



HELVETAS Swiss Intercooperation, Zürich

**Report of the Statutory Auditor
on the Financial Statements
to the General Meeting
Financial Statements 2018**



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, income statement, cash flow statement, statement of changes in capital and notes for the year ended December 31, 2018. In accordance with Swiss GAAP FER 21 the information in the performance report is not subject to audit or examination 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 the requirements of Swiss law and the company's articles of incorporation and Swiss GAAP FER. 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, 2018 comply with Swiss law and the company's articles of incorporation and give a true and fair view of the financial position, the results of operations and the cash flows in accordance with Swiss GAAP FER.

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.

KPMG AG

Reto Kaufmann
Licensed Audit Expert
Auditor in Charge

Benedikt Laska

Zurich, May 17, 2019

Enclosure:

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

Balance sheet as at 31 December

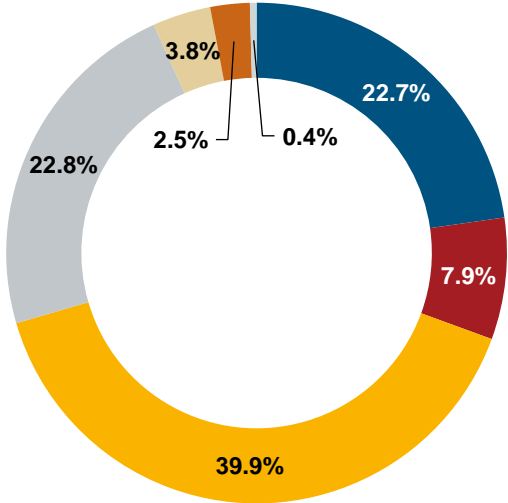
	Notes paragraph	2018 TCHF	2017 TCHF
Assets			
Cash and cash equivalents	1.1	32'915	31'554
Marketable securities	1.2	15'580	18'406
Receivables	1.3	2'774	2'915
Inventories	1.4	945	808
Net assets in project countries	1.5	12'642	13'354
Prepayments and accrued income	1.6	11'105	10'392
Current assets		75'962	77'430
Investments in financial assets	1.7	61	124
Tangible fixed assets	1.8	868	809
Intangible assets	1.8	544	376
Fixed assets		1'473	1'309
Assets		77'435	78'739
Liabilities			
Accounts payable	2.1	3'497	2'953
Accrued liabilities	2.2	45'929	45'188
Current liabilities		49'426	48'141
Provisions	2.3	102	99
Long-term liabilities		102	99
Liabilities		49'527	48'240
Restricted fund capital		2'589	4'621
Liabilities incl. fund capital		52'116	52'861
Elaborated unrestricted capital		11'201	11'759
Elaborated restricted capital		14'118	14'118
Organisational capital		25'319	25'878
Liabilities		77'435	78'739

Statement of operations

	Notes paragraph	2018 TCHF	2017 TCHF
Income			
Membership fees		2'366	2'421
Donation from the public		26'385	23'858
Legacies		1'327	1'460
Income from fundraising	3.1	30'078	27'739
Programme projects SDC	3.2	10'392	10'000
Project funding SDC	3.2	52'796	55'537
Project funding from organisations	3.3	30'154	26'967
Income from advisory services	3.4	4'971	3'342
Income from Fair Trade	3.5	3'372	2'980
Other operating income	3.6	568	491
Income from service provided		102'254	99'318
Income		132'331	127'057
Expenditure			
Africa		-30'970	-28'106
Asia		-36'254	-34'895
Latin America		-18'277	-19'686
Eastern Europe, Caucasus, Central Asia		-18'583	-19'249
Programme coordination & support from head office		-2'294	-2'362
Expenditures on international programmes	4.0	-106'377	-104'298
Expenditure on advisory services	4.1	-6'514	-5'375
Expenditure on projects in Switzerland	4.2	-5'651	-5'386
Expenditure on Fair Trade	4.3	-3'737	-3'623
Head Office		-4'873	-4'877
Fundraising		-7'495	-7'336
Head Office and fundraising	4.4	-12'368	-12'213
Expenditure from service delivered	4.5	-134'646	-130'895
Operating profit / loss		-2'315	-3'838
Financial result	5.0	-782	1'945
Other result	5.1	506	-243
Result before change in funds capital		-2'590	-2'136
Change in funds capital	6.0	2'032	2'066
Annual result before allocation to organisational capital		-558	-70

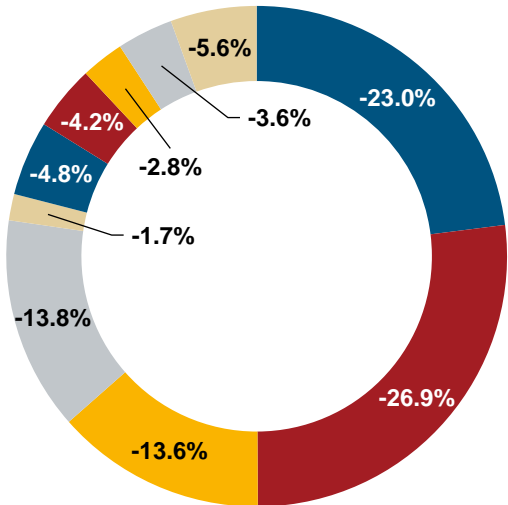
Origin of the funds

- Income from fundraising
- Project funding SDC
- Income from advisory services
- Other operating income
- Programme projects SDC
- Project funding from organisations
- Income from Fair Trade



Use of funds

- Africa
- Latin America
- Programme coordination & support from head office
- Expenditure on projects in Switzerland
- Head Office
- Asia
- Eastern Europe, Caucasus, Central Asia
- Expenditure on advisory services
- Expenditure on Fair Trade
- Fundraising



Cash flow statement

	2018	2017
	TCHF	TCHF
Cash flow from operations		
Annual result	-558	-70
Increase (+) / decrease (-) fund result	-2'032	-2'066
Depreciation/ amortisation of tangible fixed assets and intangible assets	458	373
Net write-offs (-) / net accumulation (+) of provisions	2	-245
Financial result	782	-1'945
Increase (+) / decrease (-) receivables	141	1'033
Increase (+) / decrease (-) inventories	-137	189
Increase (+) / decrease (-) net assets in project countries	712	-263
Increase (+) / decrease (-) prepayments accrued income	-713	-1'919
Increase (+) / decrease (-) accounts payable	544	437
Increase (+) / decrease (-) accrued liabilities	741	-5'896
Cash flow from operations	-61	-10'373
Cash flow from investing activities		
Investments (-) marketable securities	-2'728	-2'047
Investments (-) tangible fixed assets	-284	-69
Investments (-) intangible assets	-401	-245
Investments (-) / divestitures (+) financial assets	63	176
Disposal (+) marketable securities	4'715	5'112
Bank fees	-116	-119
Receiving interests and dividends from marketable securities and liquid assets	206	241
Cash flow from investing activities	1'455	3'049
Realized gain (+) / loss (-) on currency exchange rates	-33	179
Total cash flow	1'361	-7'144
Changes in cash		
Opening balance of cash	31'554	38'699
Closing balance of cash	32'915	31'554
Changes in cash	1'361	-7'144
Difference		

Statement of changes in capital

Information on the elaborated restricted capital

- 1 - Fundraising fund: This fund is to finance perennial investments in fundraising.
- 2 - Fluctuation reserve of marketable securities fund: This fund is to compensate larger fluctuations of marketable securities.
- 3 - Continuation of project's fund: This fund covers commitments of international projects in case of larger financing problems.
- 4 - Real estate fund: This fund finances investments in real estate.
- 5 - Social fund: This fund finances hardship cases of HELVETAS Swiss Intercooperation employees.
- 6 - Emergency response fund: This fund pre-finances emergency operations during disasters.

Internal fund transfers

The column 'internal funds transfers' shows on which continents the funds programme contribution, water projects, education projects and girl and women empowerment projects were used. The internal fund transfers are based on contractual agreements of the programme contribution with SDC and the definition of the project working areas.

	Balance 01.01.18	Earnings Allocation	Internal fund transfers	Utilization	Total result	TCHF Balance 31.12.18
Means from equity financing						
Elaborated unrestricted capital	11'759		-558		-558	11'201
Foreign currency effects						
Elaborated restricted capital						
- Subscribed organisational capital						
- Fund fundraising ¹	1'000					1'000
- Fund for value fluctuation of marketable securities ²	471					471
- Fund continuation of projects ³	9'831					9'831
- Real estate fund ⁴	1'790					1'790
- Social fund ⁵	527					527
- Emergency response fund ⁶	500					500
Annual result			558	-558		
Organisational capital	25'878			-558	-558	25'319
	Balance 01.01.18	Earnings Allocation	Internal fund transfers	Utilization	Total result	Balance 31.12.18
Means from capital fund						
Fund programme contribution		10'392	-9'401	-991		
Fund for water projects		1'680	-1'680			
Fund for girl and women empowerment		316	-316			
Fund for education projects		424	-424			
Assigned donations Africa	1'605	7'888	4'410	-12'950	-652	953
Assigned donations Asia	2'820	4'065	3'136	-8'735	-1'534	1'287
Assigned donations Latin America	1	980	3'102	-4'040	42	44
Assigned donations Eastern Europe, Caucasus, Central Asia		818	1'172	-1'928	62	62
Assigned donations expositions Switzerland	14	284		-235	49	64
Assigned fund capital	4'441	26'847		-28'879	-2'032	2'409
Empowerment fund	180					180
Usufructuary fund	180					180
Restricted fund capital	4'621	26'847		-28'879	-2'032	2'589

Statement of changes in capital

	Balance 01.01.17	Earnings	Allocation	Internal fund transfers	Utilization	Total result	TCHF Balance 31.12.17
Means from equity financing							
Elaborated unrestricted capital	11'829			-70		-70	11'759
Foreign currency effects							
Elaborated restricted capital							
- Subscribed organisational capital							
- Fund fundraising	1'000						1'000
- Fund for value fluctuation of marketable securities	471						471
- Fund continuation of projects	9'831						9'831
- Real estate fund	1'790						1'790
- Social fund	527						527
- Emergency response fund	500						500
Annual result				70	-70		
Organisational capital	25'947				-70	-70	25'878
	Balance	Earnings	Allocation	Internal	Utilization	Total	Balance
	01.01.17			fund		result	31.12.17
				transfers			
Means from capital fund							
Fund programme contribution			10'000	-9'062	-938		
Fund for water projects	259		1'633	-1'891		-259	
Fund for girl and women empowerment			216	-216			
Fund for education projects			340	-340			
Assigned donations Africa	1'817		5'879	3'956	-10'047	-212	1'605
Assigned donations Asia	3'887		3'672	3'754	-8'493	-1'067	2'820
Assigned donations Latin America	440		1'471	2'805	-4'714	-439	1
Assigned donations Eastern Europe, Caucasus, Central Asia			361	994	-1'355		
Assigned donations expositions Switzerland	104		32		-121	-89	14
Assigned fund capital	6'507		23'603		-25'669	-2'066	4'441
Empowerment fund	180						180
Usufructuary fund	180						180
Restricted fund capital	6'687		23'603		-25'669	-2'066	4'621

Annexe

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, in particular Swiss GAAP FER 21), the Swiss Code of Obligations, and the guidelines of the ZEWO Foundation. 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.

Change in the presentation

The financial statements for the year ended 31 December 2018 have been graphically revised. The presentation therefore differs in part from the annual financial statements of the previous year. No changes were made to the content of the previous year's figures. The financial statements are presented in thousands of Swiss francs (TCHF). Figures may not add up exactly due to rounding.

Associated organisations, individuals and organisations

The following organisations are regarded as associates:

- Alliance2015, Den Haag
- Alliance Sud (Arbeitsgemeinschaft der Hilfswerke), Bern
- Center for Rural Economy Development CRED, Hanoi Vietnam
- Cao Bang Development Center (Decen), Cao Bang Vietnam
- cinfo, Biel
- End Water Poverty Coalition, London
- Fairtrade International, Bonn
- Foundation Helvetas Honduras, Tegucigalpa
- HELVETAS Intercooperation gGmbH, Bonn
- Helvetas USA Inc., Minneapolis
- IFOAM, Bonn
- Knowledge Management for Development KM4DEV, Zürich
- KOFF/Swisspeace, Bern
- L'Association Intercooperation Madagascar AIM, Antananarivo Madagascar
- Max Havelaar-Stiftung, Basel
- Millenium Water Alliance, Washington DC USA
- Personalvorsorgestiftung der HELVETAS Swiss Intercooperation, Zürich
- Schweizer Forum für Berufsbildung und Internationale Zusammenarbeit FoBBIZ, Zürich
- Schweizer Plattform für nachhaltigen Kakao, Bern
- Skat Consulting und Skat Foundation, St. Gallen
- 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 reported if a binding donation commitment for the financial year has been received and the inflow of funds can be reliably estimated. If there are no written donation commitments, income from fundraising is taken into account after receipt of payment. 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 of 28/11/2015 in force since 01/01/2016 give preference to investments in marketable securities in the sustainable investment field and permit investments that are ecologically 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 4 years
- Software (intangible assets) 4 years

Financial assets

Financial assets are included in the balance sheet at acquisition costs minus depreciation for operational reasons. Since 2013, HELVETAS Swiss Intercooperation has held a 100% equity interest and voting right of HELVETAS Intercooperation gGmbH Bonn. HELVETAS USA was founded without capital contribution in accordance with the articles of incorporation dated 17 December 2014. HELVETAS Swiss Intercooperation controls HELVETAS USA 100% via its membership in the Board of Directors.

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 programme credit of SDC, an usufruct fund, three funds with defined use and donations tied to specific projects. The usufruct 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 empowerment of girls and women. These three fund subjects are key working areas of HELVETAS Swiss Intercooperation.

Organisational capital

The organisational capital includes 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 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 usufruct fund 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 fulfilment 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 to ensure the basic functioning of HELVETAS Swiss Intercooperation.

Explanatory notes to the balance sheet

	2018	2017
	TCHF	TCHF
1.1 Cash and cash equivalents		
Savings/ Post office/ Bank	32'915	31'554
Total Cash and cash equivalents	32'915	31'554
1.2 Marketable securities		
Stocks		4'124
Investment fund long-term bonds	7'024	8'125
Investment fund long-term stocks	5'770	3'018
Investment fund real estate	2'787	3'139
Total Marketable securities	15'580	18'406
1.3 Receivables		
Receivables from sales of goods and services	177	180
Receivables from polity	105	110
Allowances	-15	-15
Pension fund	1'158	1'108
Receivables from subsidiaries	2	3
Other receivables	1'346	1'529
Total Receivables	2'774	2'915
1.4 Inventories		
Sales of Fair Trade goods	1'030	978
Provision for depreciation for stock of merchandise	-85	-170
Total Inventories	945	808

1.5 Net assets in project countries

	2018		2017	
	TCHF		TCHF	
	Assets	Liabilities	Assets	Liabilities
Ethiopia	436	232	1'014	187
Albania	759	246	597	187
Bangladesh	1'133		397	
Benin	623	155	656	159
Bhutan	80	8	141	53
Bolivia	262	18	553	35
Bosnia-Herzegovina	220	37	226	49
Burkina Faso	1'306	280	1'497	121
Guatemala	1'443	203	1'565	177
Haiti	120	35	158	
Honduras	158	38	280	31
Kyrgyzstan	289	15	265	
Kosovo	572	8	105	14
Laos	582	39	302	35
Madagascar	264	88	175	79
Mali	482		334	8
Macedonia	171	2	9	
Mozambique	703	5	362	3
Myanmar	221	7	258	
Nepal	3'480	382	3'675	301
Niger	41	44	260	18
Pakistan	268	46	1'031	32
Peru	720	286	697	370
Serbia	239	3	211	12
Sri Lanka	88	17	45	14
Tadzhikistan	19	11	208	82
Tanzania	73	16	141	48
Vietnam	137	23	226	19
Total	14'887	2'245	15'390	2'035
Total Net assets in project countries	12'642		13'354	

	2018	2017
	TCHF	TCHF
1.6 Prepayments and accrued income		
Advance payments on SDC projects	2'490	2'749
Advance payments on SECO projects		8
Advance payments on EU projects	304	278
Advance payments Swiss Solidarity	687	110
Advance payments DFID (Dept. for International Development)		939
Advance payments IFAD		262
Advance payments on projects from other funders	5'173	4'549
Other prepayments and accrued income	1'971	1'497
Accruals towards subsidiaries	481	
Total Prepayments and accrued income	11'105	10'392
1.7 Investments in financial assets		
Investments and loans	10	16
Investments in subsidiaries	31	31
Rent deposits	20	76
Total Investments in financial assets	61	124

Fixed asset schedule

1.8 Tangible fixed assets and intangible assets					TCHF
	Balance 01.01.18	Acquisitions	Disposal	Reclassifications	Balance 31.12.18
Acquisition value					
Installations	2'473	161	-348		2'286
IT Hardware	668	123	-122		669
Other tangible fixed assets	59		-11		48
Total Tangible fixed assets	3'200	284	-481		3'002
Intangible assets	2'837	401	-345		2'893
Total Acquisition value	6'037	685	-827		5'895
Accumulated value adjustments					
Installations	-1'817	-128	348		-1'597
IT Hardware	-521	-94	122		-493
Other tangible fixed assets	-53	-2	11		-44
Total Tangible fixed assets	-2'391	-224	481		-2'134
Intangible assets	-2'461	-234	345		-2'349
Total Accumulated value adjustments	-4'852	-458	827		-4'483
Net book value					
Installations	656	32			688
IT Hardware	147	29			176
Other tangible fixed assets	6	-2			4
Total Tangible fixed assets	809	59			868
Intangible assets	376	168			544
Total Net book value	1'185	227			1'412
	Balance 01.01.17	Acquisitions	Disposal	Reclassifications	Balance 31.12.17
Acquisition value					
Installations	2'468	5			2'473
IT Hardware	613	56			668
Other tangible fixed assets	51	8			59
Total Tangible fixed assets	3'131	69			3'200
Intangible assets	2'593	245			2'837
Total Acquisition value	5'723	314			6'037
Accumulated value adjustments					
Installations	-1'696	-121			-1'817
IT Hardware	-439	-81	-1		-521
Other tangible fixed assets	-51	-2			-53
Total Tangible fixed assets	-2'185	-204	-1		-2'391
Intangible assets	-2'292	-169			-2'461
Total Accumulated value adjustments	-4'477	-373	-1		-4'852
Net book value					
Installations	771	-115			656
IT Hardware	174	-26	-1		147
Other tangible fixed assets		6			6
Total Tangible fixed assets	946	-135	-1		809
Intangible assets	301	76			376
Total Net book value	1'246	-60	-1		1'185

The investment goods in project countries (mainly vehicles and IT-hardware) are not stated in the balance sheet because their life cycle and the operational risk is not predictable.

	2018	2017
	TCHF	TCHF
2.1 Accounts payable (short-term)		
Accounts payable for deliveries of merchandise/ services	1'054	1'009
Accounts payable from projects	1'857	1'412
Other accounts payable	586	533
Total Accounts payable (short-term)	3'497	2'953
2.2 Accrued liabilities		
Advance payments on projects SDC	29'839	28'533
Advance payments on projects SECO	3'661	1'498
Advance payments on projects EU	2'113	2'873
Advance payments on projects Swiss Solidarity	575	2'883
Advance payments on projects DFID		1
Advance payments on projects IFAD	219	
Advance payments from other funders	5'531	5'235
Other prepayments and accrued income	3'990	4'164
Total Accrued liabilities	45'929	45'188

Provisions

	Balance 01.01.18	Allocation	Utilization	Reversal	Currency translatio n effect	Result	TCHF Balance 31.12.18
2.3 Change in provisions							
Pension obligations personnel abroad	99	2				2	102
Total Provisions	99	2				2	102
	Balance 01.01.17	Allocation	Utilization	Reversal	Currency translatio n effect	Result	Balance 31.12.17
Change in provisions							
Pension obligations personnel abroad	345	13	-145	-113		-245	99
Total Provisions	345	13	-145	-113		-245	99

Notes to the statement of operations

	2018	2017
	TCHF	TCHF
3.1 Income from fundraising		
Membership fees	2'366	2'421
Donation from the public		
Of private persons	12'712	12'439
Of private institutions	11'739	9'451
Of cantons and municipalities	1'934	1'968
Total Donation from the public	26'385	23'858
Total Legacies	1'327	1'460
Total Income from fundraising	30'078	27'739
Restricted	16'455	13'603
Unrestricted	13'623	14'136
Income from service provided		
3.2 Project funding SDC		
Programme projects	10'392	10'000
Commissioned projects	52'796	55'537
Total Project funding SDC	63'188	65'537
3.3 Project funding from organisations		
Project funding SECO	2'006	4'451
Project funding EU	4'241	2'995
Project funding DFID	1'055	3'327
Project funding IFAD	478	412
Project funding Swiss Solidarity	3'974	3'466
Project funding from organisations	18'361	12'274
Project funding from subsidiaries	40	43
Total Project funding from organisations	30'154	26'967
3.4 Income from advisory services		
Consulting SDC	1'871	1'970
Consulting IFAD	773	
Consulting other organisations	2'327	1'372
Total Income from advisory services	4'971	3'342
3.5 Income from Fair Trade		
Income from trade in goods	3'330	2'932
Other revenue Fair Trade	42	48
Total Income from Fair Trade	3'372	2'980
3.6 Other operating income		
Sponsoring for campaign / exhibitions	125	131
Other operating income	442	360
Total Other operating income	568	491
Total Income from service provided	102'254	99'318

Notes to the statement of operations

4.0 Expenditures international programmes

Distribution by country

	2018 TCHF	2017 TCHF
Ethiopia	-4'045	-3'519
Benin	-3'666	-6'208
Burkina Faso	-8'363	-4'660
Madagascar	-2'715	-1'917
Mali	-5'025	-5'151
Mozambique	-2'848	-2'510
Niger	-2'049	-1'246
Tanzania	-2'259	-2'896
Total Africa	-30'970	-28'106
Afghanistan		-12
Bangladesh	-7'618	-2'819
Bhutan	-1'895	-2'324
India	-122	-21
Laos	-4'457	-4'768
Myanmar	-3'123	-2'103
Nepal	-14'448	-17'428
Pakistan	-1'882	-2'977
Southeast Asia emergency aid	-528	-488
Sri Lanka	-476	-522
Vietnam	-1'704	-1'433
Total Asia	-36'254	-34'895
Bolivia	-7'167	-6'054
Ecuador		-2
Guatemala	-4'269	-4'231
Haiti	-2'750	-2'322
Honduras	-1'422	-1'397
Peru	-2'669	-5'680
Total Latin America	-18'277	-19'686
Albania	-2'971	-4'078
Bosnia-Herzegovina	-1'171	-934
Kyrgyzstan	-3'442	-4'195
Kosovo	-5'527	-5'745
Macedonia	-750	-126
Moldova	-75	
Serbia	-1'769	-1'162
Tadzhikistan	-2'878	-3'009
Total Eastern Europe, Caucasus, Central Asia	-18'583	-19'249
Total Expenditures international projects	-104'083	-101'936
Programme coordination & support from head office	-2'189	-2'257
Operating contributions to subsidiaries	-105	-105
Total Expenditures international programmes	-106'377	-104'298

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

Notes to the statement of operations

	2018	2017
	TCHF	TCHF
Distribution by costs		
Expenditures international projects		
Salaries	-32'382	-29'350
Travel / representation costs	-4'455	-4'859
Administration costs	-2'915	-2'892
Rent / maintenance costs	-3'998	-3'854
Supplies / services costs	-51'610	-58'259
Supplies / services costs subsidiaries	-535	-261
Depreciation	-8'189	-2'462
Total Expenditures international projects	-104'083	-101'936
In the reporting year, there were major purchases of capital goods in various program countries, which were written off directly.		
Expenditures programme coordination / support from head office		
Salaries	-1'668	-1'748
Travel / representation costs	-137	-137
Administration costs	-68	-64
Rent / maintenance costs	-213	-222
Supplies / services costs	-85	-71
Supplies / services costs subsidiaries	-105	-105
Depreciation	-17	-15
Total Expenditures programme coordination / support from head office	-2'294	-2'362
Total Expenditures international programmes	-106'377	-104'298
4.1 Expenditures advisory services		
Salaries	-3'473	-3'317
Travel / representation costs	-320	-240
Administration costs	-151	-225
Rent / maintenance costs	-325	-296
Supplies / services costs	-2'222	-1'276
Supplies / services costs subsidiaries	-7	-7
Depreciation	-16	-14
Total Expenditures advisory services	-6'514	-5'375
4.2 Expenditure on projects in Switzerland		
Communications	-276	-316
Events and education	-986	-1'012
Online and publications	-1'339	-1'244
Media and politics	-1'020	-937
Development policy	-645	-539
Programme coordination and support	-1'385	-1'338
Total Expenditure on projects in Switzerland	-5'651	-5'386

Notes to the statement of operations

	2018	2017
	TCHF	TCHF
Distribution by costs		
Salaries	-3'112	-3'033
Travel / representation costs	-98	-86
Administration costs	-170	-142
Rent / maintenance costs	-374	-351
Supplies / services costs	-1'772	-1'699
Depreciation	-124	-75
Total Expenditure on projects in Switzerland	-5'651	-5'386
4.3 Expenditure from Fair Trade		
Salaries	-1'089	-1'046
Travel / representation costs	-5	-10
Administration costs	-149	-167
Rent / maintenance costs	-124	-115
Depreciation	-150	-249
Purchasing goods	-1'516	-1'402
Printing- and mailing costs	-704	-634
Total Expenditure from Fair Trade	-3'737	-3'623
4.4 Expenditures head office and fundraising		
Salaries	-3'793	-3'776
Travel / representation costs	-121	-130
Administration costs	-485	-528
Rent / maintenance costs	-240	-254
Fundraising	-7'495	-7'336
Depreciation	-234	-189
Total Expenditures head office and fundraising	-12'368	-12'213
Thereof expenditures fundraising		
Public fundraising	-5'567	-5'727
Individual fundraising	-1'603	-1'408
Operating contributions to subsidiaries	-325	-200
Total Thereof expenditures fundraising	-7'495	-7'336

Salaries amount to TCHF 2417 (Previous year TCHF 2230).

Notes to the statement of operations

	2018	2017
	TCHF	TCHF
4.5 Expenditures for services provided according to total costs		
Salaries	-45'518	-42'270
Travel / representation costs	-5'136	-5'463
Administration costs	-3'939	-4'017
Rent / maintenance costs	-5'274	-5'092
Supplies / services costs	-55'689	-61'305
Supplies / services costs subsidiaries	-646	-373
Purchasing goods	-1'516	-1'402
Printing- and mailing costs	-704	-634
Fundraising	-7'495	-7'336
Depreciation	-8'730	-3'005
Total Expenditures for services provided according to total costs	-134'646	-130'895
The annual average of fulltime employees was more than 1400 (previous year 1300).		
5.0 Financial result		
Financial income		
Interest / dividends from securities	206	241
Profit from securities	130	1'699
Profit from currency exchange rate	488	273
Total Financial income	823	2'212
Financial expenditures		
Loss from securities	-969	-55
Loss from currency exchange rate	-520	-93
Bank fees	-116	-119
Total Financial expenditures	-1'605	-267
Total Financial result	-782	1'945
5.1 Other result		
Other income	16	10
Other expenses	-12	-7
Extraordinary income	614	384
Extraordinary expenses	-112	-630
Total Other result	506	-243
The extraordinary income is mainly composed of TCHF 356 release of project accruals and TCHF 114 from the liquidation of the foundation Intercooperation		
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 12 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 26'620 (2017: CHF 17'956).

No expenses were paid to the ten members of the Advisory Board of HELVETAS Swiss Intercooperation during the financial year 2018.

The salaries and lump sum expenses of the six members of the management board amounted to CHF 1'187'281 (2017: CHF 1'268'786) for the business year. Out of which CHF 203'211 (2017: CHF 207'227) 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 2018 grants totalling CHF 554'567 (out of which CHF 428'884 as project contribution) (2017: CHF 360'141 out of which CHF 226'523 as project contribution) were made to HELVETAS Intercooperation GmbH in Bonn, as well as to Helvetas USA CHF 330'737 (2017: CHF 200'160).

Employee Benefit Scheme

HELVETAS Swiss Intercooperation employees are insured by the Pension Fund of HELVETA Swiss Intercooperation.

Pension Fund HELVETAS Swiss Intercooperation 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 2017. The benefit scheme is financed through employee contributions (7%) and employer contributions (9-13%) on the insured and declared annual salary. The insured can increase their savings contributions to 8% on voluntary 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	
		31.12.2018	31.12.2018			31.12.2017	2018
Pension Fund HELVETAS	0	0	0	0	2'016	2'016	1'882
Employer contribution reserves (AGBR) in TCHF	Nomial value 31.12.2018	Waiver of use in 2018	Balance 31.12.2018	Formation in 2018	Balance 31.12.2017	Result from AGBR within personal expenses*	
						2018	2017
Pension Fund HELVETAS	0	0	0	0	0	0	207

* The booking accrued in other income

Gratuitous services

In financial year 2018 gratuitous services have been rendered amounting to 400 man days (prior year 328) which is equivalent to a comparable HELVETAS Swiss Intercooperation's salary of CHF 106'000 (prior year 86'920).

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 2018 the 12 members of the Board of Directors of HELVETAS Swiss Intercooperation provided gratuitous services amounting to 180 days.

In 2018 HELVETAS Swiss Intercooperation could benefit from gratuitous advertising services totalling CHF 1'500'000 (prior year CHF 1'754'400) (advertisement, poster).

Auditor fees

The auditor fees totalled CHF 105'280 (compared to CHF 85'400 for the previous year) for audit services and CHF 39'630 CHF for other services (compared to CHF 12'380 for the previous year).

Residual amount of current leasing and rental liabilities

There are no leasing commitments.

Rent commitments not maturing or that cannot be cancelled within the next 12 months total CHF 3'663'045 (prior year CHF 4'397'829) at the next termination date.

Events after the closing date

The financial statements were approved for publication by the Board of Directors on 18th May 2019. They must also be approved by the HELVETAS Swiss Intercooperation General Meeting on 15th June 2019. Nothing has taken place since 31st December 2018 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 2018 or that would need to be disclosed here.

The original German version of the financial statement shall prevail.