

Report on the audit of the financial statements

To the Chairman of the Board of
Fondazione "Opera San Francesco Saverio" - C.U.A.M.M.

Independent Auditor's report

Opinion

We have audited the financial statements of Fondazione "Opera San Francesco Saverio" - C.U.A.M.M. (the Foundation), which comprise the balance sheet as December 31, 2021, the income statement and the cash flow statement for the year then ended and the explanatory notes. Such Financial Statements, although not specifically required by law, has been prepared in accordance with the Italian Civil Code, except for non disclosing the cash flow statement.

In our opinion, the financial statements give a true and fair view of the financial position of the Foundation as at December 31, 2021, and of the result of its operations and its cash flows for the year then ended in accordance with the Italian regulations and accounting principles governing financial statements except for cash flow statement.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (ISA Italia). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the Financial Statements section of this report. We are independent of the Foundation in accordance with ethical requirements and standards applicable in Italy that are relevant to the audit of financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matters

This report is not issued under any legal requirement, because for the year ended as December 31, 2021 pursuant to article 2409bis of the Italian Civil Code, the Foundation is not obliged to statutory Audit.

Responsibilities of Management and the Board of Statutory auditors for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Italian regulations and accounting principles governing financial statements and, within the limits of the law, for such internal control as management determines is necessary to enable the preparation of 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

The Board of Statutory auditors has the responsibility, in compliance with the applicable

legislation, for the supervision of the monitoring financial reporting process of the Foundation.

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 International Standards on Auditing (ISA Italia) will 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 the audit in accordance with International Standards on Auditing (ISA Italia), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error; design and perform audit procedures in response to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of non 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 and 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 Foundation's internal control;
- Evaluate the appropriateness of accounting principles used and the reasonableness of accounting estimates and related disclosures made management;
- Conclude on the appropriateness of management's use of the going concern and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation'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 Foundation 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 in a manner that achieves fair presentation.

We communicate with those charged with governance, identified at the appropriate level as required by the ISA Italia, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Padova, June 6, 2022

BDO Italia S.p.A.

Stefano Bianchi
Partner

This report has been translated into English from the original, which was prepared in Italian and represents the only authentic copy, solely for the convenience of international readers.

Balance Sheet at December 31st, 2021

ASSETS				
(Eur Amounts)	31/12/2021	31/12/2020	Variance +/-	
(A) SHARE CAPITAL ISSUED AND NOT YET PAID				
<i>Payments already required</i>	0	0		0
* Total Share capital issued and not yet paid:				
(B) FIXED ASSETS:				
I INTANGIBLE ASSETS				
1 Installation and expansion costs	0	0		0
2 Research, development and advertising costs	0	0		0
3 Industrial and other Patent Rights	0	0		0
4 Concessions, licenses, trademarks and similar rights	1.925	4.178		2.253-
5 Goodwill	0	0		0
6 Assets under construction and advance payments	0	0		0
7 Other intangible assets	5.734	11.468		5,734-
* Total Intangible Assets:	7.659	15.646		7.987-
II TANGIBLE ASSETS:				
1 Land and buildings	2.546.698	2.733.513		186.815-
2 Plant and machinery	19.990	23.871		3.881-
3 Industrial and commercial equipment	15.155	16.825		1.670-
4 Other tangible assets	92.988	82.911		10.077
5 Construction in progress and advance payments	2.440	0		2.440
* Total Tangible Assets:	2.677.271	2.857.120		179.849-
III FINANCIAL ASSETS				
1 Investments	5.814	5.814		0
2 Receivables	0	0		0
<i>within 12 months</i>	0	0		0
<i>over 12 months</i>	0	0		0
3 Other Securities	6.683.808	6.662.186		21.622
* Total Financial Assets:	6.689.622	6.668.000		21.622
TOTAL FIXED and FINANCIAL ASSETS:	9.374.552	9.540.766		166.214-
(C) CURRENT ASSETS				
I Inventories				
4 Merchandise	0	0		0

5 Advance Payments	0	0	0
* Total Inventories:	0	0	0
II Accounts Receivables			
1 Trade Accounts Receivables	19.407	59.877	40.470-
<i>within 12 months</i>	19.407	59.877	40.470-
<i>over 12 months</i>		0	
2 Tax Receivables	7.347	6.793	554
<i>within 12 months</i>	7.347	6.793	554
<i>over 12 months</i>		0	
3 Other Receivables	23.383.158	24.633.199	1.250.041-
<i>within 12 months</i>	16.239.115	19.723.304	3.484.189-
<i>over 12 months</i>	7.144.043	4.909.895	2.234.148
* Total Receivables:	23.409.912	24.699.869	1.289.957-
III Short-term investment			
1 Investments	0	0	0
2 Other Securities	0	0	0
* Total Short Term Investments	0	0	0
IV Cash and Cash Equivalents			
1 Banks and Postal Deposits	21.114.634	16.802.012	4.312.622
2 Cheques			
3 Cash on hand	225.981	682.268	456.287-
* Total Cash and Cash Equivalents:	21.340.615	17.484.280	3.856.335
* TOTAL CURRENT ASSETS	44.750.527	42.184.149	2.566.378
(D) PREPAYMENTS AND ACCRUED INCOMES			
Advanced costs on loans	0	0	0
Other prepayments and accrued incomes	1.822.698	3.410.544	1.587.846-
* Total Prepayments and Accrued Incomes:	1.822.698	3.410.544	1.587.846-
TOTAL ASSETS	55.947.777	55.135.459	812.318

LIABILITIES AND EQUITY				
(Eur Amounts)		31/12/2021	31/12/2020	Variance +/-
(A)	EQUITY			
I	Capital / Accumulated Fund	282.760	282.760	0
II	Revaluation Reserve	1.391.137	1.391.137	0
III	Statutory Reserves	0	0	0
IV	Other Reserves:	11.967.574	12.016.086	48.512-
	- <i>Extraordinary Reserve</i>	342.636	322.295	20.341
	- <i>Reserves with specific aim</i>	11.624.938	11.693.791	68.853-
V	Surplus (deficit) of previous years	0	0	0
VI	Surplus (deficit) of current year	88.018	20.341	67.677
	Total Net Equity:	13.729.489	13.710.324	19.165
(B)	PROVISIONS FOR CONTINGENCIES AND COMMITMENTS			
1	Provision for Severance Indemnities and similar commitments	0	0	0
2	Provision for Deferred Taxes	0	0	0
3	Other Provisions	2.279.547	2.578.334	298.787-
	Total Provisions for Contingencies and Commitments:	2.279.547	2.578.334	298.787-
(C)	STAFF LEAVING INDEMNITY	1.431.501	1.338.323	93.178
(D)	LIABILITIES			
1	Banks loans and overdraft	86.769	515.157	428.388-
	<i>within 12 months</i>	86.769	515.157	428.388-
	<i>over 12 months</i>	0	0	0
2	Other Financial Payables	100.000	100.000	0
	<i>within 12 months</i>	0	0	0
	<i>over 12 months</i>	100.000	100.000	0
3	Advance Payments Received	0	0	0
	<i>within 12 months</i>	0	0	0
	<i>over 12 months</i>	0	0	0
4	Trade Accounts Payables	564.553	608.007	43.454-
	<i>within 12 months</i>	564.553	608.007	43.454-
	<i>over 12 months</i>	0	0	0
5	Note Payables	0	0	0

	<i>within 12 months</i>	0	0	0
	<i>over 12 months</i>	0	0	0
6	Tax Payables	136.901	191.352	54.451-
	<i>within 12 months</i>	136.901	191.352	54.451-
	<i>over 12 months</i>	0	0	0
7	Social Securities Payables	308.021	314.152	6.131-
	<i>within 12 months</i>	308.021	314.152	6.131-
	<i>over 12 months</i>	0	0	0
8	Other Payables	3.522.511	3.114.389	408.122
	<i>within 12 months</i>	3.180.333	2.661.885	518.448
	<i>over 12 months</i>	342.178	452.504	110.326-
	Total Liabilities:	4.718.755	4.843.057	124.302-
(E)	ACCRUED EXPENSES AND DEFERRED INCOMES			
	Agio on loans			
	Other accrued expenses and deferred incomes	33.788.485	32.665.421	1.123.064
	Total Accrued Expenses and Deferred Incomes	33.788.485	32.665.421	1.123.064
	TOTAL LIABILITIES AND EQUITY	55.947.777	55.135.459	812.318

**STATEMENT OF COMPREHENSIVE INCOME AT
DECEMBER, 31ST2021**

(Eur Amounts)		31/12/2021	31/12/2020	Variance +/-
(A)	VALUE PRODUCED			
1	Contributions, Offers, and other activity incomes	41.648.157	46.551.875	4.903.718-
2	Change in merchandises	0	0	0
3	Increase of works in progress	0	0	0
4	Increase in internal construction capitalized	0	0	0
5	Other revenues	1.203.147	702.345	500.802
*	Total Value Produced	42.851.304	47.254.220	4.402.916-
(B)	COSTS			
6	Costs for raw materials, auxiliary materials, spare parts and goods	141.809	100.742	41.067
7	Costs for services	39.217.123	43.502.549	4.285.426-
8	Costs for utilization of third parties' assets	58.463	44.615	13.848
9	Personnel Costs	2.885.869	2.771.331	114.548
	(a) <i>Wages and Salaries</i>	2.088.789	2.016.284	72.505
	(b) <i>Social Securities</i>	574.506	569.715	4.791
	(c) <i>Staff Leaving Indemnity</i>	219.794	182.420	37.374
	(d) <i>Other Social Contributions</i>	0	0	0
	(e) <i>Other costs</i>	2.780	2.912	132-
10	Amortization and Write off on Assets	154.215	157.269	3.054-
	(a) <i>Amortization of intangible assets</i>	7.987	7.987	0
	(b) <i>Amortization of tangible assets</i>	146.228	149.282	3.054-
	(c) <i>Other write off on assets</i>	0	0	0
	(d) <i>Write off on accounts receivables</i>	0	0	0
11	Change in inventory of raw materials, auxiliary materials, spare parts and goods	0	0	0
12	Accruals for contingencies	0	0	0
13	Other Accruals	0	20.474	20.474-
14	Other operating expenses	254.310	623.648	369.338-
*	Total Costs	42.711.789	47.220.628	4.508.839-
(A-B)	* Differences between Value Produced and Costs	139.515	33.592	105.923
(C)	FINANCIAL INCOMES AND EXPENSES			
15	Incomes from Investiments	0	0	0
16	Other financial incomes	52.366	100.259	47.893-
17	Interest and other financial charge	9-	27-	18

17 bis	Exchange currency gains and losses	1.245	13.945-	15.190
*	Net Financial Incomes and (Expenses):	53.602	86.287	32.685-
(D)				
18	Revaluations	0	0	0
19	Devaluations	0	0	0
	Net Adjustments to the value of financial operations	0	0	0
	* EARNING BEFORE TAXES	193.117	119.879	73.238
22	Current and Deferred Income Taxes	105.099	99.538	5.561
*	23 Net Income (Loss) of Financial Period:	88.018	20.341	67.677

The present Financial Statement is compliant to the accounting records regularly kept by Organization.

The President of Board of Governors

Mons. Claudio Cipolla.

Supplementary Notes to the Financial Statement as at 31 December 2021

This Supplement provides information and additional details useful for a more complete description of the Financial Statement and the accounting policies adopted for the recognition of individual balance sheet items

P RINCIPLES OF DRAFTING

Regarding the principles of drafting, it is stated that:

- Evaluation of individual items was carried out with prudence and on a going concern basis.
- The accrual basis is considered regardless of the payment or the occurrence of the related collection.
- The risks and losses were taken into account for the year, even if known after the close of the same.
- We have not changed the evaluation criteria compared to the previous year.

A CCOUNTING POLICIES AND EVALUATION CRITERIA

The accounting policies adopted are consistent with those recommended by the National Board of Accountants and Auditors, suitably interpreted and, where necessary, adapted according to the particular situation of the Institution.

The evaluation criteria adopted in the preparation of the annual accounts comply with the provisions of Article 2426 of the Civil Code.

I NTANGIBLE FIXED ASSETS

Intangible assets are recorded as assets at purchase or production cost including directly attributable ancillary costs, net of amortisation. The initial capitalization and maintained posting is justified by the potential for economic benefits in the future.

Intangible assets are amortised on a straight-line basis in view of their residual useful life.

If the value of the asset at the balance sheet date is permanently lower than the book value, it is recorded at the lower value.

This will not be maintained in subsequent years if the reasons for the adjustment should fail.

Concessions, licenses, trademarks and similar rights are valued at acquisition cost and are amortized over the period of use or, if not determined, over a period of five years. It is believed this procedure is appropriate to represent the residual useful life of the rights in question.

TANGIBLE FIXED ASSETS

Tangible assets are stated at cost, net of accumulated depreciation, including all costs and any directly related expenses with the exception of land which is revalued pursuant to art. 7 of Law no. 448 of 28/12/2001 as specified in the notes. In the case of inherited property, the assets are entered at O.M.I. value (Osservatorio Mercato Immobiliare - Observatory on the Real Estate Market – managed by the Internal Revenue Service) for the period concerned. The assets are depreciated every year on a straight-line basis using economic and technical rates determined in relation to the remaining useful life of the assets in the management process.

The following economic-technical depreciation rates are applied, as considered representative of actual depreciation:

Buildings	3%
Plant and machinery	7,50% - 15%
Equipments	15%
Other assets	12% - 25%

For goods that entered into the management cycle in the year, the depreciation rates were reduced to their half.

The maintenance and repair costs of an ordinary nature to fixed assets have been recorded in the Profit and Loss Statement. Costs for improvements, modernization, transformation and extraordinary maintenance are capitalized and increase the value of the related assets.

If the value of the asset at the balance sheet date is permanently lower than the book value, it is recorded at the lower value.

This will not be maintained in subsequent years if the reasons for the adjustment should fail.

The assets recorded in the Financial Statement at 31 December 2021 have not been revalued.

FINANCIAL FIXED ASSETS

The financial assets were recognized at the value relative to the cost incurred or to the value noted in the documents held by Institution if they relate to donations or legacies. If the value of the financial asset at the balance sheet date is permanently lower than the book value, it is recorded at the lower value. This will not be maintained in subsequent years if the reasons for the adjustment should fail.

RECEIVABLES AND PAYABLES

Receivables are stated at their estimated redemption value.

Payables are stated at nominal value.

The non-capitalised receivables and payables in foreign currency are converted into euros at the Inforeuro exchange rates for the month of December shown in the table below and the differences arising from the adjustment are posted in the Profit and

Loss Statement as an adjustment to the contributions or costs of the projects to which they refer.

COUNTRY	EXCHANGE RATE
Angola	659,76
Etiopia	53,85
Mozambico	71,91
RCA	655,96
Sierra Leone	12.536,15
Sud Sudan	464,91
Tanzania	2.589,89
Uganda	3.971,75
USD	1,13

L LIQUID ASSETS

Liquid assets are recognized and measured at their nominal value.

Foreign currency liquid assets are also converted into Euro at the Inforeuro exchange rates for the month of December shown in the table, with attribution of the differences as adjustment of the contributions or costs of the projects to which they refer.

A ACCURED EXPENSES AND DEFERRED INCOME

These are calculated using the criterion of accrual pursuant to the principle of correlation between costs and revenues for the year and include costs and income common to two or more years.

S TAFF LEAVING INDEMNITY

The liability for the employee staff severance fund is adequate to the amounts accrued at year-end in accordance with legal and contractual provisions in force, net of advances paid to employees.

P ROVISIONS FOR RISKS AND CHARGES

Provisions for risks and charges involve determined losses or liabilities, either certain or probable for which, at the balance sheet date, the exact amount or the date of the event are uncertain. The provisions reflect the best estimate based on the information available.

C OSTS AND REVENUES

These are recorded in the Financial Statements on an accrual basis.

Revenues from funds received from religious and secular institutions, or from individuals are accounted for on the basis of the reasonable certainty of their disbursement coinciding with the time of actual collection. Contributions received in relation to specific projects are recorded on an accrual basis, correlating them with the advancement of the related costs attributable to the project for the portion of the definitively approved funding coverage.

Non-monetary donations without restraint, consisting of assets intended for a multiyear use, are subject to the ordinary depreciation calculated according to the remaining useful life of the asset.

The costs are accounted for on an accrual basis with the recognition of accruals and deferrals.

Project contributions and costs are adjusted at the end of the year based on the assessment of receivables and liquid assets as already specified in the paragraphs dedicated to these items.

I NCOME TAX – TAX REGIME

The Institution's activities are not subject to tax on the possible surplus, determined based on the accounting records. The fees are subjected to tax that are paid to employees and collaborators if earned in Italy (IRAP), the land income related to buildings owned and any other "different" or "capital" income received (IRES) and the receipt of income from the accessory activity of University College (IRES and IRAP).

G UARANTEES AND OTHER MEMORANDUM ACCOUNTS

Financial commitments for projects in progress are posted at the nominal value of the project in question.

A CCOUNTS HEADINGS

The following are comments on the main items in the Balance Sheet, and provides the most relevant information about the Statement of Comprehensive Income. The figures are shown in euro.

Some tables are also attached to these notes to illustrate some of the more significant entries in the Financial Statements.

A NALYSIS OF HEADINGS

BALANCE SHEET STATEMENT

F IXED ASSETS

This section points out the intangible fixed assets, the tangible fixed assets and financial fixed assets for a total amount of 9.374.552 euro, with a variation on the previous year of -166.214 euro.

I INTANGIBLE FIXED ASSETS

The intangible assets at 31 December 2021 amounted to 7.659 euros, with a variation on the previous year of -7.987 euros and are composed as follows:

	31/12/2021	31/12/2020
Concessions, licenses, brands and similar rights	1.925	4.178
Other intangible assets	5.734	11.468
Totale	7.659	15.646

These assets refer to application software used for the institution's operational, administrative and accounting management as well as the expenses incurred for the establishment of the info point in via S. Francesco. The above assets are amortized according to an amortization plan established in accordance with their remaining useful life. In the Statement of Comprehensive Income amortization totalling 7.987 euros was recorded.

T TANGIBLE FIXED ASSETS

The tangible assets at 31 December 2021 amounted to 2.677.271 euro, with a variation on the previous year of -179.849 euros and are composed as follows:

	31/12/2021	31/12/2020
Land and Buildings	2.546.698	2.733.513
Plant and machinery	19.990	23.871
Equipment	15.155	16.825
Other tangible assets	92.988	82.911
Current fixed assets and advance payments	2.440	0
Total	2.677.271	2.857.120

They consist of the institution's real estate and other capital goods necessary to carry out the activities. The owned buildings are used to conduct the institution's activities or inserted in the housing market to recover natural resources through land rents to be allocated to the assets.

The above assets are depreciated according to a depreciation plan established in accordance with their remaining useful life.

The depreciation rate is highlighted in the introduction on the accounting principles and the valuation criteria.

The decrease in value is essentially due to depreciation for the year; on the other hand, there are no significant purchases for this category of goods.

Please note that there are no properties to be revalued in the financial statement.

Depreciation amounted to 1496.228 euros.

Annex no. 1 to these notes summarises the Institution's assets by category.

F FINANCIAL FIXED ASSETS

The financial assets at 31 December 2021 amounted to 6.689.622 euro, with a variation on the previous year of -21.622 euros and are composed as follows:

	31/12/2021	31/12/2020
Equity investments	5.814	5.814
Bonds	6.683.808	6.662.186
Total	6.689.622	6.668.000

EQUITY INVESTEMENTS

The Institution has an equity investment with the nominal value of 5.814 euros in a British charity, obligatorily set up to allow operation in the United Kingdom, in which country there are considerable opportunities of funding for the projects drafted and proposed.

BONDS

The Institution has a bond portfolio for a total of 6.683.808 euros divided in the following categories

	Posted value	Nominal or repayment value	Maturity
Private bonds	12.051	according to the course	on demand
Shares	1.009	according to the rate	on demand
BTP (long-term Treasury bond)	1.627.385	1.627.385	2027 / 2040
Mutual funds	55.805	according to the rate	on demand
Ersel equity management	4.987.558	according to the rate	on demand
Total	6.683.808		

The securities that the Institution owns were referred in part (2.158.109 euros) as an investment in the commitment to the management of the "S. Luca Fund", set up in order to cover the costs incurred for the management of the Hospital Wolisso in Ethiopia, and partly (4.525.699 euros) in order to obtain financial resources to support projects directly funded by the Institution.

It should be remembered that, with a specific resolution by the Board of Directors, in derogation of the principles established for accounting endowments, all bequests and donations received and relating to properties, securities or large amounts of cash are posted among tangible fixed assets in a specific account called "Legacy assets" and directly intended to set up an equity fund called "Legacy Fund" to be used to deal with emergencies and unforeseen events that the Institution should face. During the year, there were no new transactions referring to this case, but only changes between the different types of assets that make up the fund and which produced a slight increase in accounting terms.

CURRENT ASSETS

This item includes receivables and cash for a total amount of 44.750.527 euros, with a variation on the previous year of 2.566.378 euros.

RECEIVABLES

I crediti iscritti in bilancio ammontano al 31 dicembre 2021 a 23.409.912 euro, registrando una variazione rispetto all'esercizio precedente di -1.289.957 euro e risultano così composti:

The receivables included in the balance sheet amounted at 31 December 2021 to 23.409.912 euro, with a change over the previous year of -1.289.957 euros as follows:

	31/12/2021	31/12/2020
Trade receivables	19.407	59.877
Tax receivables	7.347	6.793
Other receivables	23.383.158	24.633.199
Total	23.409.912	24.699.869

This item includes activities that in relation to their nature and function can be monetized in a short period. The change compared to the previous year is mainly due to the time lag between the time of collection of outstanding receivables and the time to budgeting of any claims relating to new approved projects, a situation that can, as appropriate, increase or decrease by even substantial amounts between one year and another.

The previously described claims are given divided according to their duration and, in particular:

	Within 12 months	Beyond 12 months	Beyond 5 years
Trade receivables (students and sponsor)	19.407	0	0
Tax receivables	7.347	0	0
Other receivables	16.239.115	7.144.043	0
Total	16.265.869	7.144.043	0

TRADE RECEIVABLES

Trade receivables (students and sponsor) represent invoices issued and not yet collected at the year-end date relative to the College's activities and sponsorships received as part of the initiatives promoted by the non-profit organization. The value at year-end must be considered appropriate in relation to the natural time lag between the issuance of the document and the receipt of the payment.

TAX RECEIVABLES

The item "Tax receivables" amounts at 31 December 2021 to 7.347 euros, with a variation on the previous year of 554 euros and is composed of:

	31/12/2021	31/12/2020
IRES tax a/c (Foundation)	0	4.670
TFR substitute tax a/c (NPO)	0	0
VAT tax a/c (College)	7.346	2.122
IRES tax a/c (College)	1	1
TFR substitute tax a/c (College)	0	0
Totale	7.347	6.793

Advances for taxes paid in 2021 (IRES), totalling 1.567 euros, are shown net of current taxes for IRES recorded for the year and amounted to 8.071 euros, therefore are listed below, broken down by sector of activity, where there is a surplus over the taxes due.

OTHER RECEIVABLES

The item "Other receivables" amounts as of 31 December 2021 to 23.383.158 euros, with a variation on the previous year of -1.250.041 euros:

	31/12/2021	31/12/2020
Receivables for current or completed projects	23.290.378	24.358.594
Security deposits	3.534	3.534
Other minor receivables	89.246	271.071
Total	23.383.158	24.633.199

Receivables for projects in progress represent the contributions formally approved by the respective financial institutions (Italian Agency for Development Cooperation, European Commission, etc.) for projects that have been submitted and pending collection that will occur according to the progress of the project implementation. Annex 2 to these notes summarizes the projects with the relevant credit reference values.

L LIQUID ASSETS

The item amounts to a total of 21.340.615 euros, with a variation on the previous year of 3.856.335 euro, and includes the balances of bank and postal current accounts open at 31 dicembre 2021 as well as cheques received and subsequently cashed, the money and the existing securities on hand at year end.

A ACCRUED EXPENSES AND DEFERRED INCOME

The item amounts at 31 dicembre 2021 to 1.822.698 euros, with a variation on the previous year of -1.587.846 euros. The shares of revenues and costs are listed here not related with their cash collection.

S SHAREHOLDERS' EQUITY

The shareholders' equity of the institution amounts to 13.729.489 euros, with a variation over the previous year of 19.165 euros and is formed as follows:

ENDOWMENT FUND

At year-end the endowment fund amounted to 282.760 euros.

REVALUATION RESERVE

This heading includes the appraised value of the land, net of the related substitute tax, which was already revalued in the past, and at year-end amounted to 1.391.137 euros.

OTHER RESERVES

The item amounts to 11.967.574 euros at 31 December 2021 and includes:

- Extraordinary reserve for 342.636 euros formed for the provision of the surpluses of previous years;
- Assigned assets and reserves for specific destinations:
 - Saint Luke fund for 2.164.320 euros;
 - Inherited reserve for 9.460.616 euros
- Rounding reserve for 2 euros.

SURPLUS (DEFICIT) FOR THE YEAR

This is the net result for the year and amounts to 88.018 euros.

P PROVISIONS FOR RISKS AND CHARGES

In this item the reserves created against specific charges are given that can have actual cash payment in the future and to cover risks linked to the performance of the activities in countries with a high degree of political and social instability, as well as the receivables for projects financed by donors with whom new relationships are being established, for a total amount of

2.279.547 euros, with a variation on the previous year of -298.787 euros. The chart below shows the details of the movements in the Provision for risks and charges:

	Reserve to 31/12/2020	Allocations	Uses / Decreases	Reserve at 31/12/2021
Provisions for risks and charges	2.578.334	0	298.787	2.279.547
- for credit risks	1.279.491	0	31.356	1.248.135
- for bond risks	200.000	0	0	200.000
- for risks and charges on project assets and activities	1.098.843	0	267.431	831.412

STAFF LEAVING INDEMNITY

At 31 December 2021 the liability for the severance indemnities amounted to 1.431.501 euros, with a variation on the previous year of 93.178 euro and is formed as follows:

	Payable as at 31/12/2020	Allocations	Uses	Payable as at 31/12/2021
Staff Leaving Indemnity	1.338.323	219.794	126.616	1.431.501

The Complementary Pension Reform implemented from 1 January 2007 with the Finance Bill and related implementation decrees, introduced significant changes in norms regarding staff severance funds, including the choice of workers as to the destination of their fund.

In particular, the new flows in the staff severance fund can be allocated to pension funds or kept within the company.

For these reasons the staff severance fund is shown net of sums sent to supplementary pension funds as a result of the choice of employees as to the destination of their termination benefits.

PAYABLES

The payables included in the balance sheet amounted at 31 December 2021 to 4.718.755 euros, with a variation over the previous year of -124.302 euros e risultano as follows:

	31/12/2021	31/12/2020
Payables to banks and credit institutes	86.769	515.157
Payables to other lenders	100.000	100.000
Trade payables	564.553	608.007

Tax payables	136.901	191.352
Payables to social security and welfare institutes	308.021	314.152
Other payables	3.522.511	3.114.389
Total	4.718.755	4.843.057

Among the payables to others there are some items payable beyond the next financial year for a total of 342.178 represented by guarantee deposits and shares due to our partners for joint projects.

PAYABLES TO BANKS AND CREDIT INSTITUTES

Payables to credit institutes amount to 86.769 euros, with a variation on the previous year of 428.388 euros and consist of the credit card debt to be paid and of current account overdrafts at the end of the year.

DEBTS TO OTHER LENDERS

Payables to other lenders amount to 100.000 euros and consist of medium-term loans received from private benefactors.

TRADE PAYABLES

Trade payables represent the summary entry of debts for supplies to the year-end and amounted to 564.553 euros. Their amount is consistent with the volume of purchases and investments and with the ordinary terms of payment; the change compared to the previous year, amounting to -43.454 euro, is physiological for the volumes of operations that the business is carrying out.

TAX PAYABLES

The account in question shows the Institution's tax liabilities for income taxes and other taxes for 136.901 euros at the year-end, with a variation on the previous year of -54.451 euros and it is composed as follows:

	31/12/2021	31/12/2020
IRES tax a/c (Foundation)	1.834	0
IRAP tax a/c (NPO)	3.729	58.275
Employees retainer tax a/c (NPO)	86.841	79.207
Cooperants' retainer tax a/c (NPO)	29.401	41.336
Self-employed workers' retainer tax a/c (NPO)	5.513	7.200
Collaborators' retainer tax a/c (NPO)	2.445	4.422
Substitute tax a/c on Severance (NPO)	6.163	566
Employee retainer tax a/c (College)	326	326
Substitute tax a/c on Severance (College)	649	20
IRES tax a/c (College)	0	0
IRAP tax a/c (College)	0	0
VAT tax a/c (College)	0	0

Total	136.901	191.352
--------------	----------------	----------------

The payables for the individual taxes were recorded net of advances, withholding taxes and tax credits, and compensation is permitted,

PAYABLES TO SOCIAL SECURITY AND WELFARE INSTITUTES

The account at the balance sheet date amounted to 308.021 euros, with a variation on the previous year of -6.131 euros, and includes the following payables:

	31/12/2021	31/12/2020
I.N.P.S.	283.732	287.944
I.N.A.I.L.	262	0
E.N.P.A.P.I.	1.964	3.600
I.N.P.D.A.P	21.055	21.513
Other social security institutes	1.008	1.095
Total	308.021	314.152

OTHER PAYABLES

This item at 31 December 2021 amounted to 3.522.511 euro, with a variation of 408.122 euros on the previous year and includes:

	31/12/2021	31/12/2020
Payable to employees	419.436	237.195
Payable to cooperators	5.292	451
Various payables related to current projects	2.979.980	2.406.503
Other payables (insurance, security deposits received, various, etc.)	117.803	470.240
Total	3.522.511	3.114.389

A ACCRUED EXPENSES AND DEFERRED INCOME

The item amounts at 31 December 2021 to 33.788.485 euros, with a variation on the previous year of 1.123.064 euros. This item includes mainly deferred income relating to revenue and income that had been collected in 2021 and whose economic effect is related to future periods that correspond to portions of grants whose related costs will begin to be incurred in the year or in subsequent years. Annex 3 to these notes summarizes the determination of deferred income related to grants received.

M MEMORANDUM ACCOUNTS

At 31 December 2021 the Memorandum Accounts amount to 107.277.449,68 euros, and include:

- commitments due to issuing n. 12 bank guarantees by Banca Monte dei Paschi di Siena S.p.A. for 2.432.882,39 euros e n. 2 guarantees by Generali Italia S.p.A. for 459.062,40 euros for a total of 2.891.944,79 euros relative to advances received for projects financed in Italy, Ethiopia, Mozambique, Central African Republic, Sierra Leone, South Sudan and Uganda.
- the commitments the Institution has taken for projects to implement for 104.227.754,00 euros. The attached schedule no. 4 shows the amount determined for each project and the amount of contributions committed to by the financiers.
- cash of third parties 157.750,89 euros

PROFIT AND LOSS STATEMENT

OPERATING INCOME

I ricavi delle attività caratteristiche dell'Ente derivanti dai contributi, dalle offerte e per le rette del Collegio sono stati complessivamente pari a 41.648.157 euro.

The income from the Institution's typical activities are from contributions, offers and College fees and amount to 41.648.157 euros.

OTHER REVENUES

The other revenues amount to 1.203.147 euros and include benevolent work for 11.000 euros, revenue from leased property for 13.200 euros, revenue from the College canteen for 11.296 euros, allowances for 53.774 euros, sponsorships for 14.474 euros, contingencies for insurance and various reimbursements as well as for items relating to previous years for 91.243 euros, other minor sums for 19.141 euros and the use of the "S. Luca" fund for 88,854 euro.

COSTS FOR RAW MATERIALS, ANCILLARIES, CONSUMABLES AND GOODS

This item mainly includes the College canteen supplies for 112.416 euros and consumables bought to conduct the normal activities for 29.393 euros.

COSTS FOR SERVICES

This item includes mainly the project costs for 36.427.200 euros, structure and College management for 307.540 euros, expenses for the Covid-19 emergency for 866.315 euros and the various maintenance and management costs for the institution for about 56.750 euros.

COSTS FOR LEASES AND RENTALS

Leases and rentals refer to the yearly instalments for software licences and rental costs incurred during the year for photo-copying machines and for the new boiler.

PERSONNEL COSTS

Personnel costs amount to 2.885.869 which 230.909 euros for the Collegio. They include:

	31/12/2021	31/12/2020	Difference
Wages and salaries	2.016.284	1.932.694	83.590
Social security costs	569.715	557.358	12.357
Staff severance fund	182.420	168.424	13.996
Other personnel costs	2.912	0	2.912
Total	2.771.331	2.658.476	112.855

Annex 5 to these notes summarises the situation of personnel employed by the institution.

DEPRECIATION, AMORTIZATION AND WRITE-DOWNS

This item includes depreciation and amortization of fixed assets and normal write-downs to property posted to the assets. It includes amortisation to intangible fixed assets as follows:

	31/12/2021	31/12/2020	Difference
Software amortization	1.521	1.521	0
Amortization of concessions, licenses, trademarks and similar rights	732	732	0
Other intangible assets amortization	5.734	5.734	0
Total	7.987	7.987	0

It includes the following depreciation to tangible fixed assets:

	31/12/2021	31/12/2020	Difference
Buildings amortization	105.774	109.018	3.244-
Plant amortization	3.881	3.913	32-
Equipment and kitchen ware amortization	4.940	4.844	96
Other tangible assets amortization	31.633	31.507	126
Total	146.228	149.282	3.054-

The depreciation of tangible assets was performed, as described elsewhere in this note, in relation to the residual useful life of the assets owned by the Institution.

OTHER OPERATING COSTS

The other operating expenses amounting to 254.310 euros, all the various taxes and non-state taxes and the cost of stationery and other administrative costs. Some costs referring to previous years for approximately 8.077 euros were noted here, as well as the membership fees for 12.255 euros, the capital loss from the sale of assets for 30.626 euros.

The institution's ordinary activities have an operating gain of 139.515 euros, a result obtained thanks to the always careful and prudent management in the operational choices, tending to cost containment and proper use of available resources.

OTHER FINANCIAL INCOME

This item primarily includes financial income consisting of the proceeds collected from the titles received in legacy amounting to 51.916 euros.

INTEREST AND OTHER FINANCIAL CHARGES

This item includes 9 euros in interest related to the quarterly VAT settlements.

It is noted that no financial charges were applied to the values recorded in assets.

GAINS AND LOSSES OF EXCHANGE RATES

The item includes the value of exchange differences during the year for foreign currency transactions.

INCOME TAX FOR THE YEAR

The allocation for the year of 105.099 euros, is given by providing for IRES and IRAP tax relative to the year:

	31/12/2021	31/12/2020	Difference
IRES (Foundation)	8.071	6.239	1.832
IRES (College)	0	0	0
IRAP (NPO)	97.028	93.299	3.729
IRAP (College)	0	0	0
Total tax for the year	105.099	99.538	5.561

INFORMATION ON NPO FUND RAISING AND THE USE OF FUNDS

The following table shows the results of the activity of communication and fund raising carried out by the Institution during the year and the use of these resources:

REVENUES	31/12/2021	31/12/2020	Difference
Private	6.698.221,00	7.934.228,36	-1.236.007,36

5 per 1000	1.239.929,33	654.071,71	585.857,62
Groups	745.627,00	530.438,00	215.189,00
Foundations	3.835.456,11	3.599.686,90	235.769,21
Companies	2.673.177,52	2.883.268,54	-210.091,02
Total funds collected from private citizens	15.192.410,96	15.601.693,51	-409.282,55

COSTS (services + personnel)	31/12/2021	31/12/2020	Difference
Communication Sector	1.032.938	1.050.065	-17.127
Education and Public Awareness Sector	54.190	46.228	7.962
Fund Raising Sector	748.432	774.885	-26.453
Total Costs	1.835.560	1.871.178	-35.618

Other informations on contributions from donors:

Name of the project / Donor	Proceeds	Date
"Prevenzione e trattamento delle malattie non comunicabili in una zona rurale dell'Africa sub-sahariana – Iringa DC (Tanzania)" finanziato da Fondazione Intesa San Paolo Onlus	12.500,00 EUR	22/03/2019
	12.500,00 EUR	02/02/2021
"Don't stop me now. Supporto integrato per mamme adolescenti in Oyam (Uganda)" finanziato da Fondo di Beneficenza di Intesa Sanpaolo	110.000 EUR	28/09/2021

Annexes 6, 7 and 8 to these Supplementary Notes give a summary divided by sector (NPO, College and Foundation) of the income and costs from operating management for 2021 and the result obtained.

The overall result for 2021 shows an operating surplus of 20.341 euros.

I INFORMATION ON NPO FUND RAISING AND THE USE OF FUNDS

As is known, since January 2020 the national and international scenario has been affected by the spread of Coronavirus and the consequent restrictive measures for its containment, implemented by the public authorities of the countries concerned. These circumstances, extraordinary in nature and extent, have direct and indirect repercussions on every type of activity and have generated a context of general uncertainty, the evolution of which and the related effects cannot currently be predicted with any precision.

Despite national and international restrictions, the organisation has never ceased its activities, which it has been able to con-

tinue within the limits and in compliance with safety conditions, making full use of smart working in accordance with current regulations.

Moreover, since February 2022, the international scenario has been dramatically affected by the war between Russia and Ukraine and the serious humanitarian crisis that ensued.

To date, we have observed several effects caused by this conflict:

1. In Ukraine, even in the regions less affected by the conflict, the health system has been in crisis and the international community has been mobilised to secure drugs and medical supplies.
2. Millions of people have been displaced from Ukraine to neighbouring Occidental countries and to other European countries in general. This sudden migration has created a primary health need for these people and is putting a strain on the health systems of the countries that are receiving them, especially the neighbouring countries of Romania, Poland and Moldova;
3. Given the importance in the production and export of basic foodstuffs (wheat, maize, etc.) of which Russia and Ukraine are major world producers, the conflict has blocked the distribution of these foods to other countries of the world and caused an increase in consumer prices that, especially in the most fragile countries, such as those in Africa, increases the risk of famine and malnutrition especially in the weakest populations.

In the first months of 2022, the non-profit organisation Doctors with Africa Cuamm is responding to these crises with its own funds or by resorting to institutional donors to guarantee its commitment in Ukraine, Moldova and, as always, by intensifying its intervention in Africa.

It should be noted that currently, despite the situations outlined above, there are no elements that affect the continuity of the organisation's operations in Africa.

Dear Councillors,

For all the above reasons, we invite you to approve the financial statements for the year ended 31 December 2021 in the proposed form and whose data we declare to be in accordance with the accounting records duly kept by the organisation, and to allocate the management surplus of 88,018 euros to increase the extraordinary reserve fund available to the organisation, the use of which will be subject to prior approval by the Board of Directors.

The President of the Board of Directors

Mons. Claudio Cipolla