

Global Compact Network Switzerland & Liechtenstein (GCNSL)

Zürich

Report of the statutory auditor to the
General Meeting

on the financial statements 2023

Report of the statutory auditor

on the limited statutory examination to the General Meeting of

Global Compact Network Switzerland & Liechtenstein (GCNSL)

Zürich

As statutory auditor, we have examined the financial statements (balance sheet, income statement and notes) of Global Compact Network Switzerland & Liechtenstein (GCNSL) for the year ended 31 December 2023.

These financial statements are the responsibility of the Board. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on the Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of association personnel and analytical procedures as well as detailed tests of association documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the association's articles of incorporation.

PricewaterhouseCoopers SA

Marc Secretan

Yoann Joly

Licensed audit expert
Auditor in charge

Geneva, 22 May 2024

Enclosure:

- Financial statements (balance sheet, income statement and notes)

PricewaterhouseCoopers SA, avenue Giuseppe-Motta 50, case postale, 1211 Genève 2, Switzerland
Téléphone: +41 58 792 91 00, www.pwc.ch

PricewaterhouseCoopers SA is a member of the global PricewaterhouseCoopers network of firms, each of which is a separate and independent legal entity.

Balance Sheet

in CHF

| | | 31.12.2023 | Prior year |
|--|---|----------------|----------------|
| Assets | | | |
| Cash and cash equivalents | | 582'862 | 391'019 |
| Receivables from deliveries and services | 1 | 192'671 | 98'565 |
| Prepaid expenses | 1 | 16'125 | |
| Total current assets | | 791'658 | 489'583 |
| Tangible fixed assets | 1 | 11'748 | - |
| Total non-current assets | | 11'748 | - |
| Total assets | | 803'406 | 489'583 |
| Liabilities | | | |
| Trade payables | | 77'266 | 16'646 |
| Other current liabilities | | - | - |
| Deferred Income | | 1'000 | - |
| Accrued Expenses | | 71'949 | 43'494 |
| Total current liabilities | | 150'215 | 60'140 |
| Association capital | | 429'443 | 418'750 |
| Profit for the year | | 223'748 | 10'693 |
| Total equity | | 653'191 | 429'443 |
| Total equity and liabilities | | 803'406 | 489'583 |

Income Statement

in CHF

| | 2023 | Prior year |
|---|-------------------|-----------------|
| Memberships | 914'482 | 530'903 |
| Additional Member Contributions | 0 | 10'400 |
| Seminars | 8'449 | 1'506 |
| Swiss Confederation | 240'000 | 200'000 |
| Other Income | 138'973 | 9'610 |
| Total revenues | 1'301'904 | 752'419 |
| Rent | -16'300 | -16'300 |
| Direct costs members | -7'384 | -27'825 |
| Direct costs projects | -18'956 | -45'978 |
| Direct costs seminars | -118'660 | -23'375 |
| Direct costs events | -3'297 | -10'000 |
| Direct costs - SDC Earmarked | -49'596 | |
| Administrative Expenses | -705'358 | -562'048 |
| Maintenance EDP | -14'736 | -13'684 |
| Office expenses | -54'053 | -20'863 |
| Advertising costs | -22'138 | -19'001 |
| Entertainment and travel | -32'560 | -34'017 |
| Total operational expenses | -1'043'039 | -773'092 |
| Profit before interest, tax and depreciation | 258'865 | -20'673 |
| Depreciation | -1'907 | 0 |
| Profit before interest and tax | 256'958 | -20'673 |
| Financial expenses | -1'469 | -2'248 |
| Ordinary operative profit before taxes | 255'490 | -22'921 |
| Extraordinary income | | 41'243 |
| Profit before tax | 255'490 | 18'322 |
| Tax expenses | -31'741 | -7'629 |
| Profit for the year | 223'748 | 10'693 |

Notes to the financial statements

(in Swiss francs)

Information, Structure and Status of Global Compact Network Switzerland & Liechtenstein

Dedicated to the mission and objectives of the United Nations Global Compact initiative, the association links the according Corporate (Social) Responsibility, Sustainability or Corporate Citizenship efforts of its members with the Global Compact community worldwide and contributes to such activities in Switzerland.

Global Compact Network Switzerland & Liechtenstein is an association according to Article 60 ff. of the Swiss Civil Code ("Schweizerisches Zivilgesetzbuch").

The association's registered office is located at ICC Switzerland, Hegibachstrasse 47, 8032 Zürich.

1 Accounting principles applied in the preparation of the financial statements

These financial statements have been prepared in accordance with the provisions of commercial accounting as set out in the Swiss Code of Obligations (Art. 957 to 963b CO, effective since 1 January 2013). Significant balance sheet items are accounted for as follows:

Receivables

Receivables and other short-term receivables are carried at their nominal value. Impairment charges are calculated for these assets on an individual basis; for the remainder, a general allowance of 10% has been made.

Prepayments and accrued income

These are valued at the nominal value.

Tangible Fixed Assets

Equipment is carried at cost less depreciation. The capitalisation threshold amounts to CHF 500.00. Any acquisitions for projects are recorded directly in expenditure.

Depreciation is calculated on the basis of the following useful lives and in accordance with the following methods:

| | Useful life | Method |
|-----------------------|-------------|------------|
| Hardware and software | 3 years | 33% linear |

Accounts from suppliers & services / Other current liabilities

These are valued at their nominal value or at the market value of the Federal Tax Administration.

Details, analyses and explanations to the financial statements

2 Full-time equivalents, averaged over the year, did not exceed 10 employees.

3 Pension liabilities

Global Compact Networks Switzerland & Liechtenstein has no Pension liabilities as of December 31, 2023 (2022: No pension liabilities)

4 Contingent liabilities

Global Compact Network Switzerland & Liechtenstein is not involved in legal disputes.

5 Net release of hidden reserves

No hidden reserves were released in the year under review (2022: No hidden reserves were released).

6 Significant events occurring after the balance sheet date

It has no significant events occurring after the Balance Sheet date.