

**Financial Statements as of  
31 December 2018**

**Fondazione Pia Autonoma  
Jesuit Refugee Service  
International Office, Rome**



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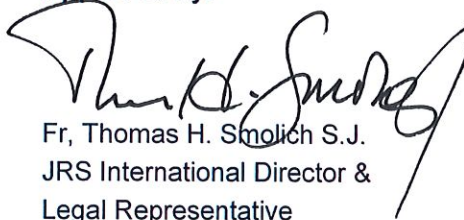
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**DISTRIBUTION:**

JRS International Administrative Council  
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## 1. Introduction: organization information

The Management has the pleasure to present its report of the audited financial statements for the year ended 31 December 2018.

### BACKGROUND INFORMATION ON JRS

JRS is a globally-recognized non-governmental organization, founded on November 14, 1980 by Fr Pedro Arrupe SJ, Superior General of the Jesuits at the time. The mission of JRS is to accompany, serve and advocate on behalf of refugees and other forcibly displaced persons. The Jesuit Refugee Service programmes are found in more than 50 countries. JRS provides assistance to over 737,000 refugees and internally displaced persons including refugees in camps and cities, individuals displaced within their own countries, asylum seekers in cities, and those held in detention centres. The main areas of work are in the field of education, emergency assistance, psychosocial support, livelihood activities and social services.

### INDEPENDENT AUDITORS

Crowe Horwath AS S.p.A., Member Crowe Horwath International, were appointed as auditors for the triennium 2018-2020.

By order of the Management

Date 31/05/2018

The Management is required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of Jesuit Refugee Service - International Office (JRS) as at the end of the year and of its operating results.

The Management should ensure that the foundation maintains proper accounting records that disclose, with reasonable accuracy, the financial position of the foundation. The management is also responsible for safeguarding the assets of the foundation.

The Management accepts responsibility for the financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates in conformity the accounting policies adopted by the organization.

The management is of the opinion that the financial statements give a true and fair view of the state of financial affairs of the foundation and of its operating results. The Management further accepts responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements as well as adequate systems of internal financial control.

The Management has reviewed the foundation's cash flow forecast for the year to 31 December 2018 and, in the light of this review and the current financial position, they are satisfied that the organization has access to adequate resources to continue in operational existence for at least the next twelve months from the date of this statement.

## 2. Statement of Financial position as of 31 December 2018

In Euro	Notes	2018	2017
<b>Assets</b>			
Property and equipment	6.4	42,421	54,461
<b>Current Assets</b>			
Cash		4,463	5,026
Bank	6.5	914,316	528,261
Investments	6.6	7,566,839	9,609,373
Receivable and prepaid expenses	6.7	691,783	509,898
<b>Total Assets</b>		<b>9,177,401</b>	<b>10,652,558</b>
<b>Current Liabilities</b>			
Payables and Year End Accruals	6.8	(2,959,070)	(2,845,960)
<b>Current Net Assets</b>		<b>6,218,331</b>	<b>7,806,598</b>
<b>Long Term Liabilities</b>			
Provisions: Staff	6.9	(128,024)	(81,677)

<b>Net Assets</b>	<b>6,132,728</b>	<b>7,779,382</b>
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<b>Financed by</b>	<b>6.10</b>		
JRS Discretionary Funds		-	306,984
JRS Designated Funds		591,163	1,574,703
JRS Reserves		5,541,565	5,897,695

<b>Total Funds</b>	<b>6,132,728</b>	<b>7,779,382</b>
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The Balance Sheet should be read in conjunction with the notes contained in section 6.

The financial statements were approved by the management on 31/05/19 and signed on its behalf

by

International Director

International Finance Director



### 3. Statement of Income & Expenses for the year ended 31 December 2018

In Euro

Income	Notes	2018	2017
Donations & Grants	6.11	2,514,545	1,598,070
Indirect Cost contribution		136,874	193,974
Interest earned on Investments		1,153	132,263
Bank & Other Income		15,578	7,841
Unrealized Investment & Foreign Exchange Gain		589,860	500,595
<b>Total Income</b>		<b>3,258,010</b>	<b>2,432,742</b>

#### Expenses

Staff		1,493,632	1,094,852
Travels		143,187	127,318
Publications		25,249	65,590
Websites & Network Support		241,891	71,020
Office Support		139,863	165,101
Trainings		122,164	32,854
Philanthropy		60,699	24,488
Seminars/Meetings		110,435	53,865
Unrealized Foreign Exchange/Investment Loss		872,164	526,482
Assets Additions		20,970	18,738
Specific IO projects		690,911	279,347
Contingency/YrEnd Adj		2,654	1,629
<b>Total Expenses</b>	<b>6.11</b>	<b>3,853,819</b>	<b>2,461,284</b>

<b>Total Surplus/(Deficit) for the year</b>	<b>(595,809)</b>	<b>( 28,542)</b>
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The Income & Expense statement should be read in conjunction with the notes contained in section 6.

#### 4. Cash Flow Statement for year ended 31 December 2018

In Euro

	31/12/2018	31/12/2017
<b>Operational Activities</b>		
Surplus / (Deficit) for the year	(595,809)	(28,541)
Non-cash dividends in kind		
Depreciation, write-downs and provisions and value adjustments	20,970	49,031
Risk Fund		
Variation on Staff Liquidation funds	46,347	28,550
Change in deferred / prepaid taxes		
Change in working capital:		
- Rimanenze		
- Receivables	(181,886)	596,568
- Payables	113,111	195,811
<b>Cash flow Operational Activities</b>	<b>(57,267)</b>	<b>841,419</b>
<b>Investments Activities</b>		
Net Investments in Immaterial assets		
Net Investments in Material assets	(8,931)	(67,939)
Net change in financial receivables, stocks and other funds' Investments	2,042,535	970,989
<b>Cash flow Investments Activities</b>	<b>2,033,604</b>	<b>903,050</b>
<b>Financing Activities</b>		
Increase (reduction) in Capital Fund	(1,050,845)	(1,807,290)
Dividends		
Net change in non-current financial debts		
Net change in current financial debts (*)		
<b>Cash flow financing activities</b>	<b>(1,050,845)</b>	<b>(1,807,290)</b>
<b>Net cash flow for the period</b>	<b>385,492</b>	<b>(62,821)</b>
<b>Net initial Cash and Cash Equivalent</b>	<b>533,287</b>	<b>596,108</b>
Change	385,492	(62,821)
<b>Net Final Cash and Cash Equivalent</b>	<b>918,779</b>	<b>533,287</b>
<b>Composition of net liquid assets:</b>		
Cash on hand	4,463	5,026
Bank	914,316	528,261
<b>Net final liquid assets</b>	<b>918,779</b>	<b>533,287</b>

\*cash flow from financing activities excludes changes in cash and cash equivalents, including short-term payables to banks.

## 5. Analysis: Movements of Investments for year ended 31 December 2018

In Euro	2018	2017
Purchases	-	-
Sales Proceeds on Disposal of Investments	(1,814,981)	(1,158,906)
Unrealised gains	-	-
Unrealised exchange gains (loss)	115,514	331,597
Unrealised exchange loss	(343,067)	(143,680)
Net increase/(decrease)	(2,042,534)	(970,989)
Amount of investments at beginning of year	9,609,373	10,580,362
Amount of investments at end of year	7,566,839	9,609,373



## 6 Notes to the Accounts

### 6.1 Explanation of JRS International Activities

The Jesuit Refugee Service programmes are found in more than 50 countries, divided in 10 Regions (4 African Regions, 2 in Asia, Middle East and North Africa, USA, Latin America, Europe). JRS provides assistance to over 737,000 refugees and internally displaced persons including refugees in camps and cities, individuals displaced within their own countries, asylum seekers in cities, and those held in detention centres.

The International headquarters for JRS is located in Rome and provides valuable support to JRS regions in terms of logistics, personnel, finances and projects and especially with the Fund-Raising activities for the projects implemented by the Regions. Although JRS is one organisation, each region is financially autonomous.

The projects of JRS International referred to in these financial statements are the major departments and some projects directly co-ordinated by the International Office. These are:

V00 – JRS Capital fund

V01 – Direction, Secretariat and Administration

V02 – Human Resources department

V03 – Finance and Logistics Management department

V04 – Programs Management department

V07 – Philanthropy and development department

V09 – Communications and Advocacy department

V15 – Mission and Identity and Reconciliation projects

V19 – International Office Project Support Funds

V17 – Specific Project: Strategic Review

V20 – Specific Project: Rapid Response Team for emergency situations

V21 – Special Funds: Income raised for and seed funding provided for

a) Women's projects fund

b) Specific emergency aid (Anonymous donor)

c) IDG Education Fund (derived from different private donations received from a group of donor volunteers)

d) Global Education Fund (Anonymous donor)

e) Global Education Initiative (Anonymous donor)

V22 – Campaigns

## 6.2 Accounting Policies

The following is a summary of the significant accounting policies used:

1. **Basis of Accounting:** Accrual basis of accounting; under this basis of accounting revenue is recognized when earned and expenses when incurred.
2. **Donations:** JRS International policy recognises different categories of donations:
  - *Donations for a particular project* are categorised as "designated" and are reported both on a project and donor basis. These projects prepare annual proposals and the donor funds are to be spent in accordance with the project proposal.
  - *Donations for a particular cause* are also categorised as designated, but expenditure is not reported on a donor basis. JRS International determines what particular projects these funds will support. However, the project must be connected with the purpose of the particular fund.
  - *Donations which are entirely discretionary* are not designated and JRS International is entitled to determine what projects the funds will support.
  - *Donations to be allocated to the regions* during the year JRS International Office receives discretionary money from major and small donors, which will be allocated to specific JRS projects. Based on the accrual principle, these donations are not recorded as income but as payable to the different regional offices.
3. **Revenue recognition:** Foreign currency donations are recorded at the average exchange rate ruling in the period in which they are received. Designated donations are spent specifically on the projects for which they are allocated. Surplus / deficits for the year remain in the designated fund.
4. **Property and Equipment:** Items of property and equipment are measured at cost, less accumulated depreciation and any accumulated impairment losses. All categories of property and equipment are registered in the year of purchase. Property and equipment received by way of gifts or donations are capitalized at reasonable estimate of their value to the project. The corresponding credit is taken to the capital fund. Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the reducing balance method. The annual rate used for all asset categories is 25%. Depreciation is charged to the Capital Fund. No depreciation is charged in year of acquisition or year of disposal. If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations. On disposal, the difference between the net disposal proceeds and the carrying amount of the item sold is recognized in the statement of comprehensive income.
5. **Receivables:** Receivables are recognized initially at fair value. A provision for impairment of receivables is established when there is objective evidence from a loss event that the organization will not be able to collect all the amounts due according to the original terms of receivables.
6. **Payables:** Payables are non-interest bearing financial liabilities, which are measured at the fair or contractual value of the consideration to be paid in future in respect of goods and services supplied by the suppliers, whether billed to the organization or not, less any payments made to the suppliers.
7. **Bank Accounts:** JRS International has ten bank accounts in its own name with banking institutions in Italy and in the Vatican State.



8. **Correspondent Accounts:** The International Office maintains two types of correspondent Accounts:

- Accounts maintained at the Curia of the Society of Jesus (named *Economato* accounts) and those maintained at different Jesuit Mission Offices. Statements are received regularly from these offices.
- Accounts maintained at JRS International for various JRS Regional and Country Offices. The International Office receives donations and undertakes expenditure on behalf of various JRS Regional and Country Offices. These transactions are recorded in individual Correspondent Accounts. Statements are sent regularly to the relevant JRS office informing them of the transactions.

9. **Foreign Currency:**

- Transactions denominated in foreign currencies are converted into Euro, which is JRS International's functional and reporting currency, using the rate for the week in which the funds were received when these rates are available; otherwise, previous week's rates are used.
- At year end, Cash and Cash Equivalent denominated in foreign currencies are re-valued using a specific exchange rate calculated at 31<sup>st</sup> December. Exchange differences arising from the revaluation are accounted for as income and expense for the year.

Exchange rates used:

Currency	31/12/2018 Exchange Rate	31/12/2017 Exchange Rate
1 Euro: CHF	1.1269	1.16928
1 Euro: GBP	0.89453	0.88773
1 Euro: USD	1.12117	1.19786

10. **Cash and cash equivalents:** Cash and cash equivalents comprise cash on hand and deposits held at call with banks.

11. **Critical judgments and accounting estimates:** In the process of applying the organization's accounting policies, management has made estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The key areas of judgment in applying the entity's accounting policies are dealt with as follows:

- Valuation of fair value of financial instruments
- Determining depreciation rates for property and equipment



## 6.3 Year-End Result

The Statement of Income and Expenses at Year-End at 31<sup>st</sup> December shows a deficit of **595,809 euro**. The deficit is due to:

- a) **Negative revaluation of investments for a total amount of 347,900 euro** (difference between *Unrealized Investments Gain* of +499,446 euro and *Unrealized Investments Loss* of -847,366 euro). The 2018 investment year was the most challenging in the last decade, due to end of year collapse of value across almost all investment classes. The first trimester of 2019 offered significant recapitalization of assets, especially for those, like JRS, that are invested in global funds.

The table below reports the situation at 31<sup>st</sup> March 2019. It shows a positive revaluation of 5% for funds invested through CHE BANCA!, and of 12% for the funds managed by the Jesuit Curia. The total unrealised gain is **654,221 euro**; this reverses the unrealized loss at the end of 2018 with a positive delta of 306,321 euro.

CHEBANCA INVESTMENTS IN USD	TYPE	CURRENCY	ISIN code	INITIAL INV.	UNIT PRICE	INITIAL INV. AMOUNT	VALUE AL 31/12/2018 USD	GAIN / LOSS	Value 31/12/2018 Euro Eq	Value 31/3/2019 EURO Eq	Gain / Lost Closing
04/08/2016	Franklin Templeton - Sicav	USD	LU0170475312	30,005	26.92	807,743	693,794	- 9,308	605,934	635,089	29,156
11/02/2016	Franklin Templeton - Sicav	USD	LU0170477797	15,124	23.19	350,726	409,104	5,898	357,296	373,914	16,618
						Total USD	1,102,898	- 3,409			
						Euro Equivalent			963,230	1,009,003	45,773
CHEBANCA INVESTMENTS IN USD	TYPE	CURRENCY	ISIN code	INITIAL INV.	UNIT PRICE	INITIAL INV. AMOUNT	Value AL 31/12/2018 euro	Guadagno / Perdita	Value 31/12/2018 Euro	Value 31/3/2019 EURO	Gain / Lost Closing
04/08/2016	Templeton	EUR	LU0592650674	31,637	11.46	362,563	203,616	- 8,651	203,616	212,331	8,716
04/08/2016	Amundi	EUR	LU0613077535	3,197	115.51	369,240	129,012	- 3,196	129,012	131,154	2,142
04/08/2016	Fidelity	EUR	LU0718472250	26,780	10.63	284,667	149,334	- 2,966	149,334	154,376	5,042
04/08/2016	Franklyn Templeton	EUR	LU1129997521	16,659	10.85	180,745	171,249	- 15,492	171,249	187,075	15,826
04/08/2016	Fidelity Funds	EUR	LU1116430676	5,091	10.49	53,400	177,834	- 7,209	177,834	187,275	9,441
						Total EURO	831,045	- 37,515	831,045	872,212	41,167
						Total Euro Equivalent			1,794,275	2,002,296	86,940

FONDO COMUNE INVESTMENTS			CREDIT	DEBIT	CLOSING BALANCE
	OPENING ATI 01/01/2019				4,693,625
01-31-2019	Investment fund revaluation 31/01/2019	EUR	214,137.54	0	4,907,763
02-28-2019	Investments Fund Revaluation 28/02/2019	EUR	167,097.05	0	5,074,860
03-31-2019	Investment fund revaluation 31/03/2019	EUR	186,046.41	0	5,260,906
	Revaluation first trimester				567,281

- b) **Anonymous Foundation Funds:** In 2011 JRS received a donation for Rapid Response to emergencies to be used in the following years. In 2011 the accounts of JRS were maintained on a cash basis and the full amount was recognized as income that year. The recognized but unspent balance of **127,230 euro** was used for needs assessment and evaluation activities in 2018, and is now exhausted on both an accrual and cash basis.

- c) **Investment Withdrawal:** The approved 2018 JRS International Office budget allowed for a withdrawal of up to 240,000 euro (approximately 3%) from reserves for operational activities in 2018. The unrealized loss of 347,900 euro and previously-recognized Anonymous Foundation funds of 127,230 euro represent 475,130 euro of the (595,890 euro) shown in the Statement of Activities. The remaining **120,679 euro** gap required use of 50.3% of the allowable draw from investments to balance the operational budget.



## 6.4 Fixed Assets

In 2016 JRS started recognizing its own Capital Fund. The movements of this fund are reported in the table below:

Fixed Assets	2018	2017	Variazione
Additions to Office Equipment	4,602	19,860	-
Depreciation for the year	(1,150)	(6,718)	-
Accumulated Depreciation	(9,621)	(8,471)	(1,150)
<b>Net Value Equipment</b>	<b>21,853</b>	<b>18,401</b>	<b>3,452</b>
Additions to Furniture	2,995	14,535	-
Depreciation for the year	(749)	(3,634)	-
Accumulated Depreciation	(4,383)	(3,634)	(749)
<b>Net Value Furniture</b>	<b>13,147</b>	<b>10,901</b>	<b>2,246</b>
Additions to Buildings	1,333	33,544	-
Depreciation for the year	(333)	(8,386)	-
Accumulated Depreciation	(8,719)	(8,386)	(333)
<b>Net Value Buildings</b>	<b>26,158</b>	<b>25,158</b>	<b>1,000</b>
<b>Total Additions for the year</b>	<b>8,930</b>	<b>67,939</b>	<b>(59,009)</b>
<b>Total Depreciation for the year</b>	<b>(2,232)</b>	<b>(18,738)</b>	<b>16,506</b>

### Note on Fixed Assets and change from 2017

- Equipment: includes computers, copier machine and other office machines.
- Furniture: the decrease in 2018 spending is due to the increased number of staff members based in Rome in 2017, requiring an investment in new desks, office chairs, meeting tables, etc.
- Addition to Buildings: The Jesuit Curia provides in-kind support of the office space and allows JRS to use the office at Borgo Santo Spirito, 8 (*see paragraph 6.12 for more details*). During 2017, JRS' office space was renovated for compliance with local safety and building codes and for modernization of systems and spaces; JRS paid for non-code, office-specific renovations. In 2018 JRS only made a small investment to strengthen the internet connection.

## 6.4 Bank Balances

The amounts held at 31 December 2018 were represented by

Name of Bank	Account Type	Interest Rate	Source Currency	Amount in Source Currency	Euro
Banca Popolare di Sondrio 3410 – Euro	Current	0,018%	Euro	78,275	78,275
1st Account					
Banca Popolare di Sondrio VAR3410 – USD	Current	0,150%	USD	26,696	22,442
2 <sup>nd</sup> Account					
Banca Popolare di Sondrio 5273 – Euro	Current	0,018%	Euro	14,149	14,149
3rd Account					
Banca Popolare di Sondrio 6179 – Euro	Current	0,001%	Euro	138	138
4th Account					
Che Banca! - Euro	Current	0,000%	Euro	576,733	576,733
1st Account					
Che Banca! - USD	Current	0,001%	USD	93,195	81,393
2 <sup>nd</sup> Account					
Che Banca! - Euro	Current	0,000%	Euro	68,593	68,593
3rd Account					
Istituto per le Opere di Religione - Euro	Current	0,000%	Euro	6,794	6,794
Istituto per le Opere di Religione / USD	Current	0,000%	USD	30,336	26,494
Carta Chiara 1014	Current	0,000%	Euro	2,401	2,401
Carta Chiara 3077	Current	0,000%	Euro	576	576
Carta Chiara 3069	Current	0,000%	Euro	270	270
Banca Etica	Current	0,000%	Euro	36,058	36,058
				<b>Total in Euro</b>	<b>914,316</b>



## 6.5 Investments

JRS International Office invests in different funds. Funds invested in bonds and other investments are reflected in the Balance Sheet at their current market value as of 31 December 2018. The investments were reduced by 2,042,535 euro to cover liquidity needs during the year.

All funds invested are classified within current assets as they are immediately available, even if JRS intends to hold its investments to maturity.

Fund	Beginning Balance	Additions withdrawals	Unrealized gains / (loss)	Ending Balance	% Year on Year Return
USD Investment	1,354,531	(506,815)	115,514	963,230	8,53%
Euro Investments	3,328,198	(1,308,166)	(110,048)	1,909,984	-5,76%
Fondo Comune (c/o Jesuit Curia)	4,926,644		(233,019)	4,693,625	-4,96%
Total amount Euro Eq	9,609,373	(1,814,981)	(227,553)	7,566,839	

### Note on Euro and USD Investments

Starting from 2012 JRS has invested in several Funds that are represented in the table below.

Starting Date	Type	Currency	ISIN Code	Initial Investment	Unit Price	Initial amount invested	Value 31/12/2017	Value 31/12/2017	Value 31/12/2018	Value 31/12/2018	Difference
							USD	Euro Eq	USD	Euro Eq	Euro
04/08/2016	Franklin Templeton	USD	LU0170475312	30,005	26.92	807,743	917,514	758,077	693,794	605,934	- 152,143
11/02/2016	Franklin Templeton	USD	LU0170477797	15,124	23.19	350,726	418,358	345,659	409,104	357,296	- 11,637
15/02/2016	Invesco Fund	USD	LU0028121183	3,423	87.02	297,903	303,543	250,796	-	-	- 250,796
	<b>Total</b>		<b>Total USD</b>				<b>1,639,415</b>	<b>1,354,531</b>	<b>1,102,898</b>	<b>963,230</b>	<b>- 391,301</b>

Starting Date	Type	Currency	ISIN Code	Initial Investment	Unit Price	Initial amount invested	Value 31/12/2017	Value 31/12/2017	Value 31/12/2018	Value 31/12/2018	Difference
							Euro	Euro	Euro	Euro	Euro
04/08/2016	Templeton	EUR	LU0294221253	18,164	17.52	318,229	345,656	345,656	-	-	- 345,656
04/08/2016	Templeton	EUR	LU0592650674	31,637	11.46	362,563	366,676	366,676	203,616	203,616	- 163,060
04/08/2016	Amundi	EUR	LU0613077535	3,197	115.51	369,240	372,724	372,724	129,012	129,012	- 243,712
04/08/2016	Fidelity	EUR	LU0718472250	26,780	10.63	284,667	284,667	284,667	149,334	149,334	- 135,333
04/08/2016	Schroder	EUR	LU0106235707	14,833	19.84	294,293	289,021	289,021	-	-	- 289,021
04/08/2016	Franklyn Templeton	EUR	LU1129995236	19,126	9.16	175,191	200,245	200,245	-	-	- 200,245
04/08/2016	Franklyn Templeton	EUR	LU1129997521	16,659	10.85	180,745	189,574	189,574	171,249	171,249	- 18,324
04/08/2016	Fidelity Funds	EUR	LU1116430676	5,091	10.49	53,400	188,477	188,477	177,834	177,834	- 10,643
	<b>Total</b>						<b>2,237,039</b>	<b>2,237,039</b>	<b>831,045</b>	<b>831,045</b>	<b>- 1,405,994</b>
	<b>Total Euro CHE BANCA!</b>							<b>3,591,571</b>		<b>1,794,275</b>	<b>- 1,797,296</b>

Starting Date	Type	Currency	ISIN Code	Initial Investment	Unit Price	Initial amount invested	Value 31/12/2017	Value 31/12/2017	Value 31/12/2018	Value 31/12/2018	Difference
							USD	Euro Eq	USD	Euro Eq	Euro
25/11/2016	Etica Obbligazionario Bre	EUR		158,404	6.21	984,003	1,006,862	1,006,862	995,253	995,253	- 11,608
25/11/2016	Etica Obbligazionario Ms	EUR		12,814	7.80	99,888	84,297	84,297	83,685	83,685	- 612
	<b>Total Euro Banca Etica</b>						<b>1,091,159</b>	<b>1,091,159</b>	<b>1,078,938</b>	<b>1,078,938</b>	<b>- 12,220</b>

### Note on Fondo Comune Investments

The following chart shows how the fund has performed versus a benchmark that reflects the asset combination within the fund:



31/12/18	1 Year	3 Years	5 Years
MSJ Fund	+8,4%	+8,4%	+9,6%
Benchmark	+8,2%	+7,4%	+9,2%

## 6.6 Receivables

JRS receivable at 31/12/2018 are a total of 931,784 euro and are detailed in the table below:

Correspondent Accounts with Society of Jesus Curia & Mission Offices	31/12/2018	31/12/2017	Variazione
Economato - USD	26,382	70,507	(44,125)
Economato - EUR	3,205	39,148	(35,943)
Jesuit Mission, London	5,738	5,256	482
JRS Great Lakes Region	339,917	307,144	32,773
JRS Europe Region	7,199	7,993	(794)
Accrued Donations	284,158	72,700	211,458
HSBC Malta	26	0	26
<b>Sub-total</b>	<b>666,625</b>	<b>502,749</b>	<b>163,877</b>
Other Accounts			
Accruals and prepaid expenses	6,870	9,010	(2,140)
Voice of Faith Project	4,170	-	4,170
Altri Crediti	14,119	-	14,119
<b>Sub-Total</b>	<b>25,159</b>	<b>9,010</b>	<b>256,149</b>
<b>Totale Receivables</b>	<b>691,784</b>	<b>511,759</b>	<b>180,023</b>

### Note on receivables

As reported in note 6.2, the International Office maintains two types of correspondent accounts

- Accounts maintained at the Curia of the Society of Jesus (named *Economato* accounts) and those maintained at different Jesuit Mission Offices. Statements are received regularly from these offices and represents a credit for JRS from the Society of Jesus. In 2017, JRS made several transfers from these accounts to JRS Regional Offices, reducing the year-end balance. In 2018 the Curia revised its agreements with JRS and requested the payment of certain services offered, such as HR consultancies, IT support, and use of IT tools.
- Accounts maintained at JRS International for various JRS Regional and Country Offices. The International Office receives donations and undertakes expenditure on behalf of various JRS Regional and Country Offices. These transactions are recorded in individual Correspondent



Accounts. Statements are sent regularly to the relevant JRS office informing them of the transactions.

- In particular:
  - The significant debit balance of JRS Great Lakes is noted and acknowledged by management.
  - A debit of the European Region for 7,199 euro was refunded on 26 April 2019.

### **Accrued Donations**

The total amount of accrued donations of 284,158 euro is represented in the table below:

Description	Currency	Amount in Source Currency	Exchange Rate	Euro Equivalent
British Province Society of Jesus (Contribution 2018)	EUR	33,333	1	33,333
Provincia de España - Compañía de Jesús (Contribution 2018)	EUR	50,000	1	50,000
Fundación Alboan Contributo Istitutional Strenghtening 2018	EUR	45,000	1	45,000
Entreculturas - Fé y Alegria Contribution Istitutional Strenghtening 2018	EUR	45,000	1	45,000
Fidel Goetz Foundation per Evaluation Project in SAR	EUR	11,830	1	11,830
Fidel Goetz Foundation Contribution Chad delegation	EUR	5,000	1	5,000
Private Contribution staff retreat 2018	EUR	9,166	1	9,166
SAR 4 tranche UNHCR project	USD	42,755	1.145	37,340
Private Discretionary funds JRS USA	USD	10,000	1.145	8,734
Fundación Alboan Donation Great Lakes Region	EUR	13,700	1	13,700
Christmas Campaigns	EUR	25,055	1	25,055
<b>Total</b>	<b>EUR</b>			<b>284,158</b>

All expected donations have been received in the first trimester of 2019, with the exception of Fundacion Alboan and Entreculturas.

### **Prepaid Expenses**

The total amount of prepaid expenses of 6,870 euro is represented in the table below

Description	Currency	Source Currency	Exchange Rate	Euro Equivalent
System Link	EUR	6,679	1	6,679
Water Filter Maintenance	EUR	191	1	191
<b>Total</b>	<b>EUR</b>			<b>6,870</b>



## Voices of Faith

Voices of Faith it is a project for women empowerment in the catholic church. JRS contributes to the projects but the costs are funded by the Fidel Goetz Foundation. The total amount JRS spent for the project in 2018 has been of 4,170 euro.

## Other Receivables

The total amount of other receivables of 13,808 euro is represented in the table below:

### **6.7 Payables**

Correspondent Accounts	31/12/2018	31/12/2017
JRS Eastern Africa	460,794	455,984
JRS Jordan	272,092	14,337
JRS Sirya	461,643	681,688
JRS Turkey	13,056	53,056
JRS Southern Africa	116,421	47,307
JRS West Africa	395,593	520,449
MER Middle East and North Africa	29,304	193,922
JRS Latin America	27,767	23,624
JRS Asia Pacific	195,977	676
JRS South Asia	364,673	507,519
JRS European Countries	5,160	865
JRS Iraq	49,121	113,903
JRS USA	13,101	-
<b>Sub-total</b>	<b>2,404,702</b>	<b>2,613,330</b>

Other accounts	31/12/2018	31/12/2017
Other Country donations to pay (Haiti)	3,798	2,870
Year End Accruals	179,926	132,326
Deferred Income	2,021	20,971
Individuals Foundations Corporations	368,623	40,363
Caritas Network and Catholic Agency		36,100
<b>Totale</b>	<b>554,367</b>	<b>232,629</b>

<b>Totale Payables</b>	<b>2,959,070</b>	<b>2,845,960</b>
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## Note on payables

As reported in note 6.2 the International Office maintains correspondent accounts for various JRS Regional and Country Offices. The International Office receives donations and undertakes expenditures on behalf of various JRS Regional and Country Offices.

In regard to "Other Accounts," JRS International Office receives and raises donations for several projects implemented by the Regional and Country Office that then are allocated to the regional and country codes.

In 2018 JRS received a concluding donation from the Inukai Foundation for a total amount of **368,621 euro**. JRS intends to allocate the funds in 2019.

## 6.8 Staff fund

These provisions are intended for staff with permanent contracts when they finish their terms of employment with JRS International. The amount is approximately equivalent to a month's salary per year.

Provision Staff Fund in Euro	31/12/2017	Increase	Decrease	31/12/2018
Liquidation Fund – JRS Workers	48,450	42,573		91,023
Liquidation Fund – at Jesuit Curia	33,227	3,773		37,000
<b>Liquidation Fund</b>	<b>81,677</b>	<b>46,346</b>		<b>128,023</b>

## 6.9 Funds

Total JRS Fund is 6,372,728 euro and it is reflected in the table below:

Code	Fund Description	2018	2017
V01-V00-A-3901	Capital Fund – Reserve	5,541,565	5,897,695
	<b>Total Reserves</b>	<b>5,541,565</b>	<b>5,897,695</b>
V01-V19-3801	Discretionary Funds	-	138,600
	<b>Total - JRS International Office</b>	<b>-</b>	<b>138,600</b>
V01-V20-3901	RRT project Anonymous Foundation Funds	-	168,385
	<b>Total Designated Funds</b>	<b>-</b>	<b>168,385</b>
V01-V21-F-3901	Funds for Women	85,953	485,953
V01-V21-I-3901	IDG Education Fund	233,278	425,195
V01-V21-L-3901	Global Education Fund	-	50,908
V01-V21-M-3901	GEI Funds	271,932	565,685
V01-V22-C-3901	Campaign: MIM - Global Education	-	46,962
	<b>Total Designated Funds</b>	<b>591,163</b>	<b>1,574,703</b>
<b>Total</b>		<b>6,132,728</b>	<b>7,779,383</b>



## Note on Special Funds:

The table above describe the up to date situation of *special funds* that have been built since the last 3 years of JRS IO activity:

### ○ Capital Fund (V00):

Represents the reserves of the foundation, built since 2012. In 2017 there was a reduction in the total amount of reserves due to important investment costs that JRS is incurring to strengthen the capacities of various regional and country offices.

### ○ Specific Projects of JRS – International Office (V20)

Rapid Response Team for emergency situations: the project was started in 2011 and was totally financed by the Anonymous Foundation. In the course of 2018, the remaining funds (previously recognized on a cash basis but not actually spent were used needs and project assessments.

### ○ Designated JRS Funds (V21 – V22)

- V21-F Funds for Women: a benefactor advanced **1,200,000 euro** in 2014 for projects related to Women's empowerment. The fund was intended to cover the projects approved by the benefactor for three consecutive years. In 2018 a total of 400,000 euro was disbursed to JRS projects;
- V21-I IDG, International Development Group: in the last three years JRS has strengthened the relationship with a group of benefactors, who volunteer to raise funds for JRS;
- V21-L an anonymous benefactor donated **3,000,000 USD** in 2015; the funds were allocated in 4 different regions and 7 different projects in 2015 but disbursed in tranches.
- V21-M a Private donor foundation is funding JRS Education projects with an engagement of 5 Million euro. The first tranche of 1 Million euro has been disbursed in 2015 and used in 2016 - 2017 and 2018 to strengthen the IO Education department and the activities of Teachers Training in JRS regions. In 2018 293,753 euro have been distributed to different countries:

Description	Amount Euro
Eastern Africa Solidarity – Teacher Training	110,433
West Africa ENS Project	110,030
Eastern Africa PTE Kakuma	56,018
Eastern Africa Special Needs Kakuma	8,674
Southern Africa Non-Formal Education in Malawi	8,598
<b>Total</b>	<b>293,753</b>

- V22-C Mercy in Motion Campaign: The International Office started a new campaign Mercy in Motion for the Year of Mercy proclaimed by Pope Francis. The funds raised during the campaign are reflected in fund V22-C and are designated to Educational Projects worldwide.

## 6.10 Donations & Grants 5,000 Euro and over

This section details individual donations received during the year, where the donor has contributed 5,000 euro or more.

Donor	Currency	Original amount	Exchange Rate	Euro Eq.
Private Donor	EUR	1,000,000	1.00	1,000,000
Private Donor	USD	179,058	1.20	148,895
JRS USA Fundraising	USD	150,037	1.20	124,762
GHR Foundation	USD	125,080	1.19	105,310
Province European Low Countries Region	EUR	87,440	1.00	87,440
Private Donor	USD	100,000	1.23	81,500
Jesuit Conference of Canada and the United States	USD	79,965	1.17	68,270
Provincia de España - Compañía de Jesús	EUR	50,000	1.00	50,000
Private Donor	EUR	50,000	1.00	50,000
Association Fraternelle Romande	USD	60,000	1.23	48,678
Fundación Alboan Institutional Strengthening	EUR	45,000	1.00	45,000
Entreculturas - Fé y Alegría Institutional Strengthening	EUR	45,000	1.00	45,000
Private Donor	USD	50,000	1.23	40,525
British Province of the Society of Jesus	EUR	33,333	1.00	33,333
Curia Generalizia S.J. Society of Jesus	EUR	33,000	1.00	33,000
Private Donor	USD	39,898	1.23	32,517
Jesuit Province Japan	USD	35,701	1.17	30,480
Fidel Goetz Foundation	EUR	26,830	1.00	26,830
Swiss Province of the Society of Jesus	EUR	25,972	1.00	25,972
Hermanas Servidoras de Jesús Cottolengo del P. Alegre	EUR	25,000	1.00	25,000
Austrian Province of the Society of Jesus	EUR	25,000	1.00	25,000
Private Donor	USD	25,000	1.23	20,375
Hermanas Servidoras de Jesús Cottolengo del P. Alegre	EUR	20,000	1.00	20,000
Stanwahr S.a.r.l.	USD	18,276	1.22	15,011
Congregazione delle Suore della SS. ma Madre Addolorata	USD	16,745	1.14	14,691
Aloysian Association	EUR	10,162	1.00	10,162
Suore della Carità delle Sante Capitanio e Gerosa	EUR	10,000	1.00	10,000



Private Donor	EUR	9,166	1.00	9,166
Private Donor	USD	10,000	1.15	8,734
Private Donor	USD	8,000	1.14	7,030
Provincia de España - Compañía de Jesús	EUR	6,650	1.00	6,650
Hijas de Jesús/Figlie di Gesù	EUR	6,000	1.00	6,000
Missionarie di Nostra Signora d'Africa	EUR	5,000	1.00	5,000
Missionarie Serve dello Spirito Santo	EUR	5,000	1.00	5,000
<b>Total donations over 5.000 euro</b>				<b>2,265,333</b>

## 6.11 Other Revenues

<b>Sub-total grants =&gt; €5,000</b>	<b>2,265,333</b>
Sub-total Small donations from Campaigns	163,959
Sub-total Small donations from Private donors	71,137
Sub-total Small donations from Recurrent donors	14,117
<b>Total donations &amp; grants</b>	<b>2,509,546</b>
Bank & other income	15,578
Interest earned on Investments	1,153
Unrealized Investment & Foreign Exchange Gain	589,861
Indirect Cost contribution	136,874
<b>TOTAL INCOME</b>	<b>3,258,012</b>

**Note on Indirect Cost contribution:** JRS worldwide applies a policy to cover the overhead costs of International Office and Regional Offices by requesting a rate of 15% on grant applications. Out of 15%, the 4% is given to IO administrative costs. Below are the details of each region's contribution to IO cost.

REGION	Total Contribution
APR	9,600
EAR	11,806
EUROPE	1,200
GLR	3,906
IO	5,203
LAC	3,320
MENA	59,906
SAR	4,653
SAS	25,280
WAF	12,000
<b>TOTAL</b>	<b>136,874</b>



## 6.12 In kind donations

**Support from the Jesuit Curia:** The Jesuit in-kind support for the office space, utilities, and Jesuit personnel continues to remain invaluable. The following schedule shows in detail the estimated monetary value associated with the Curia's support, reflected as a donation from the Jesuit Curia but not formally recorded in the accounts.

Type of in-kind Support in Euro	Amount 2018
Office Rent – In kind support	100,000
Annual living costs for five Jesuits	89,500
<b>Grand Total</b>	<b>189,500</b>

Including the annual subsidy of 33,000 euro, the total contribution of the Jesuit Curia is **222,500 euro**, which represents a strong commitment on part of the central government of the Society of Jesus for the important ministry of JRS through its international office.

## 6.13 Expenditures 2018 by project and by category

V00: Capital  
 V01: Corporate and Administration  
 V02: HR  
 V03: Finance and Logistics  
 V04: Programmes and Education  
 V07: Philanthropy and Development  
 V09: Advocacy and Communication  
 V15: Mission and Identity  
 V17: Strategic Review  
 V19: IO Funds  
 V20: RRT

Category / Projects	V00	V01	V02	V03	V04	V07
Assets Additions		20,970				
Office Support		115,846	14,677	3,527		
Philanthropy						60,699
Publications						21,761
Seminars/Meetings		23,736	23,744		48,163	
Specific IO projects		114,298	97,315		336,306	15,910
Staff		337,702	162,797	257,149	188,181	353,647
Trainings		90,182	20,748	4,120		
Travel		53,623	7,683	30,247	12,957	12,026
Unrealized Foreign Exchange / Investment Loss	872,164					
Websites & Network Support		91,268				
<b>Grand Total 2018</b>	<b>872,164</b>	<b>847,626</b>	<b>326,965</b>	<b>295,043</b>	<b>585,602</b>	<b>464,042</b>
<b>Total 2017</b>	<b>526,482</b>	<b>341,858</b>	<b>220,085</b>	<b>280,857</b>	<b>470,691</b>	<b>305,042</b>
<b>Total 2016</b>	<b>611,109</b>	<b>346,761</b>	<b>116,222</b>	<b>158,264</b>	<b>264,208</b>	<b>430,971</b>



Category / Projects	V09	V15	V17	V19	V20	Total 2018
Assets Additions						20,970
Office Support	6,022	36		2,409		142,517
Philanthropy						60,699
Publications	3,488					25,249
Seminars/Meetings		14,792				110,435
Specific IO projects			23,455		33,627	620,911
Staff	141,260	52,895				1,493,632
Trainings		7,114				122,164
Travel	23,426	3,224				143,187
Unrealized Foreign Exchange/Investment Loss						872,164
Websites & Network Support	150,623					241,891
<b>Total 2018</b>	<b>324,819</b>	<b>78,061</b>	<b>23,455</b>	<b>2,409</b>	<b>33,627</b>	<b>3,853,8197</b>
<b>Total 2017</b>	<b>180,051</b>	<b>61,771</b>	<b>36,794</b>	<b>5,588</b>	<b>32,065</b>	<b>2,461,284</b>
<b>Total 2016</b>	<b>155,919</b>	<b>55,744</b>	<b>105,566</b>	<b>42,838</b>	<b>138,669</b>	<b>2,426,271</b>

### Note on Expenditures by category

- Increase in "Staff Costs": due the increase of n. of personnel from 17 Italian contracts (December 2017) to 32 Italian contracts (December 2018)
- Reduction in "Travels": Some of the travels have been recorded in 2018 under "Specific Projects"
- Increase in "Specific Projects": Since 2014 the IO is implementing some projects managed directly by the office. Started with the *Rapid response team*, in 2018 the projects have been increased with *Staff Care, Education and Teacher Training Programme, Strategic Review*.
- Reduction in Office Support Costs: in 2017 the expenses related to Philanthropy activities have been recorded on a separate category, where in 2018 was included under Office Support Costs.

### Comparison: 2018 Expenses by Category in the last 3 years

Category / Projects	Total 2018	Total 2017	Total 2016
Assets Additions	20,970	18,738	1,753
Office Support	142,518	166,730	208,586
Philanthropy	60,699	24,488	73,141
Publications	25,249	65,590	45,886
Seminars/Meetings	110,435	53,865	49,825
Specific IO projects	620,911	279,347	105,566

Staff	1,493,632	1,094,852	1,017,086
Trainings	122,164	32,854	17,212
Travel	143,187	127,318	226,520
Unrealized Foreign Exchange/Investment Loss	872,164	526,482	625,527
Websites & Network Support	241,891	71,020	55,169
<b>Grand Total</b>	<b>3,853,820</b>	<b>2,461,284</b>	<b>2,426,271</b>

#### 6.14 Income and Expenditures by Donor and by Project

Donor	Programme	Currency	Opening	Income	Expense	2018 closing
Entreculturas + Alboan	Institutional Strengthening	EURO	(567)	90,000		89,433
GHR Foundation	Mission and Identity - Online Course	USD	(155)	20,846	29,440	-8,749
GHR Foundation	Strategic Planning - IO Strategic Review Analysis	USD		20,246	23,455	-3,209
GHR Foundation	Interfaith	USD		64,217	42,773	21,444
JRS USA Funds	Strengthening Corporate Department	USD				-
JRS USA Funds	Strengthening Philanthropy Department	USD	(13)		101,576	-101,589
JRS USA Funds	Strengthening Finance Department	USD		24,053	27,016	-2,963
Private donor	Strengthening Programmes Department	EURO			23,546	- 23,546
Private donor	Education Teacher Training Programme	EURO	565,686		705,861	(140,175)
Private donor	IT Development Software	EURO		1,000,000	452,035	547,965