

Fondation Hironnelle Media for Peace and Human Dignity

Geneva

Report of the statutory auditor
to the Foundation Board

on the financial statements 2022



Report of the statutory auditor

to the Foundation Board of Fondation Hironnelle Media for Peace and Human Dignity

Geneva

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Fondation Hironnelle Media for Peace and Human Dignity (the Foundation), which comprise the balance sheet as at 31 December 2022, and the operating account, the statement of cash flows, the statement of changes in capital, the year then ended, and annex to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Foundation as at 31 December 2022 and its financial performance and its cash flows for the year then ended in accordance with Swiss GAAP FER and comply with Swiss law as well as the Foundation's deed and the internal regulations.

Basis for opinion

We conducted our audit in accordance with Swiss law and Swiss Standards on Auditing (SA-CH). Our responsibilities under those provisions and standards are further described in the 'Auditor's responsibilities for the audit of the financial statements' section of our report. We are independent of the Foundation in accordance with the provisions of Swiss law and the requirements of the Swiss audit profession, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Other information

The Foundation Board is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements, the consolidated financial statements and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Foundation Board's responsibilities for the financial statements

The Foundation Board is responsible for the preparation of the financial statements, which give a true and fair view in accordance with Swiss GAAP FER and the provisions of Swiss law, the Foundation's deed and the internal regulations, and for such internal control as the Foundation Board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Foundation Board is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern

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basis of accounting unless the Foundation Board either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Swiss law and SA-CH will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Swiss law and SA-CH, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.
- Conclude on the appropriateness of the Foundation Board's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Foundation Board or its relevant committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

In accordance with article 83b paragraph 3 CC in connection with article 728a paragraph 1 item 3 CO and PS-CH 890, we confirm that an internal control system exists which has been designed for the preparation of the financial statements according to the instructions of the Foundation Board.

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

PricewaterhouseCoopers SA

Marc Secretan
Licensed audit expert
Auditor in charge

Yann Pasche
Licensed audit expert

Genève, 17 May 2023

Enclosure:

- Financial statements (balance sheet, operating account, statement of cash flows, statement of changes in capital, and annex)

I. Balance sheet as of December 31 (in Swiss francs)

	<i>Réf.</i>	2022	2021
Assets			
Current assets			
Cash and cash equivalents	<i>1d</i>	7 842 192	3 884 079
Debtors	<i>1e</i>	184 899	169 417
Funding to be received	<i>IV / 1i</i>	1 031 581	1 245 358
Other debtors		299 642	217 672
Accrued income and prepaid expenses		185 917	226 265
		<u>9 544 232</u>	<u>5 742 791</u>
Non-current assets			
Fixed assets			
Miscellaneous equipment	<i>1f</i>	42 037	25 534
Financial assets			
Bank deposit	<i>1g</i>	332 631	354 250
		<u>374 668</u>	<u>379 784</u>
Total assets		<u>9 918 900</u>	<u>6 122 575</u>
Liabilities			
Current liabilities			
Short term debts		483 946	631 163
Funding received in advance	<i>IV / 1i</i>	5 848 659	2 377 137
Deferred income and accrued expenses		198 273	207 043
Miscellaneous loans		392	387
		<u>6 531 270</u>	<u>3 215 730</u>
Non-current liabilities			
Provision for legal affairs/litigation	<i>1h</i>	128 164	132 308
Provision for termination of staff contracts	<i>1h</i>	73 310	56 589
		<u>201 474</u>	<u>188 897</u>
Related Funds			
Initiative fund	<i>2a</i>	216 468	216 468
Solidarity fund	<i>2b</i>	46 014	39 218
Social funds for projects		-	-
Support Fund	<i>2c</i>	569 307	568 957
		<u>831 789</u>	<u>824 643</u>
Capital of the Foundation			
Foundation capital		50 000	50 000
FNL capital	<i>1b</i>	12 315	12 315
Unrestricted Capital		1 830 990	1 340 420
Net profit for the year		461 063	490 570
		<u>2 354 368</u>	<u>1 893 305</u>
Total liabilities		<u>9 918 900</u>	<u>6 122 575</u>

**II. Fondation Hironnelle's operating account
(in Swiss francs)**

	<u>2022</u>	<u>2021</u>
A. Income		
Public Funds		
Switzerland		
Switzerland (outside partnership contract)	1 695 823	1 832 038
Switzerland (SDC - Partnership contract)	3 175 300	2 996 896
Switzerland (Peace and Human Rights division)	57 023	-
FEDEVACO	68 100	68 709
Other		
UN Agencies (UNICEF, UNDP, IOM)	421 802	688 752
Danemark (FAMOC)	267 146	139 621
Netherlands	-	47 250
United Kingdom (FCDO, UKCSS)	55 445	243 364
H2H	35 897	-
Sweden	1 976 000	1 581 830
Czech Republic	81 870	168 587
Deutschland (GIZ)	179 340	6 572
European Union	2 634 078	4 549 345
Centre de crise et de soutien	257 993	-
USA	13 766	-
	<u>10 919 583</u>	<u>12 322 964</u>
Private Funds		
Switzerland		
Swiss Solidarity	392 046	408 351
Loterie Romande	30 000	51 100
RTS Partnership	75 000	75 000
Private Foundations	312 382	253 882
Private donors	109 128	168 460
Others		
Other donors	449 983	1 086 445
	<u>1 368 540</u>	<u>2 043 238</u>
Other products		
Income from services and sales	573 136	828 310
	<u>573 136</u>	<u>828 310</u>
Total Income	<u>12 861 258</u>	<u>15 194 512</u>
Unrestricted income	757 264	1 071 770
Restricted Income	12 103 994	14 122 742

	2022	2021
Expenditures		
Expenditure for projects		
Staff	6 160 938	6 905 149
Operations	4 193 754	5 672 498
Depreciation	488 736	464 752
	<u>10 843 427</u>	<u>13 042 399</u>
Expenditure for Administration		
Staff	758 083	638 466
Operations	450 283	478 480
Depreciation	18 303	31 472
	<u>1 226 669</u>	<u>1 148 418</u>
Expenditure for Fundraising and communication		
Staff	251 928	246 538
Operations	75 805	68 989
Depreciation	1 666	139
	<u>329 399</u>	<u>315 666</u>
Total Expenses	<u><u>12 399 495</u></u>	<u><u>14 506 483</u></u>
Operating result	<u><u>461 763</u></u>	<u><u>688 029</u></u>
Financial results		
Financial income	440	121
Gain/Loss on foreign exchange	9 429	-184 212
	<u>9 869</u>	<u>-184 091</u>
Exceptionnal result		
Exceptionnal Expenditures and Incomes	-10 569	-13 368
	<u>-10 569</u>	<u>-13 368</u>
Annual result before allocation	<u><u>461 063</u></u>	<u><u>490 570</u></u>
Allocations/withdrawals		
Allocation to Unrestricted Capital	-461 063	-490 570
Net profit/(loss) for the year	<u><u>-</u></u>	<u><u>-</u></u>

Operating accounts by project for the year 2022 (in Swiss francs)

	Burundi	Myanmar	Burkina Faso	West Africa training against Violence and	Transitional Justice	Journalism Trust Initiative	Madagascar	Mali	Niger	CAR	RDC	Media Education	Research	New Projects	COVID 19	Pakistan	Tunisia	Ukraine	MEALS	Headquarters	Total
Products																					
Bailleurs de fonds publics																					
Suisse																					
Switzerland (outside partnership contract)	-	-	368 483	-	-	-	30 457	-	684 474	512 067	100 342	-	-	-	-	-	-	-	-	-	1 695 823
Switzerland (SDC - Partnership contract)	47 165	205 625	116 513	-	296 182	17 345	68 581	368 715	93 912	152 542	319 495	1 086	87 272	193 118	133 948	3 417	-	90 089	78 982	901 312	3 175 300
Switzerland (Peace and Human Rights division)	-	-	-	57 023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	57 023
FEDDEVACO	-	-	-	-	-	-	68 100	-	-	-	-	-	-	-	-	-	-	-	-	-	68 100
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
UN Agencies (UNICEF, UNDP, IOM)	-	91 885	-	-	-	-	37 503	104 180	82 129	106 105	-	-	-	-	-	-	-	-	-	-	421 802
Danemark (FAMOC)	-	-	-	-	-	-	-	267 146	-	-	-	-	-	-	-	-	-	-	-	-	267 146
United Kingdom (FCDO, UKCSS)	-	-	-	-	-	-	-	33 379	22 066	-	-	-	-	-	-	-	-	-	-	-	55 445
H2H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	35 897
Sweden	-	-	660 000	-	-	-	-	1 316 000	-	-	-	-	-	-	-	35 897	-	-	-	-	1 976 000
Czech Republic	-	-	24 200	-	-	-	-	11 470	46 200	-	-	-	-	-	-	-	-	-	-	-	81 870
Deutschland (GIZ)	328 061	-	27 101	-	-	-	194 579	-	246 686	1 837 651	-	-	-	-	-	-	-	-	-	-	2 634 078
European Union	-	-	257 993	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	257 993
Centre de crise et de soutien	-	-	-	-	-	-	-	-	179 340	-	-	-	-	-	-	-	-	-	-	-	179 340
USA	-	-	-	-	-	-	-	-	13 766	-	-	-	-	-	-	-	-	-	-	-	13 766
Total public funds	375 226	297 510	1 454 291	57 023	296 182	17 345	399 220	2 100 890	1 368 572	2 608 365	419 837	1 086	87 272	193 118	133 948	39 314	-	90 089	78 982	901 312	10 919 583
Private funds																					
Switzerland																					
Swiss Solidarity	-	-	-	-	15 401	-	-	-	-	-	-	-	-	-	56 739	-	-	319 906	-	-	392 046
Loterie Romande	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	30 000	30 000
RTS Partnership	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	75 000	75 000
Private Foundations	-	20 000	-	-	75 000	-	-	50 000	-	9 882	-	-	-	-	-	-	-	117 500	-	40 000	312 382
Private Donors	-	-	5 576	-	1 283	-	-	5 750	60 174	-	-	-	-	-	-	-	-	5 986	-	30 360	109 128
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others Donors	-	-	-	-	50 000	37 053	-	4 677	13 421	-	-	5 290	9 506	-	89 187	-	240 849	-	-	-	449 983
Total private funds	-	20 000	5 576	-	141 684	37 053	-	60 427	73 595	9 882	-	5 290	9 506	-	145 926	-	240 849	443 392	-	175 360	1 368 540
Other products																					
Income from services and sales	-	-	25 182	-	-	-	-	37 006	155 746	160 527	171 644	-	201	-	-	-	-	-	-	22 830	573 136
Total others products	-	-	25 182	-	-	-	-	37 006	155 746	160 527	171 644	-	201	-	-	-	-	-	-	22 830	573 136
Total products	375 226	317 510	1 485 048	57 023	437 866	54 398	399 220	2 198 323	1 597 913	2 778 774	591 481	6 376	96 979	193 118	279 874	39 314	240 849	533 481	78 982	1 099 501	12 861 258
Direct Expenditures																					
Staff	126 023	223 609	749 221	2 227	334 370	31 298	222 853	1 199 875	861 433	1 378 750	247 913	4 136	93 289	182 396	102 479	18 473	81 988	223 949	76 654	1 010 011	7 170 949
Operations	142 386	38 761	506 493	49 612	85 792	20 589	182 923	710 912	741 063	910 549	254 023	2 240	3 691	10 723	155 509	18 492	93 193	264 474	2 328	526 088	4 719 840
Depreciation	85 355	-	104 571	-	-	-	-	25 276	19 870	236 754	-	-	-	-	10 903	-	6 007	-	-	19 969	508 707
Total direct expenditures	353 764	262 370	1 360 285	51 839	420 161	51 886	405 776	1 936 064	1 622 367	2 526 053	501 935	6 377	96 980	193 118	268 890	36 965	181 188	488 423	78 982	1 556 068	12 399 495
Operating result	-21 462	-55 140	-124 764	-5 184	-17 705	-2 512	6 556	-262 259	24 454	-252 721	-89 546	-	-	-	-10 983	-2 349	-59 661	-45 058	-	456 567	-461 763

III. Statement of cash flows

Statement of cash flows	<u>2022</u>	<u>2021</u>
Net profit/(loss) for the year	-	-
Depreciation of fixed assets	508 705	496 363
Decrease in provisions	12 577	66 932
Variation in bank deposits	21 618	-262 545
Decrease / (increase) debtors	-97 452	349 676
Decrease / (increase) in accrued income and prepaid expenses	40 348	-141 970
Decrease in other short term debts	-147 211	-129 128
Decrease / (increase) in deferred income and accrued expenses	-8 770	-1 457
Cash flow from operational activities	329 815	377 871
Cash flow from investing activities		
Investments in fixed assets	-525 208	-470 872
Cash flow from investing activities	-525 208	-470 872
Cash flow from financing activities		
Variation in restricted funds	3 685 297	-1 843 866
Variation in Related funds	7 146	23 471
Variation in Capital of the Foundation	461 063	490 570
Cash flow from financing activities	4 153 506	-1 329 825
Changes in cash and cash equivalents	3 958 113	-1 422 827
Changes in cash and cash equivalents		
Cash and cash equivalents at the beginning of the year	3 884 079	5 306 906
Cash and cash equivalents at the end of the year	7 842 192	3 884 079
Changes in cash and cash equivalents	3 958 113	-1 422 827

IV. Statement of changes in capital 2022

<i>Réf.*</i>	<i>Fund description</i>	<i>Opening balance 1.1.2022</i>	<i>Internally generated income</i>	<i>Allocation to funds</i>	<i>Internal transfers</i>	<i>Use of funds</i>	<i>Closing balance 31.12.22</i>	<i>Funding received in advance</i>	<i>Funding to be received</i>
	Restricted Funds								
	Burkina Faso Funds	634		2 328 229		-1 459 867	868 996	1 003 153	-134 157
	Burundi Funds	159 182		46 777		-375 226	-169 267	-	-169 267
	Covid Funds	-756 732		1 013 856		-279 874	-22 750	6 096	-28 846
	Media Education Funds	5 290		1 086		-6 376	-	-	-
	Research & Environment funds	-		96 778		-96 778	-	-	-
	West Africa training against Violence and extremism Funds	110 000		139 000		-57 023	191 977	191 977	-
	Transtionnal justice funds	-		543 866		-437 866	106 000	106 000	-
	JTI Funds	-		49 979		-54 398	-4 419	-	-4 420
	Madagascar Funds	190 523		161 813		-399 220	-46 885	1 015	-47 897
	Mali Funds	626 882		1 814 071		-2 161 317	279 636	427 307	-147 671
	MEAL Funds	-		93 382		-78 982	14 400	14 400	-
	Myanmar Funds	83 040		222 940		-317 510	-11 530	8 470	-20 000
	Niger Funds	-51 225		1 832 676		-1 442 167	339 284	565 053	-225 770
	New Project Funds	-		193 119		-193 118	1	1	-
	Pakistan Funds	-		59 724		-39 314	20 410	20 410	-
	Central African Republic Funds	401 552		4 324 063		-2 618 247	2 107 368	2 174 386	-67 018
	Democratic Republic of Congo Funds	87 059		340 657		-419 837	7 879	7 879	-
	Ukraine Funds	-		1 299 847		-533 481	766 366	841 365	-75 000
	Tunisia Funds	-4 102		133 415		-240 849	-111 536	-	-111 536
	Heaquarter Funds	279 676		1 203 142		-1 001 672	481 146	481 146	-
	Total Restricted funds	1 131 779		15 898 419		-12 213 122	4 817 076	5 848 659	-1 031 583
	Related funds								
2a	Initiative funds	216 468		-		-	216 468		
2b	Solidarity funds	39 218		6 796		-	46 014		
2c	Support Fund	568 957		350		-	569 307		
	Total Related funds	824 643		7 146		-	831 789		
	Capital of the Foundation								
	Foundation capital	50 000		-		-	50 000		
	FNL capital	12 315		-		-	12 315		
	Income from services and sales	-		648 136		-648 136	-		
	Unrestricted Capital	1 830 990		461 063		-	2 292 053		
	Operating result	-		-		-	-		
	Total Capital of the Foundation	1 893 305		1 109 199		-648 136	2 354 368		
	Total	3 849 727		17 014 764		-12 861 258	8 003 233		

IV. Statement of changes in capital 2021

Réf.*	Fund description	Opening balance 1.1.2021	Internally generated income	Allocation to funds	Internal transfers	Use of funds	Closing balance 31.12.21	Funding received in advance	Funding to be received
	Restricted Funds								
	Bangladesh funds	110 287		131 628		-241 915	-	-	-
	Burkina Faso funds	-146 485		1 544 164		-1 287 045	110 634	145 144	-34 510
	Burundi Funds	-		273 017		-113 835	159 182	159 182	-
	Covid funds	1 884 088		633 157		-3 273 977	-756 732	67 367	-824 099
	Media education funds	-		9 535		-4 245	5 290	5 290	-
	Research & Environment funds	-		64 083		-64 083	-	-	-
	Transtionnal justice funds	150 000		281 160		-431 160	-	-	-
	Madagascar funds	-138 814		833 327		-503 990	190 523	218 300	-27 777
	Mali funds	237 854		2 374 063		-1 985 035	626 882	639 426	-12 544
	Myanmar funds	25 227		349 020		-291 207	83 040	83 040	-
	Niger funds	11 633		1 649 247		-1 712 105	-51 225	11 919	-63 144
	New/other projects funds	8 540		74 620		-83 160	-	-	-
	Central african republic funds	697 891		2 593 782		-2 890 121	401 552	680 734	-279 182
	Democratic republic of congo	60 413		570 790		-544 144	87 059	87 059	-
	Tunisia funds	-6 088		45 400		-43 414	-4 102	-	-4 102
	Headquarter funds	81 100		1 020 359		-821 783	279 676	279 676	-
	Total Restricted funds	2 975 646		12 447 352		-14 291 219	1 131 779	2 377 137	-1 245 358
	Related funds								
2a	Initiative funds	216 468		-		-	216 468		
2b	Solidarity funds	14 155	6 901	-	18 162	-	39 218		
2c	Social funds for projects	18 162		-	-18 162	-	-		
2d	Support Fund	552 387		16 570		-	568 957		
	Total Related funds	801 172		16 570			824 643		
	Capital of the Foundation								
	Foundation capital	50 000		-		-	50 000		
	FNL capital	12 315		-		-	12 315		
	Income from services and sales	-		903 310		-903 310	-		
	Unrestricted Capital	1 340 420		490 570		-	1 830 990		
	Operating result	-		-		-	-		
	Total Capital of the Foundation	1 402 735		1 393 880		-903 310	1 893 305		
	Total	5 179 553		13 857 802		-15 194 528	3 849 727		

Information on provision variation

<i>Type of provision</i>	<i>Closing balance 31.12.20</i>	<i>Increase</i>	<i>Decrease / use</i>	<i>Closing balance 31.12.21</i>	<i>Increase</i>	<i>Decrease / use</i>	<i>Closing balance 31.12.22</i>
Provision for litigation	69 447	72 764	9 903	132 308	68 180	72 324	128 164
Provision for termination of staff contracts	52 518	21 901	17 830	56 589	28 779	12 058	73 310
Total provisions	121 965	94 665	27 733	188 897	96 959	84 382	201 474

Annex to the consolidated balance sheet

as of 31 December 2022

Presentation

Fondation Hironnelle is a Swiss non-profit organisation created in 1995 (article 80 and following of the Code civil Suisse), based in Lausanne, which provides information to populations facing crises, to enable them to take action in their daily lives and as citizens.

Through our action, several million people in countries at war, in post-conflict or humanitarian crisis contexts, and in societies in transition to democracy have access every day to media that speak to them, and that listen to them.

The Board of the Foundation is composed of three to fifteen members, at least half of whom are journalists or media professionals. Their term of office is four years, renewable twice at most. The Board appoints from among its members a Select Board of three to five members, including the Chairman of the Board.

In 2021, the annual report serves as a performance report. It has been prepared in accordance with the provisions of the accounting standard of the Swiss GAAP RPC fundamental and Swiss GAAP RPC 21. The accounts have been validated by the Foundation Board on 17 may 2023.

1/ Principles of accounting and presentation

a) General remarks

The presentation of the Fondation Hironnelle's financial statements is based on the overall concept of the recommendations of Swiss GAAP RPC Fundamentals and Swiss GAAP RPC 21. This presentation provides an image that reflects the reality of the organization's financial situation and revenues. The accounts comply with Swiss law and the Foundation's statutes.

The financial statements are based on the annual financial statements as at 31 December 2022, which have been prepared in accordance with uniform principles. Amounts in the accounts are rounded, which may result in minor differences in totals.

Fondation Hironnelle has adopted the Zewo method in its calculation of project, administrative and fundraising costs, as well as in their presentation (see www.zewo.ch).

b) Scope of integration

The financial statements contain the annual accounts of all the offices of Fondation Hironnelle in Mali, Niger, Burkina Faso, Central African Republic and Democratic Republic of Congo. Furthermore, FH integrates also the capital of Fondation Ndeke Luka of which it has full control.

It should be noted that we work through and with external partners, notably in Madagascar, Ukraine, Pakistan, Burundi and Myanmar.

c) Foreign currency conversion

Transactions in foreign currencies are converted at the average rates for the previous month of accounting.

Foreign currency assets and liabilities on the balance sheet as at 31 December are translated into Swiss francs at the exchange rates prevailing on 31 December. The results of these conversions are recorded in the financial result.

d) Cash

Cash, postal accounts, domestic banks and banks abroad are shown in the balance sheet at their nominal value.

e) Prepayments and accrued income

Receivables prepayments and accrued income are shown at their nominal value, after deducting corrections to reflect the recoverable amount.

f) Fixed Assets

Fondation Hironnelle use the straight-line depreciation method as follows:

IT equipment: 3 years from CHF 1'000 per unit

Other equipment: 3 years from CHF 2'000 per unit

Fixed assets abroad (*) Direct amortisation

For the record, fixed assets appear in the balance sheet at their acquisition costs less deduction of depreciation calculated according to a linear depreciation method.

* The Fondation Hironnelle uses equipment and vehicles for its projects abroad; these equipment and vehicles are fully depreciated when they are put into service. This situation is justified by the instability of the contexts and difficult conditions in which Fondation Hironnelle operates, which make it difficult to determine their generally short useful life and residual value.

g) Financial assets

Financial assets are entered in the balance sheet at acquisition value, taking into account any necessary adjustments.

h) Provisions

Provisions represent the value of future cash outflows resulting from past events, occurring without consideration. A reliable estimate of the amount of the provision can be made. These provisions are separated in the short term if the use is estimated at less than twelve months, beyond that the provisions are considered long term.

Since 2019, provisions for audit have been included in accrued expenses.

i) Revenue recognition

Financing contracts

Income from financing contracts with donors (governments, foundations, cantons, companies and other bodies) is listed as income in the year the expenditure being financed was incurred.

Concerning funds received for a specific project, which have not been used at the book closing date and will continue to be used in the coming years and there are contractual provisions specifying the possibility of returning the asset to the donor, are recorded as liabilities in Funding received in advance. The Funding to be received for signed funding contracts and covering future periods is mentioned in Funds not received for a specific project of which the financed expenditure is committed at the book closing date, are recorded on the balance sheet as Funds to be received. The part of the funds to be received for the signed financing contracts and covering future periods are referred to as Contingent assets.

The related budgetary obligations are considered as contingent engagements.

Income from services and donations

Income from services provided (contracts, expertise sales, etc.) is recognised when it is definitively acquired by the Hironnelle Foundation. They are considered as unrestricted funds, unless otherwise specified by the donor.

Donations are affected in compliance with the intention of the donor. Without an expressed intention, they are considered as unrestricted funds.

All other income received without any particular mention is recorded as unallocated income. In the event of non-use, the balance is allocated to free (generated) capital.

Swiss Departement of Cooperation

Funding summary (according to the table of changes in capital)	Opening balance 1.1.2022	Allocations to funds	Use of funds	Unspent funding on 31.12.2022	Funding to be recieved 31.12.2022	Closing balance 31.12.20212
Switzerland (outside partnership contract)	331'103	3'237'000	-3'175'300	412'804	-20'001	392'803
Switzerland (SDC - Partnership contract)	507'968	2'172'863	-1'695'823	1'100'592	-115'585	985'007
Swiss Funds peace and Human Rights division	110'000	139'000	-57'023	191'977	0	191'977

j) Taxes

Fondation Hironnelle is exempted from direct taxes on income by decree of 12 June 1995. This decision is not subject to any conditions.

Fondation Hironnelle has been taxable for VAT since 01.01.2019.

k) Fundraising and communication

Fundraising and communication expenses amount to CHF 329 399, equal to 2,7% of Foundation's total expenses.

2/ Comments on the financial statements

a) Funds governed by a set of rules of use

Initiative funds (a)

There was no movement in this fund in 2022.

Solidarity funds (b)

In order to ensure a certain fairness to all our projects, it was decided by the Foundation Board that the various funds aimed at supporting Fondation Hironnelle employees in need in the event of an extreme situation would all be put into a single fund. This fund is called the Solidarity Fund and totaled CHF 46'014 as at 31.12.22.

Support funds (c)

The support fund, intended exclusively to consolidate the financial base of the Fondation Hironnelle and to contribute to ensuring the liquidity it needs, CHF 350 was provided in 2022 to reach the amount of CHF 569 307.

b) Payments to members of the executive bodies

Members of the Executive Board and Foundation Council are volunteers

The payroll of Fondation's three executives totalled in 2021 CHF 412'076.40 (2020 : CHF 409'881.60).

c) Provident fund

As of 31 December 2022, 29 employees of Fondation Hironnelle (under Swiss law, subject to compulsory Swiss social insurance and with a salary of over CHF 10,000) (for 2021: 28 persons with a salary above the minimum LPP) out of a total of 245 professionals worldwide - are insured against the economic consequences of old age, disability and death with the Copré pension fund, according to a defined benefit plan. The contributions defined in the pension plan are financed by contributions from Fondation Hironnelle and its employees on a 60/40 basis. The employer's contributions are recorded for the period in which they were paid. The employer does not guarantee the pension benefits and the risks are guaranteed by the Copré collective pension scheme and reinsured by ElipsLife AG. With these BVG solutions, the risks of death and disability are transferred to an insurance company (ElipsLife AG). The company assumes the investment risk through the Copré collective pension fund, and the insured persons' retirement assets are invested directly in the capital markets. The investment strategy is determined by the Board of Trustees. If the strategy proves successful and generates high returns on the assets, the insured also benefit. If this is not the case and the pension fund makes losses on the invested capital in economically unfavourable years, it is obliged to pay interest on the compulsory BVG retirement assets at the statutory minimum interest rate. This can lead to a shortfall in the pension fund. This means that the pension fund is unable to fully meet its current and future

obligations. If this situation arises, the law allows the affiliated company and its insured to take remedial measures (e.g. additional contributions or a lower interest rate) until the level of coverage reaches 100% again.

d) Employees

At the end of 2022, Fondation Hironnelle employed 245 professionals worldwide (246 in 2021). The number of national staff has increased for the Foundation to 214 colleagues (208 in 2020), and the number of expatriates was 10 in post on long or short term contracts at the end of 2022 (10 expatriates in 2021). In addition to these employees, there were 100 interns and correspondents (199 in 2021), supported by 20 expert missions to the field (23 missions in 2021). The size of the head office has remained relatively stable and, as at 31 December 2022, it had 9 staff members occupying the equivalent of 7.8 full-time posts for direct project monitoring and 13 staff members (FTE 10.8) engaged in management, cross-cutting and support functions. Fondation Hironnelle is also training an apprentice and has been able to benefit throughout 2021 from the help of 2 trainees (FTE 1.6)

e) Valuation of contributions in kind

The free services received are valued according to the daily price of the Fondation Hironnelle's salary scale.

Our auditors made a pro-bono donation of CHF 23 000 in 2022 (2021 CHF 14 000).

Our partner in workplace wellness issues has made a pro-bono donation of 2 days X CHF 2 500 = CHF 5 000 (2020 7 500 CHF).

f) Off-balance sheet commitments

	Sub Office	Office	Leasing
Next deadline	31.01.2028	31.01.2028	01.09.2027
Number of months before end	61	61	57
Monthly payment	2'489	6'405	315
Off-balance commitments 31.12.2022	151'829	390'705	17'955
Off-balance commitments 31.12.2021	32'357	467'565	2'149

g) Contributions

Fondation Hironnelle pays annual dues to be a member of the following organizations:

- Global Forum for media Development (GFMD) 10'000 EUR
- Communication with Disaster Affected Community (CDAC) 5'000 GBP
- The Swiss Platform for Peacebuilding (KOFF) 800 CHF
- Fédération Vaudoise de Coopération (FEDEVACO) 400 CHF

- Community of Interest for Basic Commercial Training in the Canton of Vaud (CIFC-VD) 150 CHF
- Plateforme des ONG suisses 3'000 CHF
- Zewo 5'380 CHF