital.

Explanatory notes to the statement of operations

| | in CHF | |
|---|------------------------|------------------------|
| | 31.12.15 | 31.12.14 |
| Income from fundraising | | |
| 3.1 Donations from the public | | |
| Membership fees | -2,253,160.00 | -2,820,934.82 |
| Institutional donations | -11,041,030.32 | -9,705,795.57 |
| Public sector | -2,437,875.61 | -2,049,612.31 |
| Private donations | -13,401,892.70 | -10,421,606.84 |
| Total donations from the public | -26,880,798.63 | -22,177,014.72 |
| Legacies | -413,402.59 | -1,073,708.12 |
| Total income from fundraising | -29,547,361.22 | -26,071,657.66 |
| Restricted | -16,810,829.86 | -12,616,130.00 |
| Unrestricted | -12,736,531.36 | -13,455,527.66 |
| The decrease in the item "membership fees" is due to a modified calculation method in 2015. | | |
| Income from services provided | | |
| 3.2 Project funding SDC | | |
| Program projects | -10,700,000.00 | -10,700,000.00 |
| Commissioned projects | -59,586,678.47 | -61,999,841.59 |
| Total project funding SDC | -70,286,678.47 | -72,699,841.59 |
| 3.3 Project funding from organisations | | |
| - Project funding SECO | -2,767,752.16 | -3,451,232.58 |
| - Project funding EU | -2,392,527.60 | -3,420,586.42 |
| - Project funding DFID (Dept. for International Development) | -2,739,279.31 | -6,157,322.19 |
| - Project funding Swiss Solidarity | -1,828,806.41 | -682,299.31 |
| - Project funding from other organisations | -13,198,825.85 | -13,265,599.68 |
| Total project funding from organisations | -22,927,191.33 | -26,977,040.18 |
| 3.4 Income from advisory services | | |
| - Consulting SDC | -2,249,074.29 | -1,862,627.23 |
| - Consulting SECO | -206,158.70 | -483,451.27 |
| - Consulting other organisations | -1,835,663.24 | -1,410,444.63 |
| Total income from advisory services | -4,290,896.23 | -3,756,523.13 |
| 3.5 Income from Fair Trade | | |
| <u>Trade in goods</u> | | |
| Trading revenue | -3,272,824.54 | -3,100,706.55 |
| Other revenue | -90,233.40 | -82,249.94 |
| Income from trade in goods | -3,363,057.94 | -3,182,956.49 |
| <u>Calendar office</u> | | |
| Revenue | -48,772.00 | -57,378.55 |
| Income from calendar office | -48,772.00 | -57,378.55 |
| Total income from Fair Trade | -3,411,829.94 | -3,240,335.04 |
| 3.6 Other operating income | | |
| Sponsoring for campaign / exhibitions | -141,257.78 | -172,964.82 |
| Other operating income | -295,351.54 | -414,540.23 |
| Total other operating income | -436,609.32 | -587,505.05 |
| Total income from services provided | -101,353,205.29 | -107,261,244.99 |

4.0 International programs by country

in CHF
31.12.15 31.12.14

| | Africa | | Asia | | Latin America | | Eastern Europe, Caucasus, Central Asia | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|--|-----------------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| | 28.3% | 28.9% | 38.7% | 43.2% | 17.9% | 16.8% | 15.1% | 11.1% |
| Ethiopia | 2,961,393.79 | 2,605,393.05 | | | | | | |
| Afghanistan | | | 8,910,533.47 | 6,974,905.62 | | | | |
| Albania | | | | | | | 2,117,969.89 | 1,787,156.74 |
| Armenia | | | | | | | 87,024.12 | 376,307.08 |
| Bangladesh | | | 5,291,774.87 | 5,269,672.58 | | | | |
| Benin | 4,785,045.78 | 4,562,847.70 | | | | | | |
| Bhutan | | | 1,386,427.45 | 1,795,200.27 | | | | |
| Bolivia | | | | | 3,004,831.24 | 3,205,019.65 | | |
| Bosnia-Herzegovina | | | | | | | 1,412,951.48 | 989,936.30 |
| Burkina Faso | 2,232,984.88 | 4,014,418.98 | | | | | | |
| Ecuador | | | | | 6,152.23 | 14,968.17 | | |
| Georgia | | | | | | | 136,980.27 | 154,541.41 |
| Guatemala | | | | | 4,141,035.25 | 3,583,357.53 | | |
| Haiti | | | | | 5,617,026.56 | 5,061,051.23 | | |
| Honduras | | | | | 1,139,833.68 | 1,142,643.59 | | |
| India | | | 29,308.27 | 13,163.24 | | | | |
| Kyrgyzstan | | | | | | | 2,917,715.24 | 2,584,251.03 |
| Kosovo | | | | | | | 4,902,940.42 | 3,509,253.93 |
| Laos | | | 3,150,907.98 | 2,838,844.28 | | | | |
| Madagascar | 3,240,662.16 | 2,698,322.18 | | | | | | |
| Mali | 4,458,355.24 | 5,064,160.31 | | | | | | |
| Macedonia | | | | | | | 1,063,400.42 | 641,854.64 |
| Mozambique | 3,867,200.75 | 3,682,194.85 | | | | | | |
| Myanmar | | | 1,100,005.56 | 301,590.46 | | | | |
| Nepal | | | 12,646,391.44 | 21,869,461.30 | | | | |
| Nicaragua | | | | | | 85,110.06 | | |
| Niger | 4,512,184.69 | 5,414,507.84 | | | | | | |
| Pakistan | | | 3,819,681.10 | 4,353,051.05 | | | | |
| Peru | | | | | 4,572,777.79 | 4,978,951.53 | | |
| Serbia | | | | | | | 446,461.96 | |
| Southeast Asia emergency aid | | | 630,038.51 | 1,969.24 | | | | |
| Sri Lanka | | | 804,973.02 | 581,365.04 | | | | |
| Tadzhikistan | | | | | | | 2,454,426.28 | 1,922,069.39 |
| Tanzania | 3,157,689.15 | 3,135,226.33 | | | | | | |
| Vietnam | | | 2,166,264.71 | 2,632,672.30 | | | | |
| Total continent | 29,215,516.44 | 31,177,071.24 | 39,936,306.38 | 46,631,895.38 | 18,481,656.75 | 18,071,101.76 | 15,539,870.08 | 11,965,370.52 |
| Total international projects | | | | | | | 103,173,349.65 | 107,845,438.90 |
| Program coordination & support from head office | | | | | | | 1,795,367.47 | 2,016,778.54 |
| Total expenditure on international programs | | | | | | | 104,968,717.12 | 109,862,217.44 |

The personnel costs directly attributable to project expenses are reported in the program countries.

Break-down of costs

International projects

| | | |
|---|-----------------------|-----------------------|
| Salaries | 31,988,488.76 | 29,458,387.84 |
| Travel & representation costs | 4,401,776.93 | 4,361,870.09 |
| Administration costs | 3,271,323.48 | 4,383,650.55 |
| Rent & maintenance costs | 3,695,884.06 | 4,063,365.13 |
| Supplies & services costs | 56,884,244.62 | 60,379,081.28 |
| Depreciation | 2,931,631.80 | 5,199,084.01 |
| Total | 103,173,349.65 | 107,845,438.90 |
| Reductions in expenditure | 0.00 | 0.00 |
| Total for international projects | 103,173,349.65 | 107,845,438.90 |

In the reporting year, there were major purchases of capital goods in various program countries, which were written off directly.

| | in CHF | |
|--|-----------------------|-----------------------|
| | 31.12.15 | 31.12.14 |
| Program coordination & support from head office | | |
| Salaries | 1,216,498.78 | 1,540,822.21 |
| Travel & representation costs | 65,890.51 | 65,065.11 |
| Administration costs | 67,153.06 | 33,707.26 |
| Rent & maintenance costs | 216,874.15 | 252,591.15 |
| Supplies & services costs | 209,301.97 | 104,861.81 |
| Depreciation | 19,649.00 | 19,731.00 |
| Total | 1,795,367.47 | 2,016,778.54 |
| Income from services Head Office | 0.00 | 0.00 |
| Total programme coordination & support | 1,795,367.47 | 2,016,778.54 |
| Total expenditure for international projects | 104,968,717.12 | 109,862,217.44 |

4.1 Advisory Services

| | | |
|----------------------------------|---------------------|---------------------|
| Salaries | 3,350,520.77 | 3,338,969.78 |
| Travel & representation costs | 401,445.37 | 258,085.00 |
| Administration costs | 456,747.48 | 508,528.26 |
| Rent & maintenance costs | 309,022.54 | 318,786.27 |
| Supplies & services costs | 1,210,763.93 | 943,395.30 |
| Depreciation | 42,596.22 | 40,498.00 |
| Total | 5,771,096.31 | 5,408,262.61 |
| Income from services Head Office | 0.00 | 0.00 |
| Total consulting | 5,771,096.31 | 5,408,262.61 |

4.2 Expenditure on projects in Switzerland

| | | |
|---|---------------------|---------------------|
| Communications | 2,168,116.53 | 1,896,014.27 |
| Awareness-raising | 1,021,725.50 | 1,247,813.18 |
| Organisational costs | 209,996.97 | 175,622.89 |
| Development policy | 536,890.99 | 635,091.96 |
| Program coordination and support | 1,572,055.26 | 1,498,955.94 |
| Total expenditure on projects in Switzerland | 5,508,785.25 | 5,453,498.24 |

| | | |
|---|---------------------|---------------------|
| Salaries | 2,691,488.90 | 2,542,243.96 |
| Travel & representation costs | 100,098.08 | 153,908.30 |
| Administration costs | 161,838.53 | 146,963.87 |
| Rent & maintenance costs | 424,748.21 | 397,479.35 |
| Supplies & services costs | 2,066,263.53 | 2,153,282.76 |
| Depreciation | 64,348.00 | 59,620.00 |
| Total | 5,508,785.25 | 5,453,498.24 |
| Income from service provision / reductions in expenditure | 0.00 | 0.00 |
| Total expenditure on projects in Switzerland | 5,508,785.25 | 5,453,498.24 |

| | | in CHF | |
|--|--|-----------------------|-----------------------|
| | | 31.12.15 | 31.12.14 |
| 4.3 Expenditure from Fair Trade | | | |
| Trade in goods | | | |
| Salaries | | 982,553.30 | 858,720.44 |
| Travel & representation costs | | 12,846.18 | 7,776.34 |
| Administration costs | | 90,295.64 | 108,532.45 |
| Rent & maintenance costs | | 112,356.05 | 133,756.30 |
| Depreciation | | 94,461.21 | 59,637.00 |
| Total | | 1,292,512.38 | 1,168,422.53 |
| Purchasing goods | | 1,543,813.58 | 1,421,451.78 |
| Printing- and mailingcosts | | 644,376.14 | 728,420.98 |
| Total trade in goods | | 3,480,702.10 | 3,318,295.29 |
| Calendar office | | | |
| Salaries | | 6,894.24 | 4,266.59 |
| Travel & representation costs | | 1,615.12 | 31.11 |
| Administration costs | | 42,375.44 | 45,919.78 |
| Rent & maintenance costs | | 0.00 | 0.00 |
| Depreciation | | 0.00 | 0.00 |
| Total calendar office | | 50,884.80 | 50,217.48 |
| Total Fair Trade | | 3,531,586.90 | 3,368,512.77 |
| 4.4 Head office and fundraising | | | |
| Salaries | | 3,401,391.92 | 3,370,196.98 |
| Travel & representation costs | | 108,851.57 | 96,003.91 |
| Administrative costs | | 445,777.18 | 391,444.85 |
| Room & maintenance costs | | 169,734.60 | 158,989.28 |
| Fundraising | | 6,108,930.26 | 6,134,577.24 |
| Depreciation | | 560,374.59 | 669,881.00 |
| Total Head office and fundraising | | 10,795,060.12 | 10,821,093.26 |
| Fundraising | | | |
| Public Fundraising | | 4,826,157.82 | 4,958,393.94 |
| Individual Fundraising | | 1,282,772.44 | 1,176,183.30 |
| Total Fundraising | | 6,108,930.26 | 6,134,577.24 |
| Salaries amount to TCHF 1'641 (prior year TCHF 1'565). | | | |
| 4.5 Expenditures for services provided according to total costs | | | |
| Salaries | | 43,637,836.67 | 41,113,607.80 |
| Travel & representation costs | | 5,092,523.76 | 4,942,739.86 |
| Administrative costs | | 4,535,510.81 | 5,618,747.02 |
| Room & maintenance costs | | 4,928,619.61 | 5,324,967.48 |
| Supplies & services costs | | 60,370,574.05 | 63,580,621.15 |
| Purchasing goods | | 1,543,813.58 | 1,421,451.78 |
| Printing- and mailingcosts | | 644,376.14 | 728,420.98 |
| Fundraising | | 6,108,930.26 | 6,134,577.24 |
| Depreciation | | 3,713,060.82 | 6,048,451.01 |
| Expenditures for services provided according to total costs | | 130,575,245.70 | 134,913,584.32 |

The annual average of fulltime employees was more than 1,500 employees in the reporting year and the previous year.

| | Expenditure | | Income | | | |
|--|-------------------|---------------------|--------------------|----------------------|--------------------|----------------------|
| | 2015 | 2014 | 2015 | 2014 | | |
| 5.0 Financial result | | | | | | |
| Interest / dividends from securities | 0.00 | 0.00 | -175,308.80 | -292,163.69 | -175,308.80 | -292,163.69 |
| Profit from securities | 335,640.61 | 46,309.00 | -322,961.92 | -1,505,308.76 | 12,678.69 | -1,458,999.76 |
| Profit from currency exchange rate | 293,926.28 | 51,640.48 | -403,420.93 | -326,229.05 | -109,494.65 | -274,588.57 |
| Bank fees | 154,755.84 | 145,056.19 | 0.00 | 0.00 | 154,755.84 | 145,056.19 |
| Total financial result | 784,322.73 | 243,005.67 | -901,691.65 | -2,123,701.50 | -117,368.92 | -1,880,695.83 |
| 5.1 Other result | | | | | | |
| Foreign travel sales | 25,901.60 | 12,061.30 | -23,858.04 | 0.00 | 2,043.56 | 12,061.30 |
| e.o expenditure strategic partnership | 723,511.57 | 1,059,055.27 | -22,487.30 | -1,109,735.50 | 701,024.27 | -50,680.23 |
| Total other result | 749,413.17 | 1,071,116.57 | -46,345.34 | -1,109,735.50 | 703,067.83 | -38,618.93 |
| 6.0 Fund result | | | | | | |
| The fund result is presented in the statement of changes in capital. | | | | | | |

Additional information

Reimbursement of Board of Directors and management expenses

The 15 members of the Board of Directors of HELVETAS Swiss Intercooperation did not receive any lump sum reimbursements for personnel expenses or other expenses. Members of the Board of Directors receive neither attendance fees nor remuneration for their work for HELVETAS Swiss Intercooperation. The President of the Board of Directors receives a lump sum reimbursement of CHF 10'200. The total costs for travel expenses and meetings as well as strategic missions was CHF 19'190 (2014: CHF 43'372).

No expenses were paid to the eight members of the Advisory Board of HELVETAS Swiss Intercooperation during the financial year 2015.

The salaries and lump sum expenses of the six members of the management board amounted to CHF 1'185'409 (2014: CHF 1'197'390) for the business year. Out of which CHF 182'839 (2014: CHF 185'254) represent the employer's statutory social security contributions. Otherwise personnel expenses were only reimbursed against receipt.

Transactions with associated individuals

Alliance Sud receives a substantial contribution to its annual budget by contractual agreement.

In 2015 grants totaling CHF 92'100 were made to HELVETAS Intercooperation GmbH in Bonn.

Transaction with the HELVETAS Swiss Intercooperation pension fund

The HELVETAS Swiss Intercooperation Board of Directors resolved at its meeting held on November 29, 2015 to confer a maximum amount of CHF 1.5 million to the HELVETAS Swiss Intercooperation pension fund as a one-time payment to ensure pension annuities. Management decided to spread the one-time payment across the 2015, 2016, and 2017 fiscal years in equal portions. The booking is made each time against the entry for other income.

Employee Benefit Scheme

HELVETAS Swiss Intercooperation employees are insured by Personalvorsorgestiftung Helvetas.

Personalvorsorgestiftung Helvetas is a foundation according to Swiss law and the BVG. It aims to provide protection under the BVG scheme and its rules of implementation for Helvetas employees and their families and estates from the financial consequences of age, invalidity and death. The benefit scheme is based on the principle of defined contributions and complies with the regulations that came into force on 1st January 2013. The benefit scheme is financed through employee contributions (6%) and employer contributions (9-13%) on the insured and declared annual salary. The insured can increase their savings contributions to 7% on volunteer basis. Invalidity payments are re-insured against risk.

Should the scheme be underfunded, then the usual legal BVG state pension scheme provisions apply. The employer has made no additional undertakings.

| Economical benefit / economical obligation and pension benefit expenses in TCHF | Surplus / deficit | Economical part of Helvetas | | Change to prior year period or recognized in the current result of the period, respec- tively | Contributions concerning the business period | Pension benefit expenses within personal expenses | |
|--|----------------------------|--------------------------------|-----------------------|---|---|---|-------|
| | 31.12.2015 | 31.12.2015 | 31.12.2014 | | | 2015 | 2014 |
| Personalvorsorgestiftung HELVETAS | 0 | 0 | 0 | 0 | 1'580 | 1'580 | 1'617 |
| Employer contribution reserves (AGBR) in TCHF | Nomial value 31.12.2015 | Waiver of use in 2015 | Balance 31.12.2015 | Formation in 2015 | Balance 31.12.2014 | Result from AGBR within personal expenses | |
| | | | | | | 2015 | 2014 |
| Personalvorsorgestiftung HELVETAS | 707 | 0 | 707 | 0 | 707 | 0 | 0 |

Gratuitous services

In financial year 2015 gratuitous services have been rendered amounting to 354 man days (prior year 345) which is equivalent to a comparable HELVETAS Swiss Intercooperation's salary of CHF 93'810 (prior year 91'425). As HELVETAS Swiss Intercooperation's regional groups are not consolidated for reasons of immateriality, gratuitous services in regional groups were not accounted for by HELVETAS Swiss Intercooperation.

In the financial year 2015 the 15 members of the Board of Directors of HELVETAS Swiss Intercooperation provided gratuitous services amounting to 330 days.

In 2015 HELVETAS Swiss Intercooperation could benefit from gratuitous advertising services totaling CHF 1'799'900 (prior year CHF 2'666'670) (advertisement, poster).

Auditor fees

The auditor fees totaled CHF 85'150 (compared to CHF 90'000 for the previous year) for audit services and CHF 15'670 CHF for other services (compared to CHF 24'100 for the previous year).

Potential commitments

There are no leasing commitments.

Rent commitments not maturing or that cannot be cancelled within the next 12 months: total CHF 3'923'288 until the next termination date.

Events after the closing date

The financial statements were approved for publication by the Board of Directors on 20th May 2016. They must also be approved by the HELVETAS Swiss Intercooperation General Meeting on 24th June 2016. Nothing has taken place since 31st December 2015 and the date of approval of these statements of accounts that would entail adjustments to the book values of HELVETAS Swiss Intercooperation's assets and liabilities on 31st December 2015 or that would need to be disclosed here.

The original German version of the financial statement shall prevail.