

Annual Report 2021

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Foundation Green Ethiopia, Winterthur, Switzerland

Statement of Financial Positions as per December 31

	Notes	2021 CHF	2020 CHF
Assets			
Current Assets			
Cash		1'426.07	2'338.62
Bank		621'919.83	106'818.57
Bank USD and EUR		658'052.14	389'194.84
Post		346'591.93	321'330.11
Receivables Tax Authority		0.00	0.00
Total Current Assets		1'627'989.97	819'682.14
Total Assets		1'627'989.97	819'682.14
Liabilities & Equity			
Current Liabilities			
Accounts payables		3'150.00	6'650.00
Deferrals for Project related Obligations	2.1	435'721.96	354'549.66
Other Deferrals		0.00	0.00
Total Current Liabilities		438'871.96	361'199.66
Funds Capital			
Restricted Funds	2.2	504'000.00	0.00
Total Funds Capital		504'000.00	0.00
Organization Capital (Equity)			
Core Capital	2.3	200'000.00	150'000.00
Freely available Capital	2.4	258'482.48	185'522.46
Profit of the year	2.5	226'635.53	122'960.02
Total Organization Capital (Equity)		685'118.01	458'482.48
Total Liabilities & Equity		1'627'989.97	819'682.14

Foundation Green Ethiopia, Winterthur, Switzerland

Income Statement

for the reporting year ending December 31

	Notes	2021 CHF	2020 CHF
Income			
Donations and Contributions			
Contributions from Public Authorities	3.1	0.00	0.00
Donations and Contributions from Companies	3.2	687'820.43	734'911.85
Donations from Board Members	3.3	24'556.50	23'550.00
Donations from Foundations, Churches and other Organizations	3.4	407'178.62	395'692.24
Donations from private Persons	3.5	537'512.30	572'308.04
Donations from Collections	3.6	250'917.60	400'000.00
Total Donations and Contributions		1'907'985.45	2'126'462.13
<i>thereof restricted</i>		<i>913'468.19</i>	<i>972'855.86</i>
Total Income		1'907'985.45	2'126'462.13
Expenses			
Project "Trees for Tigray"	3.7	139'963.61	-348'775.73
Project "Support Schools - Orchards"	3.8	-35'844.63	-38'275.69
Project "Support Subsistence Farmers and Donkeys for Women"	3.9	-66'627.24	-70'204.37
Project "Tree Nurseries and Afforestation Oromia"	3.10	-579'277.26	-773'982.72
Project "Water harvesting, Water pumps, River Diversions"	3.11	-30'227.44	-31'875.88
Project "Tree Nurseries and Afforestation Amhara"	3.12	-377'205.07	-518'426.32
Project "Tree Nurseries and Afforestation Sidamo"	3.13	-141'318.90	-155'963.34
Other, misc. and new Projects	3.14	-20'321.60	-287.65
Expenditures for Fundraising	3.15	-12'153.39	-14'895.32
Administrative Expenses Ethiopia	3.16	-3'339.86	-8'015.76
Administrative Expenses Switzerland		-20'733.09	-16'795.00
Auditing and Supervision		-3'013.35	-7'654.63
Total Operational Expenses	3.17	-1'150'098.22	-1'985'152.41
Operational Result		757'887.23	141'309.72
Financial Result			
Financial Income		0.00	0.00
Foreign Currency Exchange effects		-27'251.70	-18'349.70
Total Financial Result		-27'251.70	-18'349.70
Profit before changes in Funds		730'635.53	122'960.02
Changes in restricted Funds			
Allocation to restricted Funds	3.18	-1'417'468.19	-972'855.86
Utilization of restricted Funds		913'468.19	972'855.86
Total Change in restricted Funds		-504'000.00	0.00
Profit before allocation of Funds		226'635.53	122'960.02
Allocation to Organizational Fund		0.00	0.00
Profit after allocation of Funds		226'635.53	122'960.02

Foundation Green Ethiopia, Winterthur, Switzerland

Statement of Cash Flows

for the reporting year ending December 31

	Notes	2021	2020
		CHF	CHF
Cash Flow from operating activities			
Profit before changes in Funds		730'635.53	122'960.02
Depreciation		0.00	0.00
Changes receivables		0.00	0.00
Changes payables		-3'500.00	3'780.00
Changes project obligations		81'172.30	78'893.52
Changes accruals		0.00	0.00
Total Cash Flow from operating activities		808'307.83	205'633.54
Cash Flow from investing activities			
Investments tangible assets		0.00	0.00
Disinvestments tangible assets		0.00	0.00
Investments financial assets		0.00	0.00
Disinvestments financial assets		0.00	0.00
Total Cash Flow from investing activities		0.00	0.00
Cash Flow from financing activities			
Payments to organizational capital		0.00	0.00
Borrowings		0.00	0.00
Repayment of Borrowings		0.00	0.00
Total Cash Flow from financing activities		0.00	0.00
Total Cash Flow		808'307.83	205'633.54
Currency translation differences		0.00	0.00
Change in cash		808'307.83	205'633.54

Foundation Green Ethiopia, Winterthur, Switzerland

Statement of Changes in Organization Capital 2021

in CHF	Opening Balance 01.01.2021	Earnings (internal)	Allocation (external)	Fund Transfers (internal)	Utilization (external)	Ending Balance 31.12.2021
Financial Means from Self-Financing						
Core Capital	150'000.00	-	-	50'000.00	-	200'000.00
Freely available Capital	185'522.46	-	-	72'960.02	-	258'482.48
Profit of the year	122'960.02	-	226'635.53	-122'960.02	-	226'635.53
Organizational Capital	458'482.48	-	226'635.53	-	-	685'118.01
Financial Means from Funds						
Fund Afforestation incl. CO ₂ -Compensation	-	-	839'969.08	-	-839'969.08	-
Fund Vegetable for Women, Support Subsistence Farmers	-	-	500.00	-	-500.00	-
Fund Donkey	-	-	8'725.00	-	-8'725.00	-
Fund School Projects	-	-	35'450.00	-	-35'450.00	-
Fund other restricted Donations	-	-	-	-	-	-
Fund Water Pumps	-	-	7'000.00	-	-7'000.00	-
Fund Emergency Aid Tigray	-	-	21'824.11	-	-21'824.11	-
Fund Tigray Afforestation	-	-	160'000.00	-	-	160'000.00
Fund Agricultural Input	-	-	344'000.00	-	-	344'000.00
Restricted Funds	-	-	1'417'468.19	-	-913'468.19	504'000.00

Statement of Changes in Organization Capital 2020

in CHF	Opening Balance 01.01.2020	Earnings (internal)	Allocation (external)	Fund Transfers (internal)	Utilization (external)	Ending Balance 31.12.2020
Financial Means from Self-Financing						
Core Capital	150'000.00	-	-	-	-	150'000.00
Freely available Capital	165'933.47	-	-	19'588.99	-	185'522.46
Profit of the year	19'588.99	-	122'960.02	-19'588.99	-	122'960.02
Organizational Capital	335'522.46	-	122'960.02	-	-	458'482.48
Financial Means from Funds						
Fund Afforestation incl. CO ₂ -Compensation	-	-	917'855.86	-	-917'855.86	-
Fund Vegetable for Women, Support Subsistence Farmers	-	-	3'000.00	-	-3'000.00	-
Fund Donkey	-	-	16'350.00	-	-16'350.00	-
Fund School Projects	-	-	35'450.00	-	-35'450.00	-
Fund other restricted Donations	-	-	-	-	-	-
Fund Water Pumps	-	-	200.00	-	-200.00	-
Restricted Funds	-	-	972'855.86	-	-972'855.86	-

Foundation Green Ethiopia, Winterthur, Switzerland

Notes to the Annual Report 2021

1. General Accounting Principles

The accounting of Foundation Green Ethiopia is compliant with the core Swiss GAAP FER standards as well as with Swiss GAAP FER 21, and it fully complies with applicable legal regulations, with the constitution, and with the code of ZEW (Swiss certification organization for charitable, donation-collecting organizations). The financial statement provides a true and fair view of the financial position results.

Accounting and valuation principles

Unless indicated otherwise, financial positions are nominal values as per closing date. Expenditures for investment goods below CHF 2'000.00 are accounted for as expenses. Bookkeeping is conducted in CHF. Foreign currency assets and liabilities are translated using effective foreign exchange rate as per closing date, operational transactions are translated using the effective applicable daily exchange rate.

Currency exchange effects

A special factor is the exchange rate development of the Ethiopian currency. While the rate was 0.02252 on Jan 1, 2021, it dropped to 0.01845 on Dec 31, 2021. The currency translations during the years (almost half within the first two months of the years and almost half during the last three months of the year) lead to a 12% decrease in cost compared to the respective values of the year 2020.

2. Notes to selected Positions of the Statement of Financial Positions

2.1 Deferrals for Project related Obligations

From the last year's deferrals of CHF 354'549.66, a total of CHF 217'147.26 was used, CHF 106'862.58 for projects in the Oromia region, and CHF 54'601.28 in the Sidamo region. During the first half year, when payments to Tigray were still possible, CHF 53'223.40 were used for salaries and guarding. As the remaining agreements for the Tigray region became obsolete because of the war, the remaining deferrals for Tigray projects were dissolved. New deferrals apply for projects in the Oromia region with CHF 241'789.87, for Amhara projects with CHF 148'738.78, and Sidamo region with CHF 45'193.31. The total deferrals as per end of 2021 amounts to CHF 435'721.96, for projects activities to be implemented in 2022.

2.2 Restricted Funds

see also Statement of Changes in Organization Capital

Fund: Afforestation incl. CO ₂ -Compensation	The financial means are used for financing of tree nurseries and afforestation.
Fund: Vegetable for Women, Support Farmers	The financial means are used to purchase seeds for vegetable plantation and for other support to farmers such as bee hives, poultry, water storage, or production of fuel-efficient stoves. A part of the support goes to women association and associations of land-less youth.
Fund: Donkeys	This fund is used to finance donkeys that are donated to women, to relief them from carrying heavy burdens. Donations include carrying equipment and water containers, as well as training for women regarding how to care, and if necessary nurse, the donkeys.
Fund: School projects	The fund is mainly used for the school project at Dara (school of the Dara women association), at Weliso and Libokemkem.
Fund: Other restricted Donations	In the reporting year no such donations applied for this fund and no such expenses applied.
Fund: Water pumps	This fund is used to finance well development and river diversions for water harvesting in connection to our afforestation and agricultural projects.

Foundation Green Ethiopia, Winterthur, Switzerland

Fund: Emergency Aid Tigray	This fund supports emergency aid institutions in the Tigray region in connection to the war which broke out in November 2020. For this support, only respective restricted donations are used.
Fund: Tigray afforestation	After the projects in the Tigray region had to be stopped because of the war, our project partners in Tigray have expressed interest to continue the afforestation projects as soon as possible. Respective financial means are provided in this fund and are available in short term.
Fund: Agricultural Input	During the war, many farmers in our project areas face destruction or looting of seed, tools and domestic animals, and their very existence is threatened or even at risk. In order to allow such farmers continuing their existence, this fund supports them with agricultural input for continuing agriculture and consequently support and contributing our afforestation projects.

2.3 Core Capital

see also Statement of Changes in Capital
This capital is the core capital of the foundation.

2.4 Freely available Capital

The freely available capital changes by allowing the profit of the year.

2.5 Profit of the Year

We follow our principle to invest the donated funds rather than piling excessive reserves. However, because of extraordinary income, benefitting from exchange rate translations, as well as no project expenses for Tigray afforestation, an exceedingly high profit of CHF 226'635.53 was achieved.

3. Notes to selected Positions of the Income Statement

3.1 Contributions from Public Authorities

No contribution from public authorities applied.

3.2 Donations and Contributions from Companies

The biggest donation is from our partner Ecosia GmbH, Germany, for whom we agreed on significant afforestation activities. Additional donations are from Saving United GmbH, Germany, from Balibart-Panopli SA, France, from Micarna AG, Switzerland, from Digitec-Galaxus AG, Switzerland, and from PhotoCircle GmbH, Germany. Many other companies supported various amounts for up to CHF 5'000.00.

3.3 Donations from Board Members

This year, board members contributed CHF 24'556.50 to the donation income.

3.4 Donations from Foundations, Churches and other Organizations

The most significant amount was contributed by the French Foundation "Fondation Yves Rocher". Special remark is owed to Rütli Stiftung for its extraordinarily high support, and Barator Stiftung, as well as Accordeos Stiftung. Many other organizations supported various amounts for up to CHF 5'000.00.

3.5 Donations from Private Persons

The donations include an amount from a private couple asking for anonymity. Special mentioning are several donations up to CHF 5'000.00. International donations have increased significantly.

Foundation Green Ethiopia, Winterthur, Switzerland

3.6 Donations from Collections

We received a bequest from a woman of CHF 250'917.60.

3.7 Project "Trees for Tigray"

The negative expenses of CHF 139'963.61 results from dissolving accruals and deferrals from previous contractual obligations. Because of the war in Tigray, these obligations are obsolete. The fact that no more projects were possible in Tigray, but the donation level remaining rather constant, contributed to the very positive result of the year.

3.8 Project "Support Schools - Orchards"

From the total expenses of CHF 35'844.63, the majority is for the support of a project in Weliso (Oromia), CHF 27'430.18. The remaining amount was for support of school projects in Libomkemekem (Amhara) and in Dara (Sidamo).

3.9 Project "Support Subsistence Farmers, Donkeys for Women"

In 2021, again women and youth organizations were supported for vegetable plantation. The expenses of CHF 66'627.24 are lower than in the previous years, partly because no projects in the Tigray region applied. Support was given to the women association at Dara (Sidamo), for vegetable seeds, tools, and rope-washer-pumps and roof-water harvesting of CHF 28'399.17. Bee hives applied for groups in Adaa and Liban (both Oromia). Supporting single women with donkeys for carrying heavy burdens remains and important focus, with CHF 16'219.01. All this support is one time, allowing the women to improve their living situation.

3.10 Project "Tree Nurseries and Afforestation Oromia"

The expenses for this project are with CHF 579'277.26 are lower than in the previous year and are at the long-term average level. Supported projects were the existing projects in Arsi highland, Rift valley and Weliso. Proposals for new projects, e.g. in Weliso have been prepared, but without visiting the projects first, which is an important part of establishing the working relationship, no new agreements were signed.

3.11 Project "Water harvesting, Water pumps, River Diversions"

The expenses of CHF 30'277.26 are similar to the previous year. Supported were six reservoirs with pumps in Dara (Sidamo) with expenses of CHF 16'158.89, construction of a deep well at Weliso (Oromia) of CHF 7'638.65, and CHF 6'529.90 for the repair of the water supply at Tulu Korma (Oromia).

3.12 Project "Tree Nursery and Afforestation Amhara"

The expenses of CHF 377'205.07 are lower than in the previous year. The reason is that several agreements ended, and no new agreements were signed because visiting the projects was not possible. Moreover, as the Tigray war approached our project area during October 2021, we were rather hesitant to enter new agreements.

3.13 Project "Tree Nursery and Afforestation Sidamo"

The expenses of CHF 141'318.90 are slightly lower than CHF 155'963.34 in the previous year. One of the reasons is that the president of the Dara women organization, Mrs. Ruhama Getahun, decided to invest USD 10'000.-, which she received as winner of the "International Terre des Femmes" from Fondation Yves Rocher, in the Mechiso tree nursery. This lowered our contribution and is a significant decision of Ruhama Getahun.

3.14 Other, misc. and new Projects

The CHF 20'321.60 are payments for "Emergency Aid Tigray", funds that were donated restricted for emergency aid in the Tigray region.

Foundation Green Ethiopia, Winterthur, Switzerland

3.15 Expenditures for Fundraising

The main expenditures include costs for brochures marketing material and exhibitions. With CHF 12'153.39 they are lower than the CHF 14'895.32 of the previous year. Given the total business volume, the expenses are small. During 2021 no exhibitions applied because of Corona restrictions.

3.16 Administrative expenses Ethiopia and Switzerland

The administrative expenses in Ethiopia are low with CHF 3'339.86, because project travels are part of project costs according to the supervising authorities. The expenses in Switzerland are at a normal level with CHF 20'733.09. They include printing material, office suppliers communication, fees, and expenses in relation to board meetings. The expenses are small compared to the overall business volume. The reason is that no salaries apply, not even for the managing director, respecting the respective ZEWO standards.

3.17 Disclosure of Expenses following the ZEWO method

The ZEWO registration requires calculation and disclosure of expenses for projects, fundraising and administration. The operational expenses split, following the ZEWO method as per January 2018, into the three categories as follows: CHF 1'150'098.22 for «project and service expenses», CHF 12'153.39 for «fundraising expenses», and CHF 24'072.97 for «administration expenses».

3.18 Allocation to and Utilization of restricted Funds

Total expenditures of all categories of restricted donations exceeded the respective restricted donation income. The new fund for afforestation in Tigray after the war was founded with CHF 160'000. A new fund for agricultural input was founded with CHF 344'000.

4. Disclosure of Travel and Representative Expenses

No travel expenses apply because travels were not possible because of the Corona pandemic as well as the ongoing war.

5. Compensation to Members of Governing Bodies (Personnel Costs, Bonuses, Allowances)

No compensation was paid to any board member (no salaries, no bonuses, no allowances, and no meeting attendance fees). Also the managing director works voluntarily. He receives a compensation of monthly CHF 300.00 for using the private office for the purpose of the foundation.

6. Gratuitous Services

Board members and the managing director are volunteers and work without any compensation. Voluntary contributions account for about 1 - 2 weeks annually per board member (without travels to Ethiopia on their own expenses). Executive management of the foundation accounts for about 150% FTE (managing director, president, administration, etc.).

7. Disclosures regarding Employment

The number of the annually average full-time positions is below 10 employees.

8. Transactions with related, legally independent Organizations, Persons and Projects

none

9. Events after the Closing Date

As per February 23, 2022, the date of approval of the Financial Statements by the foundation board, the foundation had no subsequent events that warrant a modification of the Financial Statements.

Foundation Green Ethiopia, Winterthur, Switzerland

Performance Report

Founding Date	November 28, 2000, Winterthur, Switzerland
Foundation Purpose	<p>the objects shall be without any profit-making or self-help motive, but shall be</p> <p>a) to support Ethiopian farming and forestry by developing sustainable environmental agriculture and forestry to conserve and restore soil fertility and therefore the long-term cultivation of available land resources.</p> <p>b) to provide advice and support to Ethiopian farmers with regard to sustainable production, appropriate storage and marketing of essential home-grown foodstuffs to ensure long-term basic nutrition in Ethiopia.</p>

Organization:

Foundation Board / Members (as per December 31, 2021) / Tenure of Office 2020-2023

Beutler Beat, Pastor, CH-3604 Thun
Bührer Susanne, Businesswoman, CH-8451 Kleinandelfingen
Carrel Maxence, Dr. sc. ETH, Environmental Engineer, CH-8049 Zürich
Pfister Kurt, Businessman, retired, CH-8405 Winterthur, President
Pfister Simon, Dr. oec., senior lecturer University of St. Gallen, 8355 Aadorf (new since July 4, 21)
Rhymer Hug James, CEO, CHF-8820 Wädenswil
Zehnder Hansruedi, Consultant, CH-8405 Winterthur
There is no binding of interest for board members with other activities.

Project committee / Members (as per December 31, 2021) / Tenure of Office 2020-2023

Bührer Susanne, Businesswoman, CH-8451 Kleinandelfingen
Carrel Maxence, Dr. sc. ETH, Environmental Engineer, CH-8049 Zürich
Zehnder Hansruedi, Consultant, CH-8405 Winterthur

Management Simon Pfister, Ph.D. HSG, senior lecturer University of St. Gallen, CH-8355 Aadorf

Experts Stucki Hans-Rudolf, Dr. iur., CH-8472 Seuzach
Pfister Adrian, Master Food Science ETH, CH-9500 Wil
Pfister Irene, Businesswoman, retired, CH-8405 Winterthur (former Board member)

Registration responsible Alem Tsegaye, MSc. Degree in Environmental Science, Addis Ababa

Supervising Authority Supervising Authority is the Swiss Federal Ministry of Internal Affairs, Bern
Supervising Ethiopia CSA, Charity and Society Agency
MoEFCC, Ministry of Environment, Forestry and Climate Change

Auditor PwC, CH-8400 Winterthur

Supervision Foundation ZEWO, Lägerstrasse 27, CH-8037 Zürich

Tax Exemption of the Foundation

The tax authority of Kanton Zürich confirmed with a rule dated February 16, 2001, that the Foundation is tax exempted (for state, community and federal tax).

Recognition as Charitable Foundation in Ethiopia

As per July 18, 2019, the registration of the foundation in Ethiopia was confirmed under the number 3772.

Achievement (Effectiveness) and Economics (Efficiency):

See details in Annual Report 2021.

Defined Objectives and Descriptions of Services:

See details in Annual Report 2021.

Stiftung Green Ethiopia

Winterthur

Report of the statutory auditors to the
Board

on the financial statements 2021

Report of the statutory auditors

on the limited statutory examination to the Board of

Stiftung Green Ethiopia

Winterthur

As statutory auditors, we have examined the financial statements of Stiftung Green Ethiopia, which comprise the statement of financial positions, income statement, statement of cash flows, statement of changes in organization capital and notes, for the year ended 31 December 2021. As permitted by Swiss GAAP FER 21 the information in the performance report is not required to be subject to the statutory auditors' examination.

These financial statements prepared in accordance with Swiss GAAP FER, Swiss law and the foundation's deed and internal regulations 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 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 foundation personnel and analytical procedures as well as detailed tests of foundation documents as considered appropriate in the circumstances. However, the testing of the 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 give a true and fair view of the financial position, the results of operations and the cash flows in accordance with Swiss GAAP FER. Furthermore, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the foundation's deed and internal regulations.

PricewaterhouseCoopers AG

Philipp Gnädinger

Audit expert
Auditor in charge

Andrej Schwarz

Winterthur, 29 April 2022

Enclosure:

- Financial statements (statement of financial positions, income statement, statement of cash flows, statement of changes in organization capital and notes)

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