

SOS-Kinderdorf International,
Innsbruck

Financial Statements
as of December 31, 2022 (Translation)

Considering the requirements of Sec. 274 (7) and (8) Austrian Company Code (UGB), the electronic version does not replace the hardcopy but is an electronic copy thereof.

SOS-Kinderdorf International, Innsbuck

	Balances as of 31.12.2022	Balances as of 31.12.2021
	EUR	EURk
ASSETS		
A. Fixed Assets		
I. Intangible assets		
1. Concession, rights	2.094.398,33	1.428
2. Prepayments	-	665
	2.094.398,33	2.093
II. Tangible assets		
1. Land, similar rights and buildings, including buildings on leasehold land and investments in third-party buildings	2.070.735,39	1.210
2. Other equipment, furniture and equipment	1.190.615,07	1.381
	3.261.350,46	2.591
III. Financial assets		
1. Investments	51.250,00	51
2. Securities	598.575,11	599
	649.825,11	650
A. Fixed Assets Total	6.005.573,90	5.334
B. Current Assets		
I. Accounts receivable and others		
1. Receivables from membership fees <i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>	840.124,51	1.731
2. Other assets and receivables <i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>	3.921.300,71	736
	4.761.425,22	2.467
II. Cash, bank balances	15.040.236,35	15.038
B. Current Assets Total	19.801.661,57	17.504
C. Prepaid expenses and deferred charges	903.057,00	813
ASSETS Total	26.710.292,47	23.651

SOS-Kinderdorf International, Innsbuck

	Balances as of 31.12.2022	Balances as of 31.12.2021
	EUR	EURk
EQUITY AND LIABILITIES		
A. Stockholder's Equity		
1. Capital stock	3.135.727,64	1.313
2. Appropriated capital reserves	1.930.000,00	1.930
3. Current Year result	433.922,32	1.179
<i>thereof carried forward EUR 0,00 (2021 EURk 0)</i>		
A. Stockholder's Equity Total	5.499.649,96	4.422
B. Provisions and Accruals		
1. Provisions for severance payments	2.421.514,46	2.602
2. Other provisions and accruals	5.544.769,42	7.274
B. Provisions and Accruals Total	7.966.283,88	9.876
C. Liabilities		
1. Prepayments received for projects	6.089.975,44	3.573
<i>thereof due within one year EUR 6.089.975,44 (2021 EURk 3.573)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
2. Accounts payable - trade	3.829.966,33	2.920
<i>thereof due within one year EUR 3.829.966,33 (2021 EURk 2.920)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
3. Liabilities from sponsorships and appropriated accounts	539.350,40	581
<i>thereof due within one year EUR 539.350,40 (2021 EURk 581)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
4. Other liabilities	2.785.066,46	2.279
<i>thereof due within one year EUR 2.785.066,46 (2021 EURk 2.279)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
<i>thereof due to taxes EUR 428.222,60 (2021 EURk 450)</i>		
<i>thereof due within one year EUR 428.222,60 (2021 EURk 450)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
<i>thereof due to social security EUR 541.896,41 (2021 EURk 607)</i>		
<i>thereof due within one year EUR 541.896,41 (2021 EURk 607)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
C. Liabilities Total	13.244.358,63	9.353
<i>thereof due within one year EUR 13.244.358,63 (2021 TEUR 9.353)</i>		
<i>thereof with a maturity of more than one year EUR 0,00 (2021 EURk 0)</i>		
EQUITY AND LIABILITIES Total	26.710.292,47	23.651

SOS-Kinderdorf International, Innsbuck

	2022	2021
PROFIT & LOSS	EUR	EURk
1. Membership Fees	42.593.944,84	41.927
2. Donations and other sales	18.875.674,00	11.549
3. Other operating income		
a. Income from disposal/ write-up (excl. financial assets)	2.343,42	11
b. Income from release of accruals	22.158,13	271
c. Other income	114.062,08	151
3. Other operating income Total	138.563,63	433
4. Personnel expenses		
a. Salaries	-32.815.024,46	-29.488
b. Social expenses	-6.783.636,04	-6.869
<i>thereof expenses for pensions scheme EUR 0,00 (2021 EURk 0)</i>		
<i>b1. Expenses for severance payments and contributions to company-sponsored employee provision funds</i>	-552.995,41	-1.107
<i>b2. Expenses for statutory social security, payroll related taxes and mandatory contributions</i>	-5.884.063,46	-5.452
4. Personnel expenses Total	-39.598.660,50	-36.357
5. Depreciation	-1.344.439,48	-1.057
6. Other operating expenses	-20.149.245,81	-15.361
7. Operating Result (Subtotal 1-6)	515.836,68	1.134
8. Other interest and similar income	664.833,45	627
<i>thereof from affiliates EUR 0,00 (2021 EURk 0)</i>		
9. Income from the disposal of and the write-up of financial assets and current asset securities	0,00	3
10. Interest and similar expenses	-746.747,80	-585
<i>thereof from affiliates EUR 0,00 (2021 EURk 0)</i>		
11. Financial result (Subtotal 8-10)	-81.914,35	45
12. Result before taxes (7 + 11)	433.922,32	1.179
13. Result after taxes	433.922,32	1.179
Profit/ loss for the year	433.922,32	1.179
14. Profit carried forward from previous year	0,00	0
15. Total profit	433.922,32	1.179

I. NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE FISCAL YEAR 2022

General

The financial statements of SOS-Kinderdorf International (SOS KDI) at December 31, 2022 were prepared in accordance with the provisions of the Austrian Association Law, which came into force on July 1, 2002.

The financial statements of SOS KDI includes those of the international office in Austria and of the regional offices of the General Secretariat (GSC) worldwide, as detailed in Annex I. In 2022 the Regional Training & Resource Center Karen as part of IB Nairobi was included in the consolidation for the first time.

The global pandemic (COVID-19) continued to have only a limited effect on the income of our member associations in 2022. Like in previous years, the financial impact on SOS KDI continued to be small.

SOS KDI and its member associations responded to the war in Ukraine with a massive emergency response programme, mostly funded by earmarked donations to member associations. These were/are channelled to SOS Ukraine and other member associations with programmes directed at Ukrainian refugees. The financial impact on SOS KDI was limited.

Various individuals directed law suits against SOS KDI in the country of one independent member association in August 2022. The law suits refer to alleged abuse in the programmes of this independent member association in the 1980s and 1990s. SOS KDI and its lawyers consider the legal risk of these law suits as low.

The Independent Special Commission (ISC) which had been established in 2021 to look into topics of child protection, usage of funds and leadership/supervision, continued its work throughout 2022, financed from a special budget paid by member associations. The financial impact for SOS KDI in 2022 was limited.

II. ACCOUNTING METHODS

The financial statements of the association SOS-Kinderdorf International at December 31, 2022 were prepared with due regard for the principles of adequate and orderly accounting and the general requirement to provide as accurate a picture as possible of the association's net worth, financial position and results.

The principles of completeness and consistency were respected in drawing up these financial statements.

Valuation was performed on the assumption of a going concern.

The principle of individual evaluation was applied to the assets and liabilities.

In keeping with the principle of prudence, only earnings realized at balance sheet date were included in these financial statements. Due account was taken of all recognizable risks and uncertain liabilities arising in the 2022 fiscal year or earlier.

Recognition, valuation and reporting of the individual items of the financial statements were performed on the basis of the general provisions of § 22 of the Austrian 2002 Association Law (VerG). In accordance with § 22 (1) VerG, the provisions of § 21, §§ 190 – 193 (1) and §§ 193 (3) - 216 of the Austrian Commercial Code (UGB) were applied analogously. In accordance with § 22 VerG, the provisions of §§ 222 - 234, §§ 236 - 240, § 242 (2 and 4), § 269 (1) and §§ 272 - 276 UGB were applied analogously.

Note: Where no currency is specified, the figures quoted in the following are in Euros and Cents.

1. Fixed assets

1.1. Intangible assets

Intangible assets are valued at the cost of acquisition or production less scheduled depreciation. Straight-line amortization is applied for scheduled depreciation based on a useful life of 3-10 years. Extraordinary depreciation is carried out where the loss in value is expected to be permanent.

1.2. Tangible assets

Tangible assets are valued at the cost of acquisition or production less scheduled depreciation. Scheduled straight-line depreciation is applied based on the following useful lives: 10 to 50 years for buildings, 5 to 10 years for furniture and leasehold improvements, 3 to 10 years for operating, office and other equipment, 4 to 8 years for motor vehicles, 2 to 5 years for IT and electronic equipment.

Low-value assets are reported as additions, disposals and are fully depreciated in the year of acquisition.

Extraordinary depreciation is carried out where the loss in value is expected to be permanent. Fixed values ("*Festwerte*") pursuant to § 209 (1) UGB were not employed.

1.3. Financial assets

Financial assets are valued at the cost of acquisition less non-scheduled depreciation. Non-scheduled depreciation is carried out where the loss in value is expected to be permanent.

According to the 1994 decision of the Executive Committee, the stocks held by the funds must not exceed 30% of the total value.

2. Receivables and other assets

Receivables are carried at nominal value. They are stated on the basis of the realisation and imparity principle ("*imparitätisches Realisationsprinzip*") at the lower of cost or market. In case of collection risks, write downs are made. Depreciation for future loss of value was carried out where necessary in the year under report.

3. Accruals and liabilities

3.1. Accruals for severance payments

SOS KDI records accruals for severance payments for all Austrian employees based on an actuarial calculation. The calculation is based on the projected unit credit (PUC) method and includes 4,21% (2021: 1,3%) discount rate as well as AVÖ 2018-P. The accrual for severance payments for Austrian employees amounts to € 2.179.969,45 (2021: T€ 2.422) as of December 31, 2022.

The accrual for severance payments as of December 31, 2022 in the regional offices amount to € 241.545,01 (2021: T€ 180).

3.2. Other accruals

Accruals for Anniversary payments are mandatory under Austrian labour law.

SOS KDI records accruals for anniversary payments for all Austrian employees based on an actuarial calculation. The calculation is based on the projected unit credit (PUC) method using a 4,21% (2021: 1,3%) discount rate, a retirement age of 65 and fluctuation rate depending on age of co-workers.

Other accruals are stated at settlement value.

3.3. Liabilities

Liabilities are stated at settlement value.

4. Currency translation

Receivables (liabilities) in other currencies are valued at the cost of acquisition or according to the strict lower (higher) of cost or market principle on the basis of the reference rate of Thomson Reuters Austria GmbH prevailing at the end of month (KDI accounts, see Point III.1.3) at December 31, 2022.

5. Merger of accounting records

The financial statements of the branches – which were audited separately by local auditors - were translated into EUR and adjusted to reflect Austrian accounting and reporting requirements if necessary. The currency translation is based on the temporal method (*„Zeitbezugsmethode“*). Relationships and balances between the branches and the International Office in Austria were eliminated.

III. NOTES TO THE BALANCE SHEET AND THE PROFIT AND LOSS ACCOUNT

1. Notes to the balance sheet

1.1. Fixed assets

Changes in fixed asset items and the breakdown of annual depreciation by individual item are presented in Annex 2.

The position "Land, similar rights and buildings, including buildings on leasehold land and investments in third-party buildings" include a land value of € 692.263,45 (2021: T€ 433).

1.1.1. Schedule of investments

	book value at SOS KDI	Nominal capital of participating company	share of participating company	equity of participation company	result of last financial year
	(in T€)	(in T€)		(in T€)	(in T€)
Joint Systems Fundraising- & IT- Services GmbH, headquartered in Innsbruck	50	200	25%	522	+36

(Figures for the 2022 financial year)

1.2. Receivables and other assets

The balance of receivables and other assets is split as follows:

	2022	2021 (T€)
Receivables from membership fee	840.124,51	1.730
Licenses	1.030.352,53	41
Employee prepayments	30.876,32	10
Institutional receivables	964.237,15	253
Other receivables	1.895.834,70	432
Total Other Receivables	3.921.300,71	736
Total Receivables and other assets	4.761.425,22	2.467

The receivables balance comprise allowances for bad debt amounting to € 1.167.031,68 (2021: T€ 697), mainly related to Membership-fee receivables.

The increase in license receivables results from delays in invoicing and collecting license fees from member associations. The increase in other receivables comes from strategic projects where part of the costs will be reimbursed in 2023 only. This is partly offset by membership fee collections and the increased bad debt reserve.

Total Other Receivables include income of € 3.477.371,24 (2021: T€ 708) that will be cash-effective after the balance sheet date.

1.3. Cash and Bank deposits

The breakdown of the KDI cash position amount as of 31.12.2022 is shown in the table below.

	2022	2021 (T€)
Petty cash	31.999,09	21.
Bank deposits - GSC administration	5.819.613,47	7.704
Bank deposits - Sponsorships	1.557.992,02	1.041
Bank deposits - Donations	119.466,60	2
Bank deposits - other	7.511.165,17	6.269
Total	15.040.236,35	15.037

In 2022, SOS KDI continued to have a high level of cash balance, partly driven by significant prepayments for strategic projects (included in the "Other" position). The reduction in the "Administration" position was largely driven by delayed collections for some Membership Fees and strategic projects.

Of the 2022 balance, € 10.795.845,12 (2021: T€ 11.707) is related to Austria and the remaining amount is distributed across the regional offices.

The total in bank accounts which, due to legal reasons, are in the name of SOS Children's Villages International but are not economically assigned to SOS Children's Villages International - what are known as the KDI accounts – is reflected in Section 1.9.

1.4. Equity

The Equity balance of SOS KDI as of 31.12.2022 consists of the following positions.

	2022	2021 (T€)
Capital stock	3.135.727,64	1.313
Appropriated capital reserves	1.930.000,00	1.930
Current Year result	433.922,32	1.179
Stockholder's Equity Total	5.499.649,96	4.422

2022 Capital stock balance is impacted by the first-time incorporation of Training Centre Karen balance sheet values into the financial results of the international branch in Nairobi, resulting in an increase of the opening equity by € 643.862,03.

1.5. Accruals

The following table provides a breakdown of the accruals as of 31.12.2022:

	2022	2021 (T€)
Severance payments	2.421.514,46	2.602
Anniversary payments	1.592.072,84	1.846
Unconsumed vacations	1.702.410,37	1.841
Overtime	189.309,72	229
Provision for transfer of restricted funds	305.683,04	1.104
General assembly	257.082,67	257
Other non-current liabilities	1.498.210,78	1.996
Total Provisions & Accruals	7.966.283,88	9.876

Of the total 2022 balance, € 6.383.894,99 (2021: T€ 8.016) is related to Austria, while the remaining balance is related to the regions.

The accrual for transfer of restricted funds is lower as more funds were transferred to the Member Associations in 2022. Compared to the previous year, the other accruals do not contain a provision for contingent loss for forward exchange transactions and lower other expenses related to 2022 have been accrued.

1.6. Liabilities

The following table provides a breakdown of the liabilities as of 31.12.2022:

	2022	2021 (T€)
Prepayments received for projects	6.089.975,44	3.573
Accounts payable	3.829.966,33	2.920
Liabilities from sponsorships and appropriated accounts	539.350,40	581
Other liabilities	2.785.066,46	2.279
Total Liabilities	13.244.358,63	9.353

Prepayments remain high due to projects (both within the GSC and for member associations, flowing through SOS KDI) and Ukraine emergency programme.

Other liabilities include expenses of € 2.665.501,66 (2021: T€ 1.441) that will be cash-effective after the balance sheet date.

All of the balance has a residual term of up to one year.

1.7. Obligations from donations not yet used in accordance with the regulations
(liabilities and accruals from appropriated accounts)

List of Donations	Year	Opening Balance	Additions	Disposals	Closing Balance
ADA Support					
	2018	134.630,00	0,00	119.468,93	15.161,07
	2019	15.161,07	289.995,62	266.742,56	38.414,13
	2020	38.414,13	38.404,13	38.414,13	38.404,13
	2021	38.404,13	19.704,12	56.448,14	1.660,11
	2022	1.660,11	1,38	1.661,49	0,00
Nairobi					
SOS Norway	2018	56.975,58	46.521,20	0	103.496,78
SOS Norway	2019	103.496,78	434.928,65	487.347,73	51.077,70
SOS Norway	2020	51.077,70	270.497,08	277.929,16	43.645,62
SOS Norway	2021	43.645,62	0,00	372.735,48	170.267,37
SOS Norway	2022	170.267,37	272.301,96	432.375,65	10.193,69
SOS Austria	2018	0	15.064,38	0	15.064,38
SOS Austria	2019	15.064,38	193.023,17	197.769,16	10.318,39
SOS Austria	2020	10.318,39	78.478,31	35.802,29	52.994,41
SOS Austria	2021	52.994,41	5.698,41	55.455,82	3.237,00
SOS Austria	2022	3.237,00	69.909,87	5.482,78	67.664,09
SOS Denmark	2021	0,00	40.277,20	0,00	40.277,20
SOS Denmark	2022	40.277,20	62.323,87	0,00	102.601,07
SOS Italy	2021	0,00	10.196,83	6.333,57	3.863,26
SOS Italy	2022	3.863,26	339,38	0,00	4.202,64
ESAF					
SOS Denmark	2021	0,00	386.525,58	177.246,03	209.279,55
SOS Denmark	2022	209.279,55	20.354,51	0,00	229.634,06
SOS Norway	2021	0,00	120.919,99	77.309,49	43.610,50
SOS Norway	2022	43.610,50	0,00	43.610,50	0,00
HGFD	2022	0,00	21.669,46	0,00	21.669,46
Almaty					
EU4YOUTH	2018	0	6.063,23	0	6.063,23
EU4YOUTH	2019	6.063,23	36.086,93	34.700,38	7.449,78
EU4YOUTH	2020	7.449,78	36.792,01	25.420,47	18.821,32
EU4YOUTH	2021	18.821,32	0,00	14.849,32	3.972,00
EU4YOUTH	2022	3.972,00	121.837,30	125.809,30	0,00

List of Donations	Year	Opening Balance	Additions	Disposals	Closing Balance
Appropriated and general donations					
General donation 2018	2018	69.012,52	5.070,93	6,40	74.077,05
Appropriated donation 2018		130.844,22	791.354,00	400.662,48	521.535,74
General donation 2019	2019	74.077,05	53.377,75	35.444,88	92.009,92
Appropriated donation 2019		521.535,74	146.097,88	555.020,84	112.612,78
General donation 2020	2020	92.009,92	9.171,48	2.388,83	98.792,57
Appropriated donation 2020		112.612,78	2.481.243,66	1.830.155,36	763.701,08
General donation 2021	2021	98.792,57	70.384,03	67.391,55	101.785,05
Appropriated donation		763.701,08	3.128.547,78	3.099.607,12	792.641,74
General donation 2022	2022	101.785,05	149.637,56	0,00	251.422,61
Appropriated donation		792.641,74	4.966.552,43	4.151.482,75	1.607.711,42
Patengelder inkl. Zinsen*					
	2018	204.071,82	168.340,44	324.948,08	47.464,18
	2019	47.464,18	175.285,50	87.164,44	135.585,24
	2020	135.585,24	156.687,12	139.367,54	152.904,82
	2021	152.904,82	149.247,33	122.685,11	179.467,04
	2022	179.467,04	149.827,95	56.278,17	273.016,82

*) Since 1.1.2017 the sponsorship funds are shown off-balance-sheet (see also section " III.1.9 Off-balance-sheet transactions"). As a result, the 2017 opening balance of € 67.914,53 is not comparable with the 2016 closing balance of € 16.774.617,15. The figures in the 2017-2021 year contain only sponsorship moneys received by SOS Children's Villages International which have not been forwarded to STS by end of the fiscal year.

Foreign currency accounts were converted at the exchange rate at 31.12.2022. Exchange rate differences and administrative costs were taken into account under "Disposal". Interest income less capital gains tax and expenses were included under "Additions".

1.8. Contingencies, financial commitments from the use of tangible assets

1.8.1. Contingencies

No contingencies are present in these financial statements.

1.8.2. Commitments from rental and leasing agreements

	2022 (Amounts in T€)	2021 (Amounts in T€)
Commitments for the following year:	697	551
Total commitments for the following five years:	3.390	2.654

1.9. Off-balance-sheet transactions

Sponsorship moneys, child-money-gifts and international transfers have been managed by the Shared Treasury Services department (STS) since 1.1.2017. These bank accounts managed by STS are off-balance sheet since fiscal year 2017.

The total balance of the bank accounts managed by STS as of 31.12.2022 amounts to €54.995.429,98 (2021: T€46.214). A detail is shown in Annex 4.

The total amount in bank accounts which, due to legal reasons, are in the name of SOS Children's Villages International but are economically assigned to individual National Associations as opposed to SOS Children's Villages International - what are known as the KDI accounts – is €22.244.803,53 (2021: T€21.394). A detailed list of these bank accounts can be found in Annex 3.

2. Notes to the profit and loss account

2.1. General

The profit and loss account was prepared on the basis of the total cost method.

2.2. Breakdown pursuant to § 22 of the 2002 Austrian Association Law

	2022	2021
A. Membership fees		
Income membership fees	42.593.944,84	41.926.584,37
Assigned expenses membership fees	-42.227.132,50	-41.186.266,71
B. Public subsidies		
Income public subsidies	0,00	0,00
Assigned expenses public subsidies	0,00	0,00
C. Donations		
Income donations	6.497.328,32	3.680.225,34
Assigned expenses donation	-6.497.328,32	-3.680.225,34
D. Other receipt		
Income other receipts	0,00	0,00
Assigned expenses other receipts	0,00	0,00
E. Other sales		
Other sales	12.378.345,68	7.869.242,42
Expenses allocated to other sales	-12.271.745,32	-7.730.291,46
F. Other operating income		
Other operating income	138.563,28	433.384,33
Assigned expenses to other operating income	-96.139,31	-178.796,33
Subtotal of A-F (Operating Result)	515.836,68	1.133.856,62
Financial Result	-81.914,35	45.235,48
Taxes on income		
Net annual result	433.922,32	1.179.092,09

The differences between income and expenses are covered using the balances of the previous year.

2.3. Membership fees

The current method for calculating membership fees came into force in 2013, with minor adjustments in 2021.

The membership fee covers the costs of all the units of the General Secretariat (GSC). It comprises two components: a "Federation Fee" and a "Programme Support". The Federation Fee covers expenses incurred in connection with the management of the association. The Programme Support relates to expenses incurred in the GSC in the framework of direct support measures for individual members. The two components of the fee apply to all member associations in equal measure.

The membership fees of the NAs are paid by the PSAs on behalf of the respective NAs so as to keep administrative requirements and bank charges to a minimum. This is the indirect membership fee, which is assigned to the PSAs in keeping with their share of international transfers.

Starting in 2021, the calculation logic was slightly adjusted. The most important change was that (effective from 2022) the associations that are self-sufficient with regards to international subsidies are paying their membership fees directly themselves.

The membership fee income slightly increased in 2022 driven by the inflation compensation logic built into the model. This increase was partly offset by negative foreign exchange developments.

99% of membership fees related to 2022 were paid.

2.4. Donations

This includes donations that are mostly appropriated and are normally forwarded to the individual national associations and earmarked funding from external (institutional or corporate) donors. This income has significantly increased in 2022, also reflecting in higher costs from restricted funds transfer to the national associations.

2.5. Other sales

This includes among others PSAs' special financing, including earmarked financing for strategic federation projects (SFPs) as well as income from passing on the costs for digital fundraising support for MAs, income from passing on the costs of a range of licenses and maintenance costs and income in IB Nairobi from the Training Centre activities.

This income has also significantly increased due to the high level of SFP activities.

2.6. Other operating income

The miscellaneous income includes income from the disposal of fixed assets, income from the reversal of accruals and income from the reversal of bad debt allowances.

2.7. Personnel expenses

Personnel expenses are broken down into the following categories:

	2022	2021 (T€)
Salaries	32.815.024,46	29.488
Social security, payroll taxes and contributions	5.884.063,46	5.452
Expenses for severance payments and contributions to company-sponsored employee provision funds	552.995,41	1.107
Other HR costs	346.577,17	310
Total personnel costs	39.598.660,50	36.357

Of the 2022 expenses, € 26.010.577,04 (2021: T€ 25.435) is related to Austria operations and the remaining balance is related to the regions.

Of the salaries, € 1.974.792,12 (2021: T€ 1.961) is related to individual external contractors working for SOS through consulting (as opposed to employment) contract.

The changes in the personnel provisions (severance payments and anniversary payments) are reported under the “Expenses for severance payments and contributions to company-sponsored employee provision funds” line item.

The provisions for severance payments decreased by € 180.563,24 in the year under review (2021: T€ 245).

The anniversary provisions fell in the year under review by € 254.240,31 (2021: T€ 180).

The line item “expenses for severance payments and contributions to company-sponsored employee provision funds” include € 302.951,78 (2021: T€ 756) relating to expenses for severance payments.

2.8. Other operating expenses

Details of the other operating expenses are in the table below.

	2022	2021 (T€)
Transfer of restricted funds	4.105.713,47	2.493
External Consulting / Services	2.998.145,75	1.837
Maintenance & Repairs - IT	1.961.539,26	1.732
Travel expenses	3.346.392,28	1.070
License costs	805.859,66	1.035
External Consulting / Services – IT	805.843,58	961
Rent	806.538,76	947
Provision for transfer of restricted funds	0,00	941
Bank / Admin costs	342.786,98	692
Bad debt reserves	461.640,31	557
Other expenses	788.179,37	546
Events/ Activities	1.438.718,20	463
Trainings and Seminars	481.197,44	304
Maintenance & Repairs	238.142,33	304
IT / Telecom costs	284.756,28	264
Utilities	297.159,13	256
Contribution to other Associations	324.401,38	229
Audit / consulting fees	254.630,99	203
Marketing/ PR Costs	103.132,21	181
Insurance costs	180.690,82	171
Translations	114.805,16	169
Asset disposal	8.972,46	5
Total other operating expenses	20.149.245,81	15.361

The increase in the other operating expenses is mainly driven normalized levels of travel and events after 2021 which was heavily affected by the COVID-19 pandemic. In addition, more restricted funds were forwarded to the member associations compared to the prior year. External consulting/ services increased due to the high level of strategic projects and the Ukraine emergency efforts, funded by earmarked funds.

2.9. Derivative financial instruments

For hedging against exchange rate risks, the Shared Treasury Service department (STS) of SOS KDI invested in forward exchange contracts denominated in various currencies in 2022. It has to be differentiated between contracts that are on balance of SOS KDI because they are at risk of SOS KDI and those contracts that are off-balance of SOS KDI because no risk for SOS KDI can arise (see comment below).

2.9.1. Derivative financial instruments on balance of SOS-KDI

At balance sheet date, no forward exchange contracts relevant to the Balance Sheet of KDI were still open.

2.9.2. Derivative financial instruments off-balance of SOS-KDI

In addition, STS also did hedging transactions for the transfers of PSA payments to the NAs which do not show up in KDI financial statements (see Section 1.9.).

The purpose of these hedges is to maintain the value of incoming funds needed to guarantee the organisation's ability to meet its budgeted financial obligations even if the exchange rates fall below the budgeted rates. As a consequence of these hedges, no profit can be made should the exchange rates rise above the exchange rates guaranteed in the contracts.

The calculated market value of the overall position of these hedging transactions was a negative amounting to € -1.086.033,37 (2021: € 2.397 (positive)). This comprises transactions with a negative market value to the amount of € -4.168.465,00 (2021: € -953) and transactions with a positive market value to the amount of € 3.082.431,63 (2021: € 3.350). Due to current accounting standards, allowance would have to be made for negative market values through provision for contingent losses. However, as there was confirmation from all the Promoting and Supporting Associations at the accounting date that they would accept the impending loss in full, so that there was in fact no risk to SOS Children's Villages International, no accruals were entered directly for SOS KDI.

The market value of the open hedging transactions changes on the maturity dates and deviates from the valuation depending on the development of the underlying currency exchange rates.

IV. Additional disclosures

1. Average number of employees

The average number of employees inclusive posted employees and EU-employees during the year under report was as follows:

	2022	2021
Austria	320	331
Regions	322	296
Total KDI	642	627

2. Audit costs for annual financial statements

Expenses for the auditor Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H. for fiscal year 2022 amount to €85.430,00 (2021: T€80) net of tax. Thereof an amount of €55.800,00 (2021: T€52) is related to the audit of the statutory financial statements of SOS KDI. Fees for other assurance services amount to €29.630,00 (2021: T€28) and for other services amount to €0,00 (2021: T€0).

3. Executive bodies of the association

The executive bodies of the association in accordance with the statutes applicable on the accounting date 31.12.2021 are:

- The General Assembly (all SOS member associations worldwide)
- The International Senate (as per current list of members on the website)
- The President
- The Management Team (from 23.6.2022: "Executive Board")
- The Arbitration Tribunal when convened

4. Remuneration paid to the members of the executive bodies

In the year under report, the members of the executive bodies of the association received emoluments in the amount of €781.511,81 (2021: T€966). This amount includes salaries, insurance and payments in kind.

5. Representation

The President and Vice-president in year 2022 were:

- Dereje Wordofa Gidda (President)
- Beata Juvancz (Vice President)

The members of the Management Team (renamed to Executive Board) during 2022 were:

- Ingrid Maria Johansen (Chief Executive Officer)
- Dr. Steffen Odalf Braasch (Chief Financial Officer until 30.09.2022, position renamed to Chief Operating Officer from 01.10.2022)
- Mag. Michael Pörtl (Chief Operating Officer until 30.09.2022, position renamed to Chief Program Officer from 01.10.2022, in position until 05.10.2022)
- Adrienne Catharine Buurman (interim Chief Program Officer from 06.10.2022)

The association is represented by the Chief Executive Officer collectively together with another member of the Executive Board or, in case of absence of the Chief Executive Officer, the association is represented collectively by two members of the Executive Board in each case.

Angela Maria Rosales was appointed as Chief Program Officer as of 01.04.2023.

6. The International Senate

The International Senate is the overriding policy and supervisory body of the Federation. The functions of the International Senate are:

- Taking decisions relating to applications for membership and the resignation or expulsion of members, such decisions to be taken by a two-thirds majority of Senate members present;
- Approving the General Secretariat's annual budget and audited annual financial statements;
- Submitting proposals to the General Assembly relating to the basic policy of the Federation;
- Providing overall direction for and approving the Federation's strategic plan;
- Providing overall direction for and approving the Federation's binding policies;
- Drawing up rules of procedure for itself, the Senate committees, the Management Council, the Management Team and the General Secretariat, all such decisions to be taken by a simple majority;
- Selecting, appointing and dismissing the members of the Management Council and the Management Team at the proposal of the President of the Federation supported by a designated Senate committee;
- Discharging the Management Team;
- Setting the amount of the annual membership fees;
- Approving the participation of the Federation in corporate enterprises;
- Selecting the regular auditors (or statutory auditors), if this is required before the next General Assembly (effective 23.06.2022);
- All other tasks and activities in the interest of the Federation that are not expressly assigned to another body of the Federation.

The International Senate can establish standing as well as temporary committees. It has the right to delegate specific supervisory functions and decisions to those committees. The President shall propose the members of these committees for approval by the Senate.

The members of the International Senate during 2022 were:

- GIDDA Dereje Wordofa – President of SOS-Kinderdorf International
- JUVANCZ Beata - Vice-President of SOS-Kinderdorf International
- AHMAD Aishah
- ALBISSER Doris
- BARROY Daniel
- BEN YAHIA RAJHI Nahed (until 28 April 2022)
- CAMPOS Pedro Paulo
- DANEVICS Kārlis
- GRIEG Elisabeth
- HORN Petra (until 10 June 2022)
- IDRIS Lana (replacing Petra HORN from 10 June 2022)
- JINSI Rakesh
- KARLSSON WANDY Michael
- KOVAR Andreas
- KIAMA Susan
- LANZANI Maria Grazia
- MUNCH Lars Henrik
- NAHUM Gabi
- NZALO Gordon
- RAHARINARIVONIRINA Maria (replacing BEN YAHIA RAJHI Nahed from 28 April 2022)
- SARMIENTO Mel Senen
- URQUIZO MARTINS Luis-Roberto
- VAN VERSCHUER Philip
- VORWERK Kay

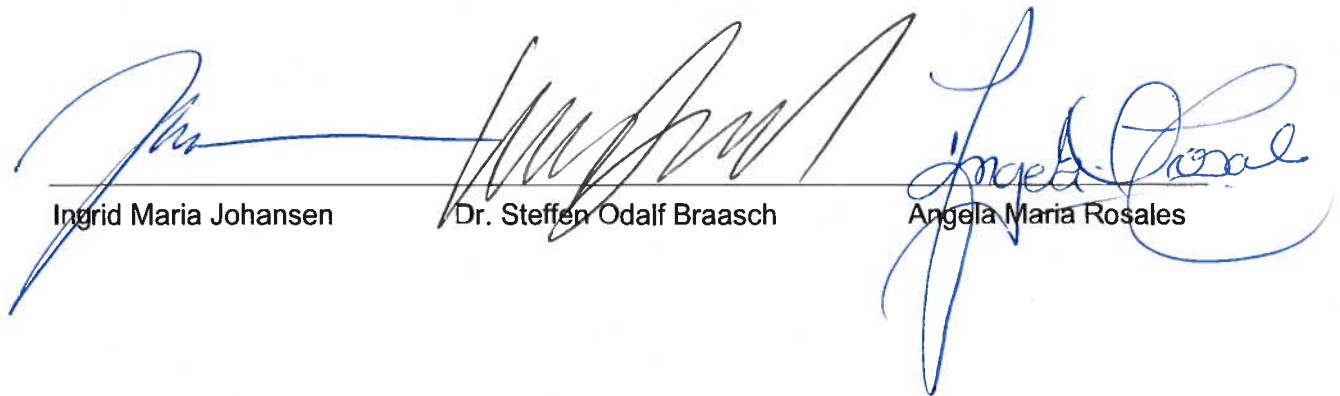
- Ex Officio, members of the Executive Board:
- Ingrid Johansen
- Steffen Braasch
- Michael Pörtl (until 05 October 2022)
- Adrienne Buurman (from 06 October 2022)

7. Events after the balance sheet date

The Independent Special Commission (ISC) concluded its work at the end of May 2023, and the publication of its summary report is scheduled for 07 June 2023. At the date of signing, no major financial effects for SOS KDI are expected from this.

The International Senate decided to suspend the membership of SOS Russia in May 2023. As a result, the membership fee payments of this association are also suspended.

Innsbruck, 1 June 2023



Ingrid Maria Johansen Dr. Steffen Odalf Braasch Angela Maria Rosales

IO WCNA	International Office West, Central and North Africa	Senegal
IB Lome (WCNA)	International Branch Office Lome	Togo
IB Casablanca (WCNA)	International Branch Office Casablanca	Marocco
IO ESAF	International Office Eastern & Southern Africa	Ethopia
IB Nairobi (ESAF)	International Branch Office Nairobi	Kenya
TC Karen*	Regional Training & Resource Centre Karen	Kenya
IB Johannesburg (ESAF)	International Branch Office Johannesburg	South Africa
IO LAAM	International Office Latin America & the Carribean	Bolivia
IB Montevideo (LAAM)	International Branch Office Montevideo	Uruguay
IB San Jose (LAAM)	International Branch Office San Jose	Costa Rica
IO ASIA	International Office Asia	India
IB Skopje (EUCM)	International Branch Office Skopje	Macedonia
IB Almaty (EUCM)	International Branch Office Almaty	Kazakhstan
IB Tallinn (EUCM)	International Branch Office Tallinn	Estonia
IB Amman (EUCM)	International Branch Office Amman	Jordan
SA Gulf Area	SOS-Children's Villages International	UAE
GSC Offices Austria (incl. SOS KDI PSA)	International Office	Austria

*TC Karen as part of IB Nairobi was included in the consolidation

SCHEDULE OF FIXED ASSETS according to art. 226 (1) Austrian Commercial Code (UGB) as of December 31, 2022

TRANSLATION

	Historical cost resp. Cost of production					Accumulated depreciation						Book value	Book value	
	Opening balance	Additions	Additions	Reclassification	Disposals	Balance as of	Opening balance	Additions	Additions	Disposals	FX Effect	Balance as of	31.12.2022	31.12.2021
	1.1.2022	GSC RO				31.12.2022	1.1.2022	GSC RO				31.12.2022	EUR	EUR
	EUR		EUR	EUR	EUR	EUR	EUR		EUR	EUR		EUR	EUR	EUR
FIXED ASSETS														
I. Intangible assets														
1. Concessions, rights	4.506.901,23	0,00	616.641,64	665.010,00	10.149,51	5.778.403,36	3.078.647,94	0,00	621.865,85	10.149,51	-6.359,25	3.684.005,03	2.094.398,33	1.428.253,29
2. Prepayments	665.010,00	0,00	0,00	-665.010,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	665.010,00
	5.171.911,23	0,00	616.641,64	0,00	10.149,51	5.778.403,36	3.078.647,94	0,00	621.865,85	10.149,51	-6.359,25	3.684.005,03	2.094.398,33	2.093.263,29
II. Tangible assets														
1. Land, similar rights and buildings, including buildings on leasehold land and investments in third-party buildings	5.209.542,82	1.112.501,14	15.945,78	0,00	0,00	6.337.989,74	4.000.064,12	174.352,29	91.551,32	0,00	1.286,62	4.267.254,35	2.070.735,39	1.209.478,70
2. Other equipment, furniture and equipment	5.705.707,31	352.313,81	381.965,26	0,00	490.728,81	5.949.257,57	4.324.529,62	323.723,28	449.385,12	338.335,86	-659,66	4.758.642,50	1.190.615,07	1.381.177,69
3. Low Value Investments	0,00	0,00	181.637,19	0,00	181.637,19	0,00	0,00	0,00	181.637,19	181.637,19	0,00	0,00	0,00	0,00
4. Prepayments and construction in process	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00
	10.915.250,13	1.464.814,95	579.548,23	0,00	672.366,00	12.287.247,31	8.324.593,74	498.075,57	722.573,63	519.973,05	626,96	9.025.896,85	3.261.350,46	2.590.656,39
III. Financial assets														
1. Investments	51.250,00	0,00	0,00	0,00	0,00	51.250,00	0,00	0,00	0,00	0,00	0,00	0,00	51.250,00	51.250,00
2. Investment securities (uncertificated securities)	612.456,21	0,00	0,00	0,00	0,00	612.456,21	13.881,10	0,00	0,00	0,00	0,00	13.881,10	598.575,11	598.575,11
	663.706,21	0,00	0,00	0,00	0,00	663.706,21	13.881,10	0,00	0,00	0,00	0,00	13.881,10	649.825,11	649.825,11
	16.750.867,57	1.464.814,95	1.196.189,87	0,00	682.515,51	18.729.356,88	11.417.122,78	498.075,57	1.344.439,48	530.122,56	-5.732,29	12.723.782,98	6.005.573,90	5.333.744,79

Country	ShortName	Account	Institution	Account Nr.	Bank Statement Nr.	Bank Statement Date	Curr	Balance as of 31.12.2022	End Balance EUR 2022	31.12.2022 FX Rate	EUR value @31.12.2022	31.12.2021 FX Rate	EUR value @31.12.2021
NA-RW													
RW	NA Rwanda	NA-RW/BPRW-RWX2	Banque Populaire du Rwanda	400418314911257	00001	31.12.2022	RWF	0,00	0,00	0,00	0,00	1.179,48	7.563,21
RW	NA Rwanda	NA-RW/ECOC-RW01	ECOBANK	0011013800833802	00001	31.12.2022	EUR	40.854,45	40.854,45	1,00	40.854,45	1,00	31.750,45
RW	NA Rwanda	NA-RW/ECOC-RW10	ECOBANK	0011013800833901	00001	31.12.2022	USD	489.559,39	457.446,64	1,07	457.446,64	1,14	495.484,96
NA-SD													
SD	NA Sudan	NA-SD/BAKH-SD00	Bank of Khartoum	1046599/EUR	00001	31.12.2022	EUR	478,64	478,64	1,00	478,64	1,00	478,64
SD	NA Sudan	NA-SD/BAKH-SD01	Bank of Khartoum	1391512 EUR	00001	31.12.2022	EUR	277.005,83	277.005,83	1,00	277.005,83	1,00	511.743,42
SD	NA Sudan	NA-SD/BAKH-SD02	Bank of Khartoum	1391512 EUR - X	00001	31.12.2022	EUR	62.468,55	62.468,55	1,00	62.468,55	1,00	74.591,89
SD	NA Sudan	NA-SD/BAKH-SDX1	Bank of Khartoum	1391512 SDG	00001	31.12.2022	SDG	20.545.039,57	33.974,47	604,72	33.974,47	497,90	111.158,00
SD	NA Sudan	NA-SD/BAKH-SDX2	Bank of Khartoum	1046599/SDG	00001	31.12.2022	SDG	0,00	0,00	604,72	0,00	497,90	0,00
SD	NA Sudan	NA-SD/NILB-SDX3	EI Nilein Industrial Development	143037	00001	31.12.2022	SDG	114.780,00	189,81	604,72	189,81	497,90	553,02
SD	NA Sudan	NA-SD/NILB-SDX4	EI Nilein Industrial Development	1330	00001	31.12.2022	SDG	13.447.146,56	22.236,98	604,72	22.236,98	497,90	65.485,96
NA-SL													
SL	NA Sierra Leone	NA-SL/SCBL-GM11	Standard Chartered Bank Gambia Ltd.	87 00 1322 47700	00001	31.12.2022	USD	13.292,47	12.420,55	1,07	12.420,55	1,14	11.690,83
SL	NA Sierra Leone	NA-SL/SCBL-SL10	Standard Chartered Bank Sierra Leon	8700100922300	00001	31.12.2022	USD	806.672,05	753.758,22	1,07	753.758,22	1,14	188.301,13
SL	NA Sierra Leone	NA-SL/SCBL-SLM1	Standard Chartered Bank Sierra Leon	0100100922300	00001	31.12.2022	SLL	0,00	0,00	1,00	0,00	12,791,27	201.773,70
SL	NA Sierra Leone	NA-SL/SCBL-SLM2	Standard Chartered Bank Sierra Leon	0100100922300	00001	31.12.2022	SLE	912,66	45,36	20,12	45,36		
SL	NA Sierra Leone	NA-SL/SCBL-SL11	Standard Chartered Bank Sierra Leon	8700101082200	00001	31.12.2022	USD	398.259,55	45,36	20,12	19.794,21		
NA-SO													
SO	NA Somalia	NA-SO/SBIC-KEWES10	CFC Stanbic Bank Kenya Limited	0100006691147	00001	31.12.2022	USD	134.085,85	125.290,46	1,07	125.290,46	1,14	34.518,93
SO	NA Somalia	NA-SO/SBIC-KEWES11	CFC Stanbic Bank Kenya Limited	0100006691123	00001	31.12.2022	USD	143.754,47	134.324,86	1,07	134.324,86	1,14	134.769,76
SO	NA Somalia	NA-SO/PBSM-SO10	Premier Bank Limited	20300045005	00001	31.12.2022	USD	289.300,31	270.323,59	1,07	270.323,59	1,14	3.461,31
SO	NA Somalia	NA-SO/PBSM-SO11	Premier Bank Limited	20300045005	00001	31.12.2022	USD	10.000,00	9.345,79	1,07	9.345,79		
NA-SS													
KE	NA Kenya	NA-SS/SBIC-KEWES18	CFC Stanbic Bank Kenya Limited	0100002212786	00001	31.12.2022	USD	3.339,64	3.120,58	1,07	3.120,58	1,14	111.382,13
KE	NA Kenya	NA-SS/SBIC-KEWES20	CFC Stanbic Bank Kenya Limited	0100003243766	00001	31.12.2022	USD	0,00	0,00	1,07	0,00	1,14	131.575,53
NA-SX													
SX	NA Somaliland	NA-SX/SBIC-KEWES14	CFC Stanbic Bank Kenya Limited	100000392469	00001	31.12.2022	USD	452.346,02	422.674,29	1,07	422.674,29	1,14	208.560,97
SX	NA Somaliland	NA-SX/SBIC-KEWES15	CFC Stanbic Bank Kenya Limited	100000392857	00001	31.12.2022	USD	77.461,47	72.380,37	1,07	72.380,37	1,14	61.514,48
NA-TD													
TD	NA Chad	NA-TD/ECOC-TDM1	Ecobank Tchad SA	60001000010180501370136	00001	31.12.2022	XAF	113.970.470,00	173.455,19	657,06	173.455,19	667,61	115.812,03
TD	NA Chad	NA-TD/ECOC-TDM2	Ecobank Tchad SA	60001 00005 01805013702 70	00001	31.12.2022	XAF	5.372.871,00	8.177,14	657,06	8.177,14	667,61	45.411,50
NA-TG													
TG	NA Togo	NA-TG/ECOC-TGF1	ECOBANK Togo, B.P. 3302	7010181400054803	00001	31.12.2022	XOF	109.954.105,00	167.289,10	657,27	167.289,10	659,47	259.364,30
TG	NA Togo	NA-TG/ECOC-TGF2	ECOBANK Togo, B.P. 3303	TG0550170118140005480118	00001	31.12.2022	XOF	18.714.120,00	28.472,50	657,27	28.472,50	659,47	625.145,37
NA-UG													
UG	NA Uganda	NA-UG/SBIC-UG10	Stanbic Bank Uganda Ltd.	9030008172349	00001	31.12.2022	USD	0,00	0,00	1,07	0,00	1,14	54.388,01
UG	NA Uganda	NA-UG/SBIC-UGX1	Stanbic Bank Uganda Ltd.	9030005748347	00001	31.12.2022	UGX	0,00	0,00	3.975,79	0,00	4.031,50	1.529,11
											22.244.803,53		21.394.093,42

According to the legal assessment, the following units can no longer be assigned to SOS Kinderdorf International compared to the previous year:

Country	ShortName	Account	Institution	Account Nr.	Bank Statement Nr.	Bank Statement Date	Curr	Balance as of 31/12/2022	End Balance EUR 2022	31.12.2022 FX Rate	EUR value @31.12.2022	31.12.2021 FX Rate	EUR value @31.12.2021
NA-CV													
CV	NA Cape Verde	NA-CV/CANB-CV00	BCN - BANCO CABO-VERDIANO DE	67646 15 002	00001	31.12.2022	EUR	0,00	0,00	1,00	0,00	1,00	0,00
CV	NA Cape Verde	NA-CV/CANB-CV10	BCN - BANCO CABO-VERDIANO DE	67646 15 001	00001	31.12.2022	USD	0,00	0,00	1,14	0,00	1,14	0,00
NA-BF													
BF	NA Burkina Faso	NA-BF/ECOC-BFF1	Ecobank Burkina	BF0830001818170152410479	00001	31.12.2022	XOF	0,00	0,00	659,47	0,00	659,47	0,00
BF	NA Burkina Faso	NA-BF/ECOC-BFF2	Ecobank Burkina	0180181701524102	00001	31.12.2022	XOF	0,00	0,00	659,47	0,00	659,47	0,00
BF	NA Burkina Faso	NA-BF/ECOC-BFF3	Ecobank Burkina	BF0830001818170152410188	00001	31.12.2022	XOF	0,00	0,00	659,47	0,00	659,47	0,00
BF	NA Burkina Faso	NA-BF/ECOC-BFF4	Ecobank Burkina	1.70015E+11	00001	31.12.2022	XOF	0,00	0,00	659,47	0,00	659,47	0,00
BF	NA Burkina Faso	NA-BF/ECOC-BFF5	Ecobank Burkina	1,80182E-14	00001	31.12.2022	XOF	0,00	0,00	659,47	0,00	659,47	0,00
NA-AO													
AO	NA Angola	NA-AO/BAIP-AO00	Banco Angolano de Investimentos	AO06 0040 0000 2495 9105 15216	00001	31.12.2022	EUR	0,00	0,00	1,00	0,00	1,00	0,00
AO	NA Angola	NA-AO/BAIP-AO10	Banco Angolano de Investimentos	AO06004000003297144715143	00001	31.12.2022	USD	0,00	0,00	1,14	0,00	1,14	0,00
AO	NA Angola	NA-AO/BAIP-AO11	Banco Angolano de Investimentos	AO06 0040 0000 2495 9105 1511 9	00001	31.12.2022	USD	0,00	0,00	1,14	0,00	1,14	0,00
AO	NA Angola	NA-AO/BAIP-AOX1	Banco Angolano de Investimentos	AO06004000002495910510172	00001	31.12.2022	ADA	0,00	0,00	640,63	0,00	640,63	0,00
AO	NA Angola	NA-AO/BAIP-AOX2	Banco Angolano de Investimentos	AO06004000003297144710293	00001	31.12.2022	ADA	0,00	0,00	640,63	0,00	640,63	0,00
AO	NA Angola	NA-AO/BAIP-AOX3	Banco Angolano de Investimentos	AO06004000003313792510184	00001	31.12.2022	ADA	0,00	0,00	640,63	0,00	640,63	0,00
											0,00		0,00

The total balance of the bank accounts managed by STS as of 31.12.2022 is split as follows:

Bank	Currency	amount in local currency 31.12.2022	amount in EUR 31.12.2022
DEUT-DE00	EUR	0,00	0,00
02BKAU0001	EUR	199.507,91	199.507,91
02BKAU0003	EUR	62.500,87	62.500,87
02BKAU0004	EUR	153.321,77	153.321,77
02BKAU1002	USD	111.545,27	104.228,43
02CITI0001	EUR	527.897,41	527.897,41
02COBA0001	EUR	338,43	338,43
02UBSW0001	EUR	0,00	0,00
02DEUT0002	EUR	31.683.857,54	31.683.857,54
02DEUT1003	USD	6.552.897,88	6.123.059,13
02DEUT2004	DKK	28.608.107,00	3.847.192,35
02DEUT3005	NOK	53.283.332,00	5.077.649,64
02DEUT4006	SEK	27.358.813,00	2.453.793,23
02DEUT5007	CHF	705.868,00	713.358,26
02DEUT6008	CAD	1.118.515,00	772.455,11
02DEUT7009	GBP	480.041,00	542.787,20
02DEUT9017	ISK	171.548.475,00	1.133.455,40
02DEUTA010	INR	35.895.076,35	405.716,94
02DEUTD011	MAD	369.172,00	33.062,45
02DEUTG012	KES	9,89	0,07
02DEUTU013	ILS	18.373,24	4.893,01
02DEUTU014	JOD	1,00	1,32
02DEUTU015	TND	0,00	0,00
02DEUTV016	LKR	1,95	0,01
02TUBD0009	EUR	19.970,01	19.970,01
02TUBD1011	USD	915,84	855,77
02TUBDH004	ZAR	0,00	0,00
02TUBDU008	ILS	0,00	0,00
02TUBDV007	THB	0,00	0,00
02TUBDV010	CNY	0,00	0,00
02TUBDW001	RUB	0,00	0,00
02TUBDW002	HUF	-0,02	0,00
02TUBDW005	HRK	0,00	0,00
02TUBDW006	RON	0,00	0,00
02TUBDZ003	MXN	0,00	0,00
02BARC0001	EUR	0,00	0,00
02DEUTV001	HKD	77.896,47	9.322,00
02DEUTV024	CNY	713.528,10	96.981,01
02DEUTV021	THB	1.883.949,38	50.912,05
02DEUTW022	HUF	19.021.065,49	47.631,26
02DEUTW020	HRK	0,00	0,00
02DEUTZ019	MXN	9.563.000,14	458.965,26
02DEUTH023	ZAR	8.571.999,70	471.639,44
02CITI1002	USD	82,08	76,70
			<u>54.995.429,98</u>

TRANSLATION

AUDITOR'S REPORT *)

Report on the Financial Statements

Audit Opinion

We have audited the financial statements of

SOS-Kinderdorf International, Innsbruck.

These financial statements comprise the balance sheet as of December 31, 2022, the income statement for the fiscal year then ended and the notes.

Based on our audit the accompanying financial statements were prepared in accordance with the legal regulations and present fairly, in all material respects, the assets and the financial position of the Association as of December 31, 2022 and its financial performance for the year then ended in accordance with Austrian Generally Accepted Accounting Principles.

Basis for Opinion

We conducted our audit in accordance with Austrian Standards on Auditing. Those standards require that we comply with International Standards on Auditing (ISA). Our responsibilities under those regulations 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 Association in accordance with the Austrian General Accepted Accounting Principles and professional requirements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained until the date of this auditor's report is sufficient and appropriate to provide a basis for our opinion by this date.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with Austrian Generally Accepted Accounting Principles, for them to present a true and fair view of the assets, the financial position and the financial performance of the Association and for such internal controls as management determines are necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

TRANSLATION**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 Austrian Standards on Auditing, which require the application of ISA, 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 Austrian Standards on Auditing, which require the application of ISA, 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 Association's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

TRANSLATION

- conclude on the appropriateness of management'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 Association'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 Association 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.

Vienna, June 1, 2023

Ernst & Young
Wirtschaftsprüfungsgesellschaft m.b.H.

Mag. Hans-Erich Sorli mp
Wirtschaftsprüfer / Certified Public Accountant

Mag. (FH) Isabelle Vollmer mp
Wirtschaftsprüferin / Certified Public Accountant

*) We want to emphasize that the report has been translated analogously from the original auditor's report "Jahresabschluss zum 31. Dezember 2022". All legal terms translated to similar Anglo American legal terms can only be seen under the legal principles (jurisdiction) of Austrian law, especially civil and commercial law. The German version of the auditor's report has been signed personally.

TRANSLATION

REPORT ON THE AUDIT OF ACCOUNTS

We conducted the audit of the accounts of

SOS-Kinderdorf International, Innsbruck
(referred to as "the Association"),

for the period starting January 1, 2022 until December 31, 2022.

Responsibilities of Management for the Financial Management

The management body of the association is responsible for the proper financial management of the association with regard to the correctness of accounting and the proper use of funds in accordance with the Association's bylaws. The management body of the association must ensure that an accounting system in accordance with the requirements of the association is in place and that the financial situation of the association is timely and sufficiently recognizable.

Auditor's Responsibility and Description of Kind and Scope of the Audit of Accounts

Our responsibility is to express an opinion based on our audit procedures whether the correctness of the accounts was given in all material respects and whether the use of the funds of the association was in accordance with the Association's bylaws. Any detected flaws or threats to the existence of the association need to be revealed in our report and unusual sponsorship contributions received and disbursed, especially self-dealings, have to be discussed in detail.

In performing the audit, we adhered to the applicable legal provisions in Austria and the relevant expert opinions and standards of audits. Those standards require us to comply with our professional duties, including rules on independence, and to plan and perform the engagement with due regard to the principle of materiality so that we can provide our opinion with reasonable assurance.

The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the accounts, whether due to fraud or error. In making these risk assessments, the auditor considers internal control relevant to the Association's preparation and fair presentation of the accounts in order to design audit procedures that are appropriate under the given circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Proper use of funds in accordance with the Association's bylaws is given when the funds are used to meet the objectives of the association, in particular to finance the activities envisaged for the realization of the objectives. The assessment of the economy or profitability of the management of the association is not the subject of the audit.

TRANSLATION

The audit or review of the accounts, or the detection and investigation of criminal offenses, e.g. misappropriation or other infidelities and administrative offenses, is not the subject of the audit.

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, which is based on the results of our audit, the correctness of accounts was given in all material respects and the use of funds was performed in accordance with the Association's by-laws for the period lasting from January 1, 2022 to December 31, 2022; no unusual receipts or expenses, especially self-dealings, were detected.

Vienna, June 1, 2023

Ernst & Young
Wirtschaftsprüfungsgesellschaft m.b.H.

Mag. Hans-Erich Sorli mp
Wirtschaftsprüfer / Certified Public Accountant

Mag. (FH) Isabelle Vollmer mp
Wirtschaftsprüferin / Certified Public Accountant

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