

Finance section

Annual Report

2018/2019

For children. For the future.

Contents

4	Use of income from donations
5	Balance sheet
6	Income statement
8	Statement of cash flow
9	Statement of changes in capital
10	Statement of changes in capital by country in the reporting year
12	Statement of changes in capital by country in the previous year
14	General accounting principles
16	Project expenditure
23	Comments on individual items in the balance sheet
26	Comments on individual items in the income statement
29	Further comments on the annual financial statements
30	Performance report 2019
32	Auditor's report

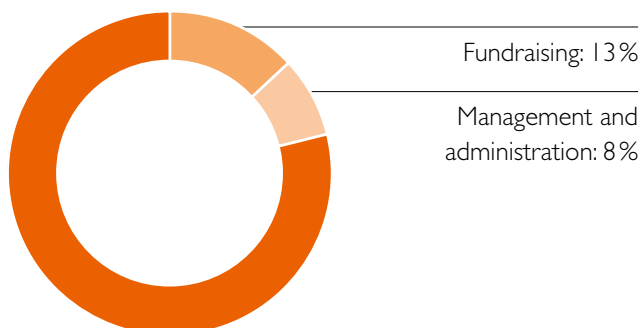
Use of income from donations

In the financial year 2019, income fell from CHF 31.1 million to CHF 28.9 million. The decline of 7% is mainly due to a slight decrease in sponsorship donations and a decline in public funding. However, income in the area of food and emergency relief and donations in kind increased.

In terms of revenue, 77% is derived from private donors and 18% from public sources or multilateral organisations. We have had extensive programmes entrusted to us by organisations such as the World Food Programme of the United Nations (WFP) and the European Union (EU). We spent CHF 20.7 million for project related work in financial year 2019. This is 4% less than the previous year. The Swiss domestic cost structure was reduced by 8% in the same period. Organisational capital and restricted fund capital increased by CHF 1.0 million.

Use of donations

The free and committed reserves increased by CHF 1.0 million in the reporting year. In the past five years, we have been able to allocate an average of 79% of our revenue to project related work. Management and administrative costs comprised approx. 8% of spending, while fundraising expenditure amounted to 13%.



79%
PROJECT WORK

Balance sheet

in CHF	Notes*	30/09/2019	30/09/2018
Assets			
Cash	1	10,277,005	8,620,922
Receivables from projects and third parties	2	152,876	133,786
Prepayments and accrued income		139,038	1,933
Current assets		10,568,919	8,756,641
Tangible assets	3	21,289	36,426
Intangible assets	3	0	10,931
Non-current assets		21,289	47,357
Total assets		10,590,208	8,803,998
Liabilities			
Other accounts payable to projects and third parties	4	535,218	356,517
Accrued liabilities and deferred income	4	690,068	116,949
Current liabilities		1,225,286	473,466
Restricted fund capital	5	7,515,549	7,186,214
The Foundation's capital		1,849,374	1,144,318
Organisational capital	6	1,849,374	1,144,318
Total liabilities		10,590,208	8,803,998

*See comments on balance sheet and income statement page 23 ff.

The figures are shown without decimal places. The total is calculated from the actual figures.

Income Statement

in CHF	Notes	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
Income			
Regional development projects		21,818,221	22,527,225
Emergency aid and disaster relief		576,567	692,406
Theme-oriented projects		383,208	883,495
Public sector contributions	7	2,507,051	4,491,417
Food, emergency relief and donations in kind	8	2,651,046	1,946,928
Unrestricted donations		478,066	444,293
Sponsorship contributions		500	12,345
Other donation income	9	519,399	61,433
Total income		28,934,058	31,059,542
Expenses			
Project work	10	-19,418,027	-20,181,424
Communication and advocacy		-87,214	-149,271
Personnel expenses	12	-1,104,043	-1,204,527
Travel and representation expenses		-45,766	-54,365
Expenditure on project work		-20,655,050	-21,589,587
Personnel expenses	12	-3,300,073	-3,997,534
Travel and representation expenses		-72,230	-139,462
Fundraising	11	-2,859,511	-2,620,400
Office and administration expenses		-383,390	-263,184
Premises (rent, heating, electricity) expenses		-284,070	-251,734
Maintenance expenses		-240,252	-402,221
Other expenses		-15,426	-13,330
Depreciation of tangible and intangible assets	3	-31,957	-96,272
Expenditure on domestic work	13	-7,186,909	-7,784,136
Operating result		1,092,099	1,685,819

in CHF	Notes	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
Financial income		17,726	37,091
Financial expenditure	14	-117,999	-68,831
Financial income		-100,272	-31,741
Other income	15	42,564	958,114
Other income		42,564	958,114
Annual income before fund result		1,034,390	2,612,192
Allocation to restricted funds		27,934,893	30,623,279
Use of restricted funds		-27,605,559	-28,086,424
Change in restricted funds		329,334	2,536,856
Annual result before allocations to/withdrawals from organisational capital	6	705,056	75,337
Allocations to/withdrawals from the Foundation's capital		-705,056	-75,337
Annual result		0	0

The figures are shown without decimal places. The total is calculated from the actual figures.

Statement of cash flow

in CHF	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
Operational activity		
Annual income before fund result	1,034,390	2,612,192
Depreciation of tangible and intangible assets	31,957	96,272
Decrease/increase in receivables	-19,089	96,569
Decrease/increase in prepayments and accrued income	-137,105	-1,933
Increase/decrease in other short-term accounts payable	178,701	26,369
Increase/decrease in accrued liabilities and deferred income	573,118	-124,421
Cash flow from operational activity	1,661,972	2,705,048
Investment activity		
Investments in tangible assets	-5,889	-50,602
Investments in intangible assets	0	-3,024
Divestments/investments in financial assets	0	0
Cash flow from investment activity	-5,889	-53,626
Financing activity		
Cash flow from financing activity	0	0
Change in cash	1,656,083	2,651,422
Change in net cash		
Opening balance of cash as at 1 October	8,620,922	5,969,500
End balance of cash as at 30 September	10,277,005	8,620,922
Change in cash	1,656,083	2,651,422

The figures are shown without decimal places. The total is calculated from the actual figures.

Statement of changes in capital

in CHF	Opening balance as at 01.10.2018	Income (internal)	Allocation (external)	Internal fund transfers (net)	Withdrawal (external)	End balance as at 30.09.2019
Funds from self-financing						
The Foundation's capital	1,144,318		1,059,455		-354,399	1,849,374
Organisational capital	1,144,318		1,059,455		-354,399	1,849,374
Makindube Area Programme (Tanzania)	1,446,735		825,231	-1,356,198	-915,767	0
Harobanda & Karadje Banguey-Do Area Programmes (Niger)	574,621		498,980	-248,391	-825,210	0
Mancos & Querococha Area Programmes (Peru)	2,220,393		1,217,501	-950,000	-1,520,261	967,633
Diago & Neguela Area Programmes (Mali)	1,066,283		1,839,742	-602,668	-1,502,734	800,622
Education & Income projects	-2,114,944		64,629	1,918,276	132,039	0
Water & Hygiene projects	-1,248,817		9,820	1,238,982	15	0
Other funds	5,241,944		23,478,991	0	-22,973,641	5,747,294
Restricted fund capital	7,186,214		27,934,893	0	-27,605,559	7,515,549
Total capital	8,330,532		28,994,348	0	-27,959,958	9,364,923

in CHF	Opening balance as at 01.10.2017	Income (internal)	Allocation (external)	Internal fund transfers (net)	Withdrawal (external)	End balance as at 30.09.2018
Funds from self-financing						
The Foundation's capital	1,068,981		1,431,468		-1,356,131	1,144,318
Organisational capital	1,068,981	2,612,192	1,431,468	2,612,192	-1,356,131	1,144,318
Restricted fund capital	4,649,359		30,623,279		-28,086,424	7,186,214
Total capital	5,718,340		32,054,747		-29,442,555	8,330,532

The figures are shown without decimal places. The total is calculated from the actual figures.

Statement of changes in capital by country in the reporting year

Country	Reserve 01.10.2018	Allocation	Use	Project allocation	Reserve 30.09.2019
Africa					
East Africa					
Kenya		743,287	-942,346	199,060	
Rwanda		59,513	-35,997	-23,516	
Somalia		861,078	-1,172,120	311,041	
South Sudan		5,064	13,755	-18,819	
Tanzania	2,402,911	2,531,621	-2,438,732	-1,266,911	1,228,889
Total East Africa	2,402,911	4,200,563	-4,575,439	-799,146	1,228,889
Southern Africa					
Angola		245,870	-261,708	15,838	
Mozambique	231,383	776,033	-1,111,515		-104,099
Zimbabwe	-111,531	258,779	-412,757		-265,509
South Africa		11,512	-13,318	1,806	
Total Southern Africa	119,852	1,292,194	-1,799,299	17,644	-369,608
West Africa					
Mali	1,066,283	1,839,742	-1,502,734	-602,668	800,622
Mauritania	-159,687	225,414	-372,522		-306,795
Niger	574,621	498,980	-825,210	-248,391	
Senegal	-125,240	350,785	-444,547	216,468	-2,534
Chad	347,820	713,389	-686,182		375,028
Total West Africa	1,703,797	3,628,309	-3,831,194	-634,591	866,321
Total Africa	4,226,560	9,121,066	-10,205,931	-1,416,092	1,725,602
Asia					
Bangladesh	1,564,345	3,351,356	-3,807,180	57,983	1,166,503
India	635,827	1,285,613	-1,255,451	40	666,029
Indonesia		189,782	-184,018		5,764
Mongolia	172,070		-178,791	112,966	106,245
Nepal	690,110	1,345,850	-1,172,153		863,807
Vietnam	1,138,655	1,094,036	-1,319,519		913,173
Total Asia General	4,201,007	7,266,636	-7,917,111	170,989	3,721,521

Country	Reserve 01.10.2018	Allocation	Use	Project allocation	Reserve 30.09.2019
Central Asia					
Pakistan			5,467	-5,467	
Total Central Asia			5,467	-5,467	
Total Asia	4,201,007	7,266,636	-7,911,644	165,522	3,721,521
Latin America					
Bolivia	-333,400	1,909,751	-1,705,100		-128,749
Dominican Republic	509,984	760,488	-699,104		571,368
Haiti	-66,220			66,220	
Nicaragua	637,621	1,555,647	-1,615,388		577,879
Peru	2,220,393	1,217,501	-1,520,261	-950,000	967,633
Total Latin America	2,968,376	5,443,387	-5,539,852	-883,780	1,988,131
Eastern Europe/Middle East					
Armenia	702,355	634,343	-780,031		556,667
Georgia	97,641	566,330	-601,556		62,415
Iraq		2,413	-306,855	304,441	
Jordan		8,383	-1,598,678	1,590,294	
Lebanon		8,605	-136,172	127,567	
Total Eastern Europe/Middle East	799,996	1,220,075	-3,423,291	2,022,302	619,082
Theme-oriented projects	-5,009,724	4,883,729	-657,740	244,948	-538,788
Restricted fund capital	7,186,214	27,934,893	-27,738,460	132,900	7,515,549
Unrestricted donations	1,144,318	1,059,455	-221,498	-132,900	1,849,374
Total capital	8,330,532	28,994,348	-27,959,958	0	9,364,923

All the figures are shown without decimal places. The total is calculated from the actual figures.

Statement of changes in capital by country in the previous year

Country	Reserve 01.10.2017	Allocation	Use	Project allocation	Reserve 30.09.2018
Africa					
East Africa					
Kenya	-9,961	912,084	1,299,972	397,848	
Rwanda	-453,532	1,683,497	2,097,032	867,067	
Somalia		94,448	217,257	122,810	
South Sudan		500,598	688,124	187,526	
Tanzania	2,174,820	2,234,732	2,006,642		2,402,911
Total East Africa	1,711,327	5,425,360	6,309,028	1,575,252	2,402,911
Southern Africa					
Angola		364,945	626,288	261,343	
Mozambique	703,834	922,225	1,394,770	95	231,383
Zambia		48,225	53,225	5,000	
Zimbabwe	-221,187	362,418	252,762		-111,531
South Africa		89,032	145,329	56,297	
Total Southern Africa	482,647	1,786,845	2,472,375	322,735	119,852
West Africa					
Ghana	766		186	-580	
Mali	616,230	2,213,759	1,763,706		1,066,283
Mauritania	21,989	329,455	511,131		-159,687
Niger	1,005,011	634,392	1,064,782		574,621
Senegal	-102,278	245,607	268,569		-125,241
Chad	260,470	806,030	718,680		347,820
Total West Africa	1,802,188	4,229,243	4,327,054	-580	1,703,797
Total Africa	3,996,162	11,441,447	13,108,457	1,897,407	4,226,560
Asia					
Bangladesh	1,338,646	2,140,598	1,914,899		1,564,345
India	673,263	1,258,453	1,293,565	-2,324	635,827
Mongolia	499,772	740	328,442		172,070
Nepal	716,371	1,374,296	1,400,557		690,110
Vietnam	1,246,043	1,354,713	1,462,101		1,138,655
Total Asia	4,474,095	6,128,800	6,399,564	-2,324	4,201,007

Country	Reserve 01.10.2017	Allocation	Use	Project allocation	Reserve 30.09.2018
Latin America					
Bolivia	-40,823	1,925,894	2,216,182	-2,290	-333,400
Dominican Republic	405,103	893,036	788,155		509,984
Haiti	42,609	180,214	289,044		-66,220
Nicaragua	639,591	1,479,382	1,487,240	5,888	637,621
Peru	2,378,142	1,547,970	1,705,720		2,220,393
Latin American and Caribbean Regional Office		6,486	597	-5,888	
Total Latin America	3,424,622	6,032,983	6,486,938	-2,290	2,968,376
Eastern Europe/Middle East					
Armenia	747,356	668,959	713,961		702,355
Georgia	-209,298	669,969	346,639	-16,392	97,641
Iraq			337,035	337,035	
Jordan			471,848	471,848	
Lebanon		589,592	949,333	359,741	
Total Eastern Europe/Middle East	538,059	1,928,520	2,818,815	1,152,232	799,996
Theme-oriented projects					
	-7,783,577	5,091,529	398,268	-1,919,408	-5,009,724
Restricted fund capital					
	4,649,360	30,623,280	29,212,042	1,125,618	7,186,215
Unrestricted donations					
	1,068,980	1,431,468	230,513	-1,125,618	1,144,317
Total capital	5,718,340	32,054,747	29,442,555	0	8,330,532

All the figures are shown without decimal places. The total is calculated from the actual figures.

General accounting principles

The accounts are prepared in accordance with the Accounting and Reporting Recommendations of Swiss GAAP FER in the 2015/2016 version and comply with the Swiss Code of Obligations and the provisions of the Articles of Association. The annual financial statements provide a true and fair view of the assets, finance and income situation of World Vision Switzerland. The original version in German is the legally valid version.

Accounting principles in the year under review

The present annual financial statements were prepared in accordance with the Accounting and Reporting Recommendations of Swiss GAAP FER 21 (Accounting for charitable, social non-profit organisations). The Swiss GAAP FER framework concept from 1 January 2016 has been applied. On initial application per 1 October 2013, it was checked that the restricted funds were allocated for their designated purpose, and corresponding adjustments were made. The adjustments performed can be seen under changes in funds on the income statement, and in the statement of change in capital, and – where necessary – are described under the heading «Comments on the statement of change in capital».

Companies to be consolidated

World Vision Switzerland does not have subsidiaries or partner institutions that exercise a controlling influence over it, or that could exercise such an influence due to joint control and management.

Accounting and valuation principles

Unless otherwise mentioned in the individual balance sheet items listed below, the valuation of the balance sheet items is done at the market values on the balance sheet date, with any accrued interest being counted as belonging to the market value. The bookkeeping is done in Swiss francs. Assets and liabilities in foreign currencies are converted at the closing rates on the balance sheet date, while transactions in foreign currency are converted at the current purchase rate.

Cash

This item includes cash, postal accounts and monetary accounts at banks.

Time deposits and fixed deposits

This item includes monetary investments with a term of more than one week.

Receivables due from projects and third parties

This item includes receivables due from third parties, withholding taxes that can be reimbursed, and advance payments to employees for travel expenses on the balance sheet date. The valuation is done at nominal value.

Prepayments and accrued income

This item includes accruals of individual items for expenditure and income. The valuation is done at nominal value.

Investments in tangible and intangible assets

This item includes all the purchases that World Vision Switzerland itself requires to provide its services and undertake administration. The valuation is done at the purchase value minus the straight line depreciation applied as planned. Generally, a life span of three years (company cars: five years) is assumed. Individual purchases below CHF 1,000 are not capitalized.

Other accounts payable

This item includes accounts payable to third parties on the balance sheet date.

Accrued liabilities and deferred income

This item includes accruals of individual items for expenditure and income. The valuation is done at nominal value.

Restricted fund capital

This item relates to funds with restrictions on how they are used, earmarked for a specific purpose, which come from significant donations whose use is restricted by donors within the broad statutory objective of World Vision Switzerland. Because the financing requirements are higher than income during the first few years of a new product, a negative balance may develop over a certain period, which is then gradually reduced.

Portions of income are allocated to the individual restricted funds, where its use is also subject to a restriction in relation to the statutory purpose of World Vision Switzerland.

The Foundation's capital

The Foundation's capital consists of capital received from the founding association taking into account subsequent annual results.

Income statement – Method used

The income statement is represented using the total cost method. The allocation of administrative expenses, fundraising expenses and general advertising expenses are shown separately in the appendix.

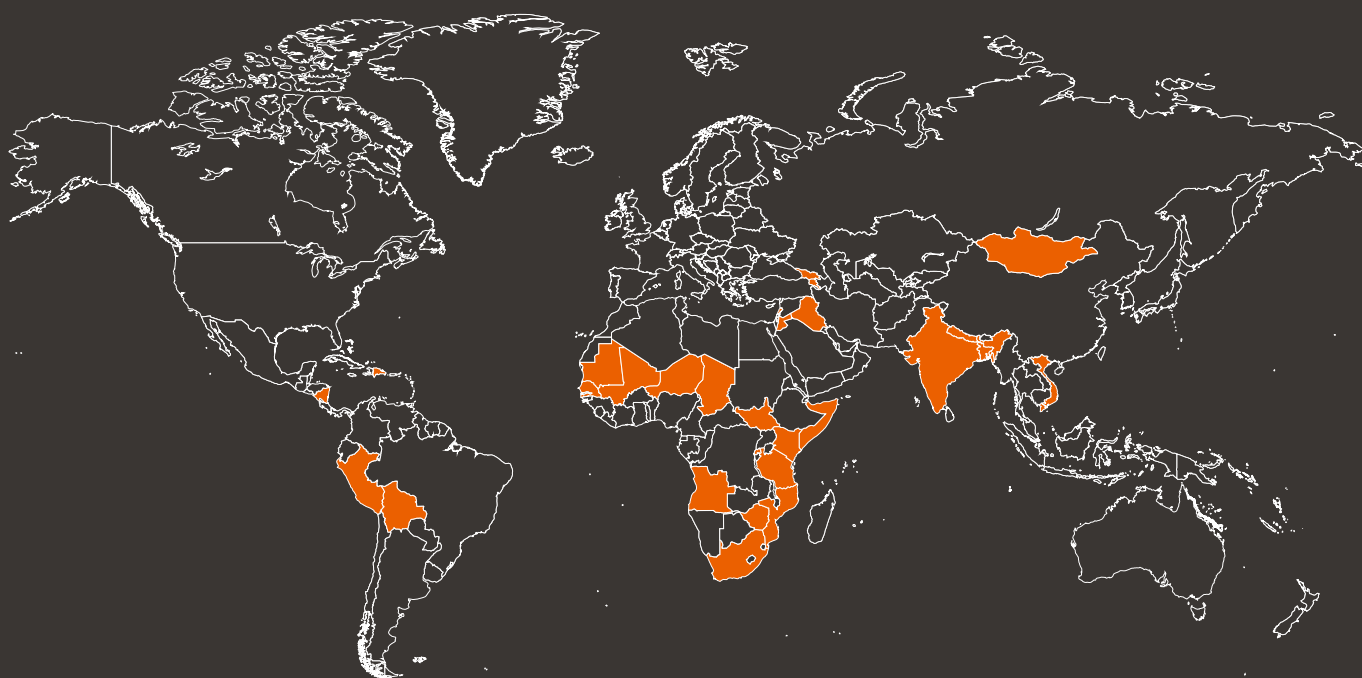
Principles of the cash flow statement

Liquid funds form a strategically important liquidity reserve and therefore constitute the decisive indicator for World Vision Switzerland's mid- to long-term ability to act and serve. The cash flow statement shows the change in this item, categorized by operational activity, investment activity and financing activity. The cash flow account is produced using the indirect method.

Principles of the statement of change in capital

The statement of change in capital shows the development of the restricted funds at national level, and of the freely disposable funds divided among the items «Allocation», «Use» and «Project allocation». Where the individual restricted funds are required to have portions of financial income (or financial expenditure) assigned to them, these are listed under the heading «Allocation».

Overview of project expenditure



Africa

Angola
Kenya
Mali
Mauritania
Mozambique
Niger
Rwanda
Senegal
Zimbabwe
Somalia
South Africa
South Sudan
Tanzania
Chad

Asia

Bangladesh
India
Indonesia
Mongolia
Nepal
Vietnam

Latin America

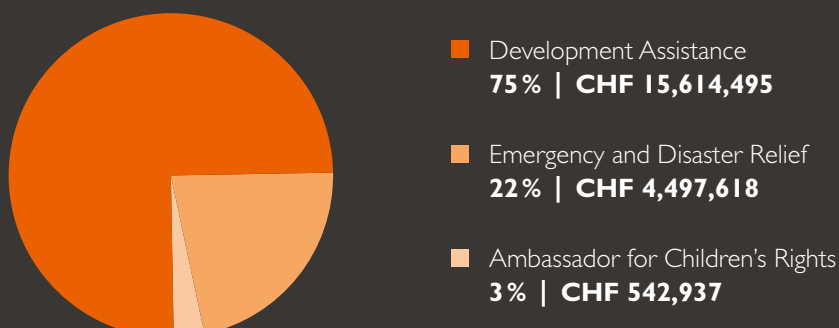
Bolivia
Dominican Republic
Nicaragua
Peru

Eastern Europe and the Middle East

Armenia
Georgia
Lebanon
Iraq
Jordan

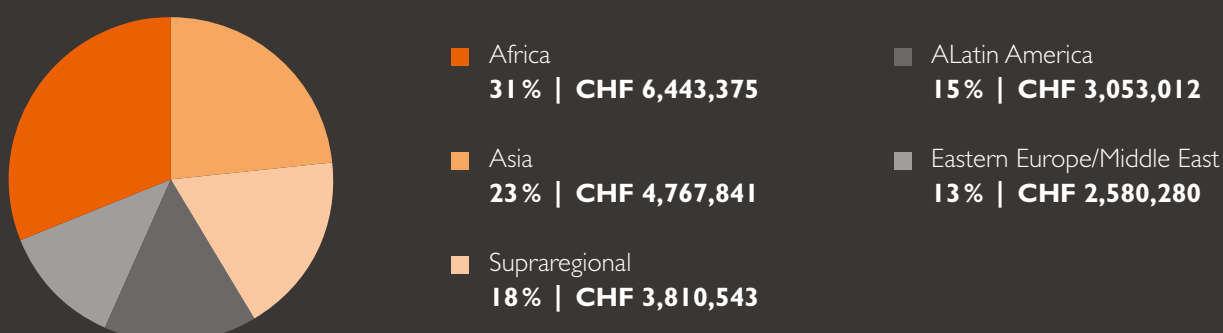
Expenditure by project type

CHF 20,655,050 Expenditure divided as:



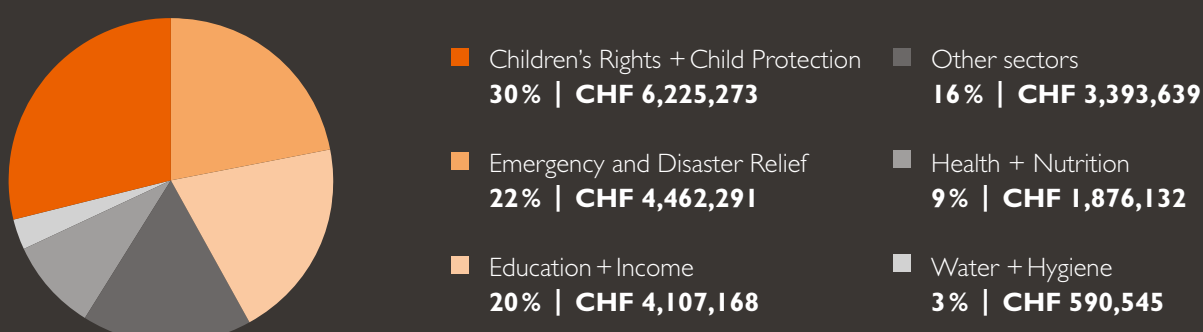
Project expenditure by continent

CHF 20,655,050 Expenditure divided as:



Expenditure by sector

CHF 20,655,050 Expenditure divided as:



Project expenditure

Country	Project name	Ambassador for children's rights	Development assistance	Emergency aid and disaster relief	Overall result
Africa					
East Africa					
Kenya	WFP Food Aid Programme			762,962	762,962
Rwanda	WFP Food Aid Programme			21,704	21,704
Somalia	EU Drought			784,489	784,489
	WFP Food Aid Programme			169,315	169,315
South Sudan	WFP Food Aid Programme			-12,343	-12,343
Tanzania	Makindube		335,456		335,456
	Mbuka		487,923		487,923
	Ruvu Muungano		-121		-121
	WFP Food Aid Programme			337,729	337,729
Total East Africa			823,259	2,063,855	2,887,114
Southern Africa					
Angola	EU Land Rights		210,238		210,238
	Syngenta Improved Farming		-1,339		-1,339
Mozambique	Cyclone Idai, Mozambique			23,346	23,346
	Muecate		294,352		294,352
	Muecate Water Project		49,988		49,988
	Ukane		304,044		304,044
	Ukane Water Project		90,296		90,296
Zimbabwe	Matobo-Kezi		245,735		245,735
	Tshitshi Madabe		83,257		83,257
South Africa	EU Efficient Community Development		10,707		10,707
Total Southern Africa			1,287,279	23,346	1,310,624
West Africa					
Mali	Diago		331,455		331,455
	Neguela		399,568		399,568
	Neguela Education		-6,518		-6,518
	Neguela Water + Hygiene		-418		-418
	Seniwe		1,157		1,157
	WFP Food Aid Programme			-8,204	-8,204
Mauritania	Arafat II		2,201		2,201
	Sebkha		267,639		267,639

Country	Project name	Ambassador for children's rights	Development assistance	Emergency aid and disaster relief	Overall result
Niger	Mother and child nutrition			7,996	7,996
	Harobanda Est		325,833		325,833
	Karadjé Banguéy-Do		-5,787		-5,787
	Support for local population in famine			173,638	173,638
	WFP Food Aid Programme			-1,057	-1,057
Senegal	CTB Hygiene		183,436		183,436
	EU Hygiene		154,261		154,261
	EU Child Protection		39,113		39,113
Chad	Bekodo Triangle		1,923		1,923
	Béti		379,399		379,399
Total West Africa			2,073,264	172,373	2,245,637
Total Africa			4,183,801	2,259,574	6,443,375

Country	Project name	Ambassador for children's rights	Development assistance	Emergency aid and disaster relief	Overall result
Asia					
Bangladesh	Ghoraghat		124,546		124,546
	Jalchatra		312,331		312,331
	Muktagacha		399,546		399,546
	WFP Food Aid Programme			1,691,928	1,691,928
India	Aparajita		279,420		279,420
	East Kameng		14,607		14,607
	Khariar		407,703		407,703
	Street Children Project		35		35
Indonesia	Sulawesi tsunami aid			121,493	121,493
Mongolia	Support for children with disabilities in Khentii		22,332		22,332
	Khentii		-6		-6
	Children's rights and child protection in Ulaanbaatar	98,215			98,215
Nepal	Jumla-Sinja		167,018		167,018
	Lamjung		439,096		439,096
Vietnam	Lang Chanh		303,499		303,499
	Quan Son		390,832		390,832
Total Asia general		98,215	2,860,958	1,813,421	4,772,594
Central Asia					
Pakistan	WFP Food Aid Programme			-4,753	-4,753
Total Central Asia				-4,753	-4,753
Total Asia		98,215	2,860,958	1,808,668	4,767,841

Country	Project name	Ambassador for children's rights	Development assistance	Emergency aid and disaster relief	Overall result
Latin America					
Bolivia	Lomas		313,079		313,079
	Qaqachaka		274,090		274,090
	Sumaj Muju		531,778		531,778
Dominican Republic	Canaán	-6,631	356,740		350,109
Nicaragua	Xochitilepec	15,287	326,861		342,149
	Xolotlan	-170	238,619		238,450
	Yalí		378,964		378,964
Peru	Mancos		320,830		320,830
	Mancos & Querococha		-3,296		-3,296
	Querococha		306,859		306,859
Total Latin America		8,487	3,044,525		3,053,012
Eastern Europe/Middle East					
Armenia	Kapan		329,448		329,448
	Support for families and children in Armenia	88,879			88,879
Georgia	Imereti		388,323		388,323
Iraq	Youth RESOLVE (EU Madad)		266,603		266,603
Jordan	Youth RESOLVE (EU Madad)		1,389,288		1,389,288
Lebanon	WFP Food Aid Programme			-1,788	-1,788
	Youth RESOLVE (EU Madad)		119,527		119,527
Total Eastern Europe/Middle East		88,879	2,493,189	-1,788	2,580,280

Country	Project name	Ambassador for children's rights	Development assistance	Emergency aid and disaster relief	Overall result
Supraregional					
	Domestic information work and legal fees	87,214			87,214
	Personnel expenses information work and legal fees	260,142			260,142
	Personnel expenses domestic development assistance		496,424		496,424
	Personnel expenses domestic emergency aid and disaster relief			393,243	393,243
	Project support partnership offices		2,535,597		2,535,597
	Emergency fund for emergency aid and disaster relief			37,922	37,922
Total Supraregional		347,356	3,032,022	431,165	3,810,543
Total expenditure on project work		542,937	15,614,495	4,497,618	20,655,050

Comments on individual items in the balance sheet

I Cash

The Financial Regulations exclude investments of any kind and consequently any risks in shares, bonds, hedge funds, etc. This does not include fixed deposits or forward exchange transactions for hedging purposes. A rental deposit account in the amount of CHF 13,368 (previous year: CHF 13,364) is part of the cash.

2 Receivables due from projects and third parties

in CHF	30.09.2018	30.09.2017
Advance payments to suppliers	119,232	120,223
Western Union transitory account	25,651	0
Receivables withholding tax	3,743	4,271
Receivables family compensation fund	250	500
Expenses paid in advance to employees	4,000	8,792
Balance	152,876	133,786

3 Investments in tangible and intangible assets

in CHF	Office furniture and equipment	Hardware	Software	Total
Purchase value 1.10.2017	2,559	122,153	147,679	272,391
Investments	0	50,602	3,024	53,626
Reductions	-2,559	-125,822	-66,357	-194,738
Purchase value 30.09.2018	0	46,934	84,346	131,280
Value adjustment 01.10.2017	-1,689	-91,322	-89,377	-182,388
Depreciation	-870	-45,007	-50,396	-96,272
Reductions	2,559	125,822	66,357	194,738
Value adjustment 30.09.2018	0	-10,508	-73,415	-83,923
Purchase value 01.10.2018		46,934	84,346	131,280
Investments		5,889	0	5,889
Reductions		-7,421	-84,346	-91,767
Purchase value 30.09.2019		45,402	0	45,402
Value adjustment 01.10.2018		-10,508	-73,415	-83,923
Depreciation		-21,026	-10,931	-31,957
Reductions		7,421	84,346	91,767
Value adjustment 30.09.2019		-24,113	0	-24,113
Net book value on 30.09.2018		36,426	10,931	47,357
Net book value on 30.09.2019		21,289	0	21,289

The depreciation allowances are calculated in accordance with general accounting principles taking into account the expected life span of the items in question. The figures are shown without decimal places. The total is calculated from the actual figures.

4 Other accounts payable to projects and third parties and accrued liabilities/deferred income

in CHF	30/09/2019	30/09/2018
Accounts payable	454,386	216,411
Accounts payable social insurance/withholding tax	77,079	125,118
World Vision International	3,753	14,988
Balance	535,218	356,517

There are no contingent liabilities.

Accrued income and deferred liabilities are mainly comprised of liabilities to the Project Youth RESOLVE (EU Madad) in connection with not yet transferred projects commitments for activities already carried out in the financial year 2019.

5 Restricted fund capital

The changes in the restricted fund capital can be seen on the income statement (section fund result) and on the statement about the change in capital.

In the financial year 2019 a part of country reserves was transferred to balance out the negative reserves from theme-oriented projects. Country- and theme-oriented projects are very similar with regards to project region and project content. Therefore, the designated purpose of the original funds was fully ensured.

6 Organisational capital

Allocations to organisational capital derive mainly from unrestricted donations not earmarked for a specific purpose and from interest earned.

Comments on individual items in the income statement

7 Public sector contributions

in CHF	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
CTB (Cooperation Technique Belge)	161,719	90,574
ECHO (European Civil Protection and Humanitarian Aid Operations)	0	6,486
EU (European Union)	2,047,691	2,005,465
Municipality of Kradolf-Schönenberg	0	100
Municipality of Muntelier	0	1,200
Municipality of Riehen	50,000	65,000
Municipality of Rüschlikon	1,000	0
Municipality of Wiedlisbach	200	0
Municipality of Zumikon	0	726
SIDA (Swedish International Development Cooperation Agency)	0	1,527,137
UNICEF	0	155,250
WFP (World Food Programme)	246,441	639,479
Public sector contributions	2,507,051	4,491,417

This section consists solely of monetary donations.

8 Food, emergency relief and donations in kind

in CHF	01.10.2018 to 30.09.2018	01.10.2017 to 30.09.2018
Food, emergency relief and donations in kind – WFP (World Food Programme)	2,651,046	1,862,986
Syngenta	0	35,717
Donations in kind – World Bicycle Relief	0	48,225
Food, emergency relief and donations in kind	2,651,046	1,946,928

This item includes donations in kind and vouchers for the purchase of food.

9 Other income

In the 2019 financial year, legacies in the amount of CHF 519,399 (previous year: CHF 60,783) were booked in addition to other income.

10 Project work

You can find detailed information about this item on pages 16 to 22 of the Annual Report.

11 Fundraising

This year, World Vision Switzerland was again able to benefit from many special terms and discounts that are common practice in the non-profit industry.

12 Personnel expenses

in CHF	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
Project work	-845,482	-993,165
Information work and legal fees	-258,560	-211,362
Fundraising	-1,832,698	-2,329,232
Administration	-1,467,375	-1,668,302
Personnel expenses (Expenditure on project and domestic work)	-4,404,115	-5,202,061
Number of employees (as at 30.09.)	46	47
Number of full-time positions (as at 30.09.)	40.7	42.8
Annual average number of full-time positions	41.4	48.6

The average gross annual income incl. the 13th monthly salary instalment (excl. child and family allowances) of the six members of the Executive Management was CHF 132,889 (previous year: CHF 147,377) on average.

I3 Expenditure on domestic work

in CHF	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
Administrative expenditure	2,351,893	2,692,885
Fundraising and general advertising expenditure	4,835,016	5,091,251
Expenditure on domestic work	7,186,909	7,784,136

Administrative expenses include, in particular, all domestic costs and all costs that are not assigned to fundraising expenses and general advertising expenses. These are cost items from the Finance, IT & Administration, Management and HR departments, as well as the total expenses for premises for all employees in Switzerland.

I4 Financial expenditure

in CHF	01.10.2018 to 30.09.2019	01.10.2017 to 30.09.2018
Bank and postal cheque charges	-26,980	-26,883
Exchange rate losses in foreign currencies, interest payable	-91,019	-41,949
Financial expenditure	-117,999	-68,831

I5 External income

In the 2019 financial year external income is comprised of a CO²-reimbursement from SVA as well as a reimbursement in connection with our long-term rent contract.

In the previous year, World Vision Switzerland received an extraordinary contribution of CHF 936,117 from World Vision International for developing the software for the CRM system used within the partnership.

Further comments on the annual financial statements

Unpaid services

The members of the Foundation Board of World Vision Switzerland provide their services in an honorary capacity. One member of the Foundation Board took on the role of CEO on an ad interim basis on 30 April of the reporting year. In return, the member received a consultancy fee in line with the standard market rate.

Occupational pension obligations

An affiliation agreement and a managers' insurance policy have been concluded with the Swiss Life Collective BVG Foundation as part of a full-cover insurance policy.

Risk assessment

Risk management is becoming more and more important in what is an increasingly complex and unstable world and economic order. World Vision Switzerland is making great efforts to recognise major risks early on, and has developed strategies specially designed to prevent or minimise them.

In order to be better able to respond to changes, Executive Management is focusing on more agile structures and work forms. The internal control system (ICS) is integrated within the quality management system (QM system) and is regularly monitored by a designated member of the Foundation Board to check its efficiency. The QM system includes risks, processes and monitoring, and is audited on a regular basis. During the past financial year, the Swiss Association for Quality and Management Systems (SQS) confirmed the ISO 9001 certification and the NPO Label for Management Excellence as part of a maintenance audit. The Foundation Board, supported by a Risk Committee, discusses and reviews various risk scenarios on a regular basis.

The decline in private donations may have a negative impact on project financing. To counter this development, World Vision Switzerland pursues a policy of long-term financial planning for its projects and sets up appropriate reserves for the implementation of the projects.

With a diversified portfolio of public contributions, project work has also increased in complexity and so have the financial controls associated with it. We are responding to these circumstances by reducing this money and making constant improvements to our control systems. Due to the conservative investment regulations, which do not permit

investment in securities, the restricted reserves are not exposed to excessive risk. At the start of each financial year, 80% of the budgeted project expenditure is moved into the transfer currency in order to minimise subsequent currency exchange risks.

Another risk classed as significant is possible damage to World Vision Switzerland's reputation, as this can lead to a (significant) drop in donations. We carefully monitor developments that could lead to risks to reputation, are in regular contact with various stakeholders, including users of social media, and work together closely with external communications specialists.

Operational risks (such as the loss of specialised staff or cybercrime) are included in the risk assessment, and the corresponding measures to minimise risk are taken. Clearly-set procedures, which are regularly audited, ensure that the annual financial statements comply with the applicable rules of accounting and that the financial reporting is done correctly.

Events after the balance sheet date

There are no events after the balance sheet date known to us that might negatively affect the annual financial statements for 2019. The Foundation Board approved the annual financial statements on 12 December 2019.

Performance report 2019

For information about the proof of effectiveness of World Vision Switzerland's development projects, please see the editorial section of this Annual Report.

Legal basis

World Vision Switzerland is a child welfare organisation that stands for expertise in child and village sponsorship. From the womb through to adulthood, we support people over the long term and around the world with sustainable development assistance. Legal form - Foundation (in accordance with Article 80 et seq.). Listed in the Companies Register since 8 August 2014 with its registered office in Dübendorf; it was formerly an Association.

Purpose of the Foundation

The Foundation aims to improve the living conditions of poor and disadvantaged people, especially children, in the poorest countries of the world. The Foundation promotes international solidarity, Christian values, tolerance and intercultural understanding, and works to overcome poverty and injustice.

Auditor

The firm PricewaterhouseCoopers AG was commissioned to audit the annual financial statements.

Foundation Board

The Foundation Board consisted of five members and convened a total of four meetings during the business year. The main areas of focus of each meeting were the accounts for the previous year and the current financial year; as well as annual plans, the national strategy for the years 2020-2023, a new governance manual, personnel decisions, the budget for the 2020 financial year and risk management. The members who served in an honorary capacity did not accept any remuneration in the 2019 business year. The Foundation Board has set up a Finance, Audit and Risk Committee to supervise the organisation's financial affairs.

Executive Management

The Executive Management consists of six members and does not have any voting rights on the Foundation Board.

Apprenticeships

In 2019, World Vision Switzerland trained three apprentices who are completing a three-year apprenticeship to qualify

as business administrators. Our instructors gave them a detailed insight into the daily workings of the business and development work, in various departments, by means of a practical training programme. World Vision Switzerland is also making a small contribution to the promotion of youth in Switzerland by means of its apprenticeship training.

Voluntary work

A number of volunteers work on behalf of World Vision Switzerland. Some help to dispatch post, while others assist with the translation of letters from sponsored children.

Outlook for 2020

We are pleased that it was possible to greatly improve the living conditions of children, families and their environment during the 2019 business year and that further potential for improvement is now being exploited in our development projects. We are therefore looking confidently to the upcoming year.

In order to remain successful in today's uncertain environment, we will be undertaking measures that will enable us to respond in a more agile way to both positive and negative changes in our environment. As part of our fundraising strategy, we will focus on our offer for private supporters. Our latest sponsorship scheme 'Kindheitsretter' (Childhood Saver) will be one of our main initiatives next year. This is aimed at donors who do not wish to sponsor a particular child or who have a smaller donation budget. With respect to emergency aid and disaster relief, we will continue to respond quickly and without red tape, and we plan to focus more on this area.

Cooperation with corporations is also important to us. The exploitation of valuable synergies between private business and the NGO sector can be crucial for effective and sustainable cooperation in development work. Our corporate culture and our Christian values play a central role in the activities of World Vision Switzerland in the new business year.

A good atmosphere at work and mutual appreciation are important conditions for a successful collaboration with people in need in developing countries, and indeed also with our partners and employees.

Auditor's Report

Bericht der Revisionsstelle

an den Stiftungsrat der Stiftung World Vision Schweiz, Kinderhilfswerk
Dübendorf

Bericht der Revisionsstelle zur Jahresrechnung

Als Revisionsstelle haben wir die Jahresrechnung der Stiftung World Vision Schweiz, Kinderhilfswerk bestehend aus Bilanz, Betriebsrechnung, Geldflussrechnung, Rechnung über die Veränderung des Kapitals und Anhang (Seiten 5 bis 29) für das am 30. September 2019 abgeschlossene Geschäftsjahr geprüft. In Übereinstimmung mit Swiss GAAP FER 21 unterliegen die Angaben im Leistungsbericht (Seiten 30 bis 31) keiner Prüfungspflicht der Revisionsstelle.

Verantwortung des Stiftungsrates

Der Stiftungsrat ist für die Aufstellung der Jahresrechnung in Übereinstimmung mit Swiss GAAP FER, den gesetzlichen Vorschriften und der Stiftungsurkunde sowie den Reglementen verantwortlich. Diese Verantwortung beinhaltet die Ausgestaltung, Implementierung und Aufrechterhaltung eines internen Kontrollsystems mit Bezug auf die Aufstellung einer Jahresrechnung, die frei von wesentlichen falschen Angaben als Folge von Verstössen oder Irrtümern ist. Darüber hinaus ist der Stiftungsrat für die Auswahl und die Anwendung sachgemässer Rechnungslegungsmethoden sowie die Vornahme angemessener Schätzungen verantwortlich.

Verantwortung der Revisionsstelle

Unsere Verantwortung ist es, aufgrund unserer Prüfung ein Prüfungsurteil über die Jahresrechnung abzugeben. Wir haben unsere Prüfung in Übereinstimmung mit dem schweizerischen Gesetz und den Schweizer Prüfungsstandards vorgenommen. Nach diesen Standards haben wir die Prüfung so zu planen und durchzuführen, dass wir hinreichende Sicherheit gewinnen, ob die Jahresrechnung frei von wesentlichen falschen Angaben ist.

Eine Prüfung beinhaltet die Durchführung von Prüfungshandlungen zur Erlangung von Prüfungsnachweisen für die in der Jahresrechnung enthaltenen Wertansätze und sonstigen Angaben. Die Auswahl der Prüfungshandlungen liegt im pflichtgemässen Ermessen des Prüfers. Dies schliesst eine Beurteilung der Risiken wesentlicher falscher Angaben in der Jahresrechnung als Folge von Verstössen oder Irrtümern ein. Bei der Beurteilung dieser Risiken berücksichtigt der Prüfer das interne Kontrollsystem, soweit es für die Aufstellung der Jahresrechnung von Bedeutung ist, um die den Umständen entsprechenden Prüfungshandlungen festzulegen, nicht aber um ein Prüfungsurteil über die Wirksamkeit des internen Kontrollsystems abzugeben. Die Prüfung umfasst zudem die Beurteilung der Angemessenheit der angewandten Rechnungslegungsmethoden, der Plausibilität der vorgenommenen Schätzungen sowie eine Würdigung der Gesamtdarstellung der Jahresrechnung. Wir sind der Auffassung, dass die von uns erlangten Prüfungsnachweise eine ausreichende und angemessene Grundlage für unser Prüfungsurteil bilden.

Prüfungsurteil

Nach unserer Beurteilung vermittelt die Jahresrechnung für das am 30. September 2019 abgeschlossene Geschäftsjahr ein den tatsächlichen Verhältnissen entsprechendes Bild der Vermögens-, Finanz- und Ertragslage in Übereinstimmung mit Swiss GAAP FER und entspricht dem schweizerischen Gesetz und der Stiftungsurkunde sowie den Reglementen.

PricewaterhouseCoopers AG, Birchstrasse 160, Postfach, 8050 Zürich
Telefon: +41 58 792 44 00, Telefax: +41 58 792 44 10, www.pwc.ch

PricewaterhouseCoopers AG ist Mitglied eines globalen Netzwerks von rechtlich selbständigen und voneinander unabhängigen Gesellschaften.

Auditor's Report

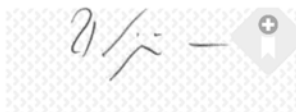
Berichterstattung aufgrund weiterer gesetzlicher Vorschriften

Wir bestätigen, dass wir die gesetzlichen Anforderungen an die Zulassung gemäss Revisionsaufsichtsgesetz (RAG) und die Unabhängigkeit (Art. 83b Abs. 3 ZGB in Verbindung mit Art. 728 OR) erfüllen und keine mit unserer Unabhängigkeit nicht vereinbaren Sachverhalte vorliegen.

In Übereinstimmung mit Art. 83b Abs. 3 ZGB in Verbindung mit Art. 728a Abs. 1 Ziff. 3 OR und dem Schweizer Prüfungsstandard 890 bestätigen wir, dass ein gemäss den Vorgaben des Stiftungsrates ausgestaltetes internes Kontrollsystem für die Aufstellung der Jahresrechnung existiert.

Wir empfehlen, die vorliegende Jahresrechnung zu genehmigen.

PricewaterhouseCoopers AG



Reto Tognina
Revisionsexperte
Leitender Revisor



Dano Bollier
Revisionsexperte

Zürich, 12. Dezember 2019

Legal information

Publisher World Vision Switzerland Foundation, children's charity, Dübendorf ZH

Editing André Mebold, Dominik Schweizer

For children. For the future.

We use resources and donations in an efficient and transparent manner. World Vision Switzerland has been certified twice (ISO 9001, NPO label) by the internationally recognised, independent Swiss Association for Quality and Management Systems (SQS) and also bears the quality seal of the Ehrenkodex foundation.



Child Welfare Organisation
WORLD VISION SWITZER-
LAND
Kriesbachstrasse 30
8600 Dübendorf
+41 44 510 15 15
info@worldvision.ch
worldvision.ch

 facebook.com/WorldVisionSchweiz
 twitter.com/WorldVisionCH
 youtube.com/WorldVisionSchweiz
 instagram.com/worldvisionch

General donations: Postal account 80-142-0