



**La chaîne
de l'espoir**

Together, let's save children

2022[!]

Financial Report



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Treasurer's report

Ladies and gentlemen, members of La Chaîne de l'Espoir,

I'm pleased to present the treasurer's report for the year 2022.

After the two years 2020 and 2021, marked by the Coronavirus epidemic, the French economy started to recover and grow at the beginning of 2022. However, the outbreak of the Russia-Ukraine conflict in March 2022 gave rise to new problems.

In a context which was still difficult in 2022, La Chaîne de l'Espoir mobilized to provide emergency aid in this new conflict and continued its numerous projects and missions on the national and international level.

We must pay tribute to the generosity of the public which, despite a context of inflation and geopolitical tension, remained at a remarkably high level. Moreover, like last year, the association has continued to diversify its funding and benefited from substantial subsidies notably in the framework of different ambitious international projects.

The amount of recorded operating income stands at **K€ 29,569** compared to **K€ 26,147** in 2021, up 13% on the previous year.

The total income of La Chaîne de l'Espoir, including financial and extraordinary income, amounted to **K€ 30,232**.

Total expenditure, including financial and extraordinary expenses, amounted to **K€ 30,423**. These expenses include a provision of **K€ 512** linked to the development of our affiliate in the United States.

The financial year closes therefore with a deficit of K€ -191, down by K€ 823 compared to 2021. The Board of Directors had in fact voted a deficit budget for the year 2022, intending in this way to make up for the backlog of the two years during the health crisis. The 2022 deficit will be absorbed by the association reserves. Notably, the reserves constituted for the construction of a cardio-pediatric care unit in Madagascar allow us to cover the expenses incurred on this project amounting K€ 362.

The figures commented on below are taken from the Income Statement by Origin and Destination, a document of reference for associations.

INCOME

I. Income from public generosity:

In a particularly difficult economic situation, most of the categories of income from public generosity have increased: gifts by hand (+1%), sponsorship (+5%), other income (+27%). Income from bequests, donations and life insurance, after two untypical years, is down (-28%) and has reverted to a more modest proportion in the resources of the association.

Due to this latter effect, public generosity has decreased overall (-5% compared to 2021). It represents 55% of the income of the association.

II. Income not derived from public generosity:

This has increased sharply (+155%) and includes:

- financial contributions from not-for-profit organizations which have gone up substantially thanks to contributions from the Alain Deloche Foundation and our affiliated foundation in the United States, United Surgeons for Children.
- products not derived from public generosity whose increase is due to more substantial financial products in 2022, notably thanks to foreign exchange gains on accounts in USD.

III. Subsidies and other public aid:

Public subsidies amount to K€ 8,159 in 2022, up 21% compared to the previous year, and make up a growing part of the income of the organization (27%). These grants come mainly from the French Development Agency, the French Ministry of Foreign Affairs and the European fund ECHO, co-financing our projects in Iraq, Afghanistan, Ukraine, Jordan, Togo, Lebanon, Burkina Faso, Ivory Coast, Mali and Venezuela.

IV. Reversals of provisions and depreciations:

In 2022, reversals of provisions and depreciations amount to K€ 68, including K€ 46 as a provision for depreciation risk on a capitalisation contract which has become devoid of purpose.

V. Use of previous dedicated funds:

Funding recorded in dedicated funds, unused at the time of closure, is carried over as income in the income statement of the following year, as and when commitments are fulfilled.

In 2022, the use of dedicated funds of previous years amounted to K€ 3,140, and concerned notably projects in Iraq, Togo, Afghanistan, Mali and Senegal.

EXPENSES**I. Social Missions**

Expenditure on implemented programs represents K€ 21,609 spent in 2022 and K€ 2,029 for planned commitments, amounting to 78% of total expenses. Thus, funds invested in our missions increased by 33% compared to 2021, marking a return to normality for our activities after two years impacted by the COVID crisis. The year 2022 was marked by the conflict in Ukraine with the launching of an emergency aid program, significant progress in the hospital construction project in Iraq and an increase in medical care in response to the crisis in Afghanistan.

Funds allocated for treatment of children in France also rose by 27% compared to the previous year

II. Fundraising expenses

Development expenses (fundraising, communication, management of donations and tax receipts, donor relations) amount to K€ 5,244, up slightly on the previous year (+4%). They represent 17% of total expenses.

III. Operating expenses

Operating expenses, the indispensable basis for our missions and the guarantee of sound management of our income, are up 22% compared to 2021 (K€ 962 in 2022 vs K€ 787 in 2021), corresponding to a substantial increase in our social missions. However, since the rise in expenditure is less than the increase in activities, operating expenses remain stable in proportion, representing 3% of total expenses.

IV. Allocations for provisions and depreciatio

Allocations for provisions and depreciation remain at a significant level (K€ 535 in 2022 and K€ 513 in 2021), due to a provision for depreciation recorded, in accordance with the prudence principle, on a part of the debt obligation towards the affiliated foundation in the USA.

V. Income taxes

La Chaîne de l'Espoir was involved as a service provider in two short programs to contribute its expertise in the area of health infrastructures. The income thus generated, amounting to K€ 139, is subject to income tax which came to K€ 20 in 2022. The net income from these contracts was used in the service of our humanitarian missions. Capital gains taxes on investment securities amounted to K€ 23, bringing total taxes to K€ 43.

ALLOCATION OF EARNINGS

As we saw above, the financial year shows a deficit of K€ 191 which the Board of Directors has validated and which I propose for your acceptance today.

This deficit will be taken from the association funds, and the Annual General Meeting will vote on the partial reversal of the project reserves for Madagascar, amounting to K€ 362.

	On 31/12/2022 (before allocation of 2022 earnings)	Allocation of 2022 earnings		On 31/12/2022 (after allocation of 2022 earnings)
		Increase	Decrease	
Association funds without right of recovery	10,399,172.47	362,438.11	190,801.12	10, 570,809.46
Project reserves for Madagascar	1,000,000.00		362,438.11	637,561.89
Project reserves for the Middle East	500,000.00			500,000.00
Project reserves for West Africa	500,000.00			500,000.00
Income 2022	-190,801.12	190,801.12		0,00
	12,208,371.35	553,239.23	553,239.23	12,208,371.35

Available reserves represent 4.9 months of activity on 31 December 2022 (compared to 5.9 months in 2021), an amount needed to ensure the continuity of our actions in the field, cover unforeseen funding needs due to emergencies or a sudden decrease in income, and to fund investments and their renewal.

In 2022, the commitment of our volunteers and the support of our sponsors remained intact and volunteer in-kind contributions regained the level they had before the health crisis.

I – Volunteer work

Many surgeons, doctors, nurses, anesthetists and other medico-technical personnel go throughout the year on voluntary missions in the field and thus contribute in a decisive manner to the social missions and the spirit of La Chaîne de l'Espoir. Host families, people supporting hospitalized children, volunteers in the provinces and in the Paris headquarters all make an effective contribution to the different activities of our organization.

A precise administrative monitoring of these volunteers makes it possible to know, by profile, the number of days they devote to the organization and to calculate their contribution. In 2022, La Chaîne de l'Espoir thus benefited from 12,924 days of volunteer work, estimated at K€ 2,042 (K€+393 compared to 2021). This increase is due in large part to the resumption of overseas missions by medical and paramedical volunteers and to the growth of our activities.

II – Consumables and medical and non-medical equipment

The collection of medical products and equipment, computer equipment and furniture from different hospital structures, laboratories and our operational partners had an estimated value of K€ 529 in 2022. These donations in kind are down compared to the previous year (K€ -728), due to an exceptional donation received in 2021 of medical consumables for Afghanistan, worth a total of K€ 965.

III – Services free of charge and skills-based sponsorship

The value of skills-based sponsorship, actions in advertising and communication (press, radio, TV, reports) and other services provided free of charge to La Chaîne de l'Espoir by different advertisers, advisers and partners is estimated at K€ 1 940 for the 2022 financial year.

Thus the total of contributions in kind is estimated at K€ 4 511.

BALANCE SHEET

The balance sheet total of La Chaîne de l'Espoir as at 31 December 2022 amounts to K€ 33,490, down K€ 1, 613 compared to the previous year.

Assets

Net fixed assets stand at K€ 7,355 (compared to K€ 8,421 in 2021). The decrease of K€ 1, 066 is explained by the on-going amortization of the headquarters of the organization and the cession of goods received by bequests and donations. Current assets amount to K€ 26,135 (compared to K€ 26, 683 in 2021). They increased by K€ 548 due to the combined effect of the decrease of debt obligations linked to bequests (K€ -129), the increase of other debt obligations (K€ +2 359, including K€ +1, 581 of debt obligations on public funders, and K€ + 1, 024 of the debt obligation on the affiliate USFC), and the decrease in liquid assets (K€ -4 890, funds received in previous years and spent in 2022 on our activities due to the resumption of our missions).

Liabilities

The association funds before allocation of 2022 earnings amount to K€ 10, 399.

Income for the 2022 financial year amounts to K€ -191 and will be absorbed by the association funds.

Deferred and dedicated funds are down by K€ 1,893 due to the decrease in deferred funds linked to bequests (K€ -782) and in funds dedicated to projects (K€ -1,111, mainly due to progress on the Iraq project financed by the Crisis and Support Center (CDCS) of the French Ministry for Europe and Foreign Affairs).

Debts registered under liabilities have decreased by K€ 456. Bank loans decreased by K€ 366 (repayment of the loan for the purchase of the headquarters premises), deferred income is down by K€ 2,643 K€ (mainly due to advancement on projects funded by the CDCS and the French Development Agency (AFD) in Afghanistan, and by the CDCS in Iraq). The Other Debts item increased by K€ 2,869, due to the debt owed by La Chaîne de l'Espoir to the French Medical Institute for Mothers and Children (FMIC), our partner hospital in Afghanistan, for its medico-surgical activities, since international transfers to Afghanistan were practically impossible in 2022.

BUDGET FOR 2023

The 2023 budget was validated by the Board of Directors on 13 March 2023.

Forecasts of income, amounting to K€ 38, 277, and of expenses, amounting to K€ 38, 060, lead to a net result for the financial year of K€ +216.

This budget is broken down as follows::

Income	K€	Expenses	K€
Public generosity	13,610	Programs	30,276
Private partners	2,330	- Healthcare in France	1,224
Bequests & Donations	2,500	- Health care and training abroad	29,051
Public subsidies	18,026	Dedicated funds carried forward	1,058
Other operating income	102	Development	5,865
Use of dedicated funds	1,680	Operations	828
Total operating income	38,247	Total operating expenses	38,026
Financial income	30	Financial expenses	34
Total income	38,277	Total expenses	38,060
		Net income	216
		Reversal of project reserves	638
		Net income adjusted for project reserves	854

Sandrine GUEBIN
Treasurer

CHALLENGES AND PROSPECTS FOR 2023

In Ukraine, the current conflict, which will probably be long-lasting, has devastating repercussions on the civilian population as well as a severe impact on healthcare infrastructures and services. La Chaîne de l'Espoir is present in the field and has shown the efficiency of its logistical capacities by delivering nearly 30 tons of crucial medical material since the beginning of the war in order to support hospitals and provide vital aid to patients. In 2023, the registration of La Chaîne de l'Espoir in **Ukraine** will enable us to develop new activities with a dedicated team.

In **Afghanistan**, the population is sinking into a spiral of misery, the risk of famine is looming, girls and women are increasingly prohibited from education and healthcare. Nevertheless, the FMIC continues its activities whatever happens, with both female and male personnel, and still provides high-quality care free of charge to women and children. However, the situation remains precarious and uncertain, medium-term financial and operational planning is extremely difficult. But we have to persevere because it is the honor of La Chaîne de l'Espoir to keep this hospital alive in the midst of adversity, all the more so as it is the last one still functioning in Kabul.

In **WestAfrica**, the political upheavals affecting the Sahel region, the rise in terrorism, the intensification of anti-French political sentiment are factors which complicate action by NGOs although the long-suffering populations are in dire need of humanitarian aid and emergency medical care. La Chaîne de l'Espoir has had to redeploy and reorganize its projects in Benin, Senegal, Mali and Burkina Faso. We are also starting new activities with a view to building the capacities of cardiologists in Niger and the Comoros.

In the area of infrastructures, 2023 will see the completion of the construction work on the Sinjar hospital in **Iraq**, entirely financed by the CDCS. In **Madagascar**, the renovation of the technical platform of the Centre Hospitalier de Soavinandriana, coupled with the training of local teams, will enable the country's first ever open-heart surgery.

Our association, its activities, its personnel, its budgets are changing in tune with this deteriorated context: our actions traditionally oriented towards development now take place in areas which are highly precarious or crisis-stricken; the institutional part of our funding will represent nearly 50% of our budget which will reach M€ 39 in 2023; our recruitment now gives priority to teams in the field who must enhance their competence by being closer to local challenges, both operational and financial. This turning point now positions La Chaîne de l'Espoir as a humanitarian actor specialized in the hospital and medico-surgical field and necessitates an adaptation of its organizational model. Our action is becoming more global and these challenges force us to be more reactive, even more oriented to emergency responses. Nevertheless, children remain at the heart of our preoccupations. Children's access to surgery, prevention and awareness-raising concerning avoidable surgeries, referral of suffering children by local actors - all this together leads to better medical care for the most vulnerable children.

The economic model of La Chaîne de l'Espoir is also changing: the general public, which is historically the main funder of our actions, is now less prevalent in the current unfavorable economic environment. We must therefore redouble our efforts to mobilize additional resources, both financial and logistical, in order to adequately respond to increasing needs.

Finally, the question of accountability remains at the heart of our preoccupations. **La Chaîne de l'Espoir is committed to maintaining exemplary transparency and responsibility in the management of funds allocated to its projects.** This approach is essential to maintain the confidence of donors both public and private and to guarantee the positive impact of our actions in the field. La Chaîne de l'Espoir is tackling these mutations, challenges and essential changes with determination and hope, fully aware of the stakes and the difficulties inherent in humanitarian action. Thanks to its capacity for adaptation and the mobilization of its teams, our association aspires to making a real difference in the lives of vulnerable populations by providing medical care and vital assistance in environments which are often difficult. I wish to express my heartfelt thanks to all our collaborators, employees and volunteers; to our donors, sponsors and institutional partners who support our programs and put their trust in us.

Anouchka FINKER
CEO

Annual Financial Statements

2022

BALANCE SHEET

ASSETS (IN EUROS)	2022			2021
	Gross	Amort. and depreciation	Net	Net
I - FIXED ASSETS				
Intangible fixed assets	231,478	161,450	70,028	69,938
Concessions, licenses, trademarks, software and similar assets	174,650	161,450	13,200	22,000
Intangible fixed assets in progress	56,828		56,828	47,938
Tangible fixed assets	9,054,086	1,973,128	7,080,957	7,418,277
Land	1,380,000		1,380,000	1,380,000
Buildings	7,415,717	1,823,696	5,592,021	5,912,626
Technical installations, plant and equipment	249,369	149,433	99,936	125,651
Fixed assets in progress	9,000		9,000	
Assets received by legacy or donations held for disposal	193,285		193,285	924,004
Financial assets	10,619		10,619	8,283
Participating interests and related receivables	10,619		10,619	8,283
Other	8,283		8,283	6,459
TOTAL FIXED ASSETS	9,489,467	2,134,578	7,354,889	8,420,502
II - CURRENT ASSETS				
Receivables	6,950,703	1,000,628	5,950,075	3,719,950
Receivables from bequests and donations	506,811		506,811	635,837
Other	6,443,892	1,000,628	5,443,264	3,084,113
Marketable securities	4,633,538	23,017	4,610,521	2,613,918
Cash at bank and in hand	15,323,199		15,323,199	20,212,945
Prepaid expenses	251,093		251,093	135,716
TOTAL CURRENT ASSETS	27,158,534	1,023,645	26,134,889	26,682,530
TOTAL ASSETS (I + II)	36,648,001	3,158,223	33,489,778	35,103,032

BALANCE SHEET

LIABILITIES (IN EUROS)	2022	2021
I - ASSOCIATION FUNDS AND RESERVES		
Association funds without right of recovery	10,399,172	9,766,705
Statutory association funds		
Additional association funds	10,399,172	9,766,705
Reserves	2,000,000	2,000,000
Reserves for the entity's project	2,000,000	2,000,000
Surplus or deficit for the year	-190,801	632,468
NET TOTAL ASSOCIATION FUNDS AND RESERVES	12,208,371	12,399,172
II - DEFERRED AND RESTRICTED FUNDS		
Deferred funds related to bequests and donations	627,274	1,409,749
Restricted funds	3,039,552	4,150,492
TOTAL DEFERRED AND RESTRICTED FUNDS	3,666,827	5,560,241
III - PROVISIONS		
Provisions for risks	417,000	401,600
TOTAL PROVISIONS	417,000	401,600
IV - DEBTS		
Loans and debts with credit institutions	3,375,920	3,742,188
Supplier payables and related payables	2,283,080	2,006,363
Legacy and donation liabilities	72,183	151,383
Fiscal and social liabilities	855,977	675,185
Other liabilities	4,886,723	1,799,717
Deferred income	5,723,697	8,367,182
TOTAL DEBTS	17,197,580	16,742,018
TOTAL LIABILITIES (I + II + III + IV)	33,489,778	35,103,032

INCOME STATEMENT

(IN EUROS)	2022	2021
I - OPERATING INCOME		
Contributions	80	40
Sales of goods and services	162,842	51,879
Sales of goods	19,970	
- of which sales of donations in kind	15,424	
Sales of services	142,872	51,879
Income from third-party funders	26,207,663	24,713,976
State grants and operating subsidies	8,158,588	6,755,437
Resources from public generosity	16,412,026	17,260,047
- Individual gifts	12,959,395	12,798,871
- Sponsorships	806,447	765,385
- Bequests, donations and life insurance	2,646,185	3,695,791
Financial contributions	1,637,049	698,492
Reversals of amortization, depreciation, provisions and transfer of expenditure	58,047	61,969
Use of restricted funds	3,140,270	1,318,978
Other income	45	33
TOTAL OPERATING INCOME	29,568,948	26,146,875
II - OPERATING EXPENSES		
Other purchases and external expenses	17,240,711	13,360,296
Financial aid	2,975,226	2,361,886
Taxes and similar expenses	478,730	413,511
Wages and salaries	4,732,937	3,940,285
Social security costs	1,697,971	1,407,378
Depreciation and amortization	399,453	419,946
Allocations to provisions	37,000	
Restricted funds carried forward	2,029,331	3,132,742
Other expenses	13,775	45,342
TOTAL OPERATING EXPENSES	29,605,133	25,081,385
1. OPERATING INCOME (I - II)	-36,185	1,065,490
III - FINANCIAL INCOME		
Other interest and similar income	152,500	118,300
Reversals of provisions, depreciation and transfer of expenditure	46,906	
Foreign exchange gains	455,145	74,553
TOTAL FINANCIAL INCOME	654,551	192,853
IV - FINANCIAL EXPENSES		
Allocations to amortization, depreciation and provisions	23,005	3,107
Interest and similar expenses	34,741	36,570
Foreign exchange losses	135,436	65,437
Net expenses on disposal of investment securities	50,576	
TOTAL FINANCIAL EXPENSES	243,758	105,115
2. FINANCIAL INCOME (III - IV)	410,792	87,738
3. INCOME FROM ORDINARY ACTIVITIES BEFORE TAXES (I - II + III - IV)	374,607	1,153,228
V - EXTRAORDINARY INCOME		
On management operations	8,238	13,023
TOTAL EXTRAORDINARY INCOME	8,238	13,023
VI - EXTRAORDINARY EXPENSES		
On management operations	14,198	23,112
On capital operations	4,854	
Amortization, depreciations and provisions	511,878	510,350
TOTAL EXTRAORDINARY EXPENSES	530,929	533,462
4. EXTRAORDINARY EXPENSES (V - VI)	-522,692	-520,440
Tax on profits (VIII)	42,717	320
TOTAL INCOME (I + III + V)	30,231,737	26,352,751
TOTAL EXPENSES (II + IV + VI + VII + VIII)	30,422,538	25,720,283
SURPLUS OR DEFICIT	-190,801	632,468
VOLUNTARY CONTRIBUTIONS IN KIND		
Donations in kind	529,079	1,257,180
Services provided in kind	1,940,097	2,074,061
Volunteering	2,041,712	1,648,350
TOTAL	4,510,888	4,979,591
EXPENSES FOR VOLUNTARY CONTRIBUTIONS IN KIND		
Goods provided free of charge	529,079	1,257,180
Services provided in kind	1,940,097	2,074,061
Volunteer staff	2,041,712	1,648,350
TOTAL	4,510,888	4,979,591

APPENDIX TO THE 2022 FINANCIAL STATEMENTS

PREAMBLE

The financial year ending 31 December 2022 has a duration of 12 months. The accounts are drawn up in euros.

As at 31 December 2022, the balance sheet total before allocation of earnings was € 33,489,778. The financial year shows a deficit of € - 190 801.

The information given below is an integral part of the annual financial statements which have been approved by the Board of Directors.

NOTE 1: SOCIAL PURPOSE, SOCIAL MISSIONS AND MEANS USED

Social purpose

La Chaîne de l'Espoir is a general-interest humanitarian organization whose goal is to help the most disadvantaged children, their families and their communities.

Social Missions

- To provide medical care in France or abroad for children and mothers who cannot get treatment in their own countries due to lack of technical and financial means and specialist know-how;
- To provide training for local medical staff in specialist fields, responding to various pathologies;
- To transfer medical technology, equipment and consumable materials to countries where healthcare facilities are inadequate;
- To promote the development of specialist hospital facilities adapted to local needs;
- To contribute to the medical and social care of women and children in vulnerable situations;
- To provide medical assistance to impoverished populations, primarily to mothers and children, including by the acquisition and shipment abroad of medicines and health and nutrition products;
- To provide humanitarian assistance during conflicts or natural disasters;
- To promote access to education for disadvantaged children and women;
- To relieve human distress by all means possible.

Means used

- Collaboration with international organizations, local authorities, public and private bodies in France and abroad;
- Partnership with any other body or association pursuing goals similar to ours, in France or abroad;
- Encouraging the creation in foreign countries of other organizations with the same goal;
- With the help of host families, providing care for children transferred to and treated in France for the entire duration of their stay.

NOTE 2: SIGNIFICANT EVENTS OF THE YEAR

None.

NOTE 3: POST BALANCE SHEET EVENTS

The association is not aware of any significant post balance sheet events.

NOTE 4: GENERAL VALUATION RULE

The annual financial statements are drawn up in accordance with the following regulations:

- ANC n° 2018-06 of 5 December 2018 as amended by ANC regulation n° 2020-08 on the annual financial statements of private not-for-profit legal entities;
- ANC n° 2014-03 of 5 June 2014, as amended, relative to the general chart for accounts for provisions not covered by ANC regulation 2018-06 of 5 December 2018, as amended.

The following conventions have been applied in accordance with the principle of prudence and the following basic rules:

- Going concern;
- Consistency of accounting principles from one financial year to the next;
- Independence of financial years.

NOTE 5: CHANGE IN PRESENTATION

In accordance with regulation ANC N° 2018-06, Sponsorships and Financial Contributions are presented on separate lines of the Income Statement. This change resulted in a modified presentation of the N-1 column of the Income Statement by Origin and Destination and the Annual Use-of-Funds Statement.

NOTE 6: FIXED ASSETS

The organization's fixed assets are recognized and valued, in accordance with the standards set forth in the Asset Regulation, at their acquisition cost (price and incidental expenses) or production cost.

NOTE 6-1: Fixed assets located in France

Fixed assets located in France, at the organization's headquarters, are depreciated using the straight-line method over their useful life:

Computer software	3 years
Buildings	25 years
Fixtures and fittings	8 à 20 years
Technical installations, plant and equipment	3 years
Transport equipment	3 years
Office and computer equipment	3 years

NOTE 6-2: Fixed assets located abroad

In the framework of its activities, the organization may be required to purchase, on its intervention sites abroad, assets that meet the accounting definition of fixed assets.

Given:

a) the specificities of the context

- geographical distance that makes it difficult to monitor physical existence,
- specific operating conditions that create uncertainty regarding the physical state of the assets,
- the purpose of these acquisitions, made within the framework of the organization's project and intended for permanent local use,
- agreements made with funding agencies,

b) application of the accounting principle of prudence,

these capital assets are recorded directly in the projects' expense accounts.

The changes noted during the year are as follows:

GROSS FIXED ASSETS	31/12/2021	Increase	Decrease	31/12/2022
Computer software	155,047			155,047
Trademarks	19,602			19,602
Intangible fixed assets in progress	47,938	8,889		56,828
Intangible fixed assets	222,588	8,889		231,478
Headquarters land	1,380,000			1,380,000
Headquarters building	6,779,041			6,779,041
Headquarters fixtures and fittings	624,970	11,706		636,676
Technical installations, plant and equipment	81,318	2,582	25,886	58,015
Transport material	21,021			21,021
Office and computer equipment	122,551	49,460	1,677	170,333
Tangible fixed assets in progress		9,000		9,000
Tangible fixed assets	9,008,901	72,748	27,563	9,054,086
Assets received by legacy or donation held for disposal	925,934	104,396	837,045	193,285
Deposits and guarantees	8,283	4,959	2,623	10,619
Financial fixed assets	8,283	4,959	2,623	10,619
GENERAL TOTAL	10,165,706	190,993	867,231	9,489,467

AMORTIZATION	31/12/2021	Increase	Decrease	31/12/2022
Computer software	133,047	8,800		141,847
Trademarks	19,602			19,602
Intangible fixed assets	152,650	8,800		161,450
Headquarters building	1,309,582	271,162		1,580,744
Headquarters fixtures and fittings	181,803	61,149		242,952
Technical installations, plant and equipment	22,084	17,401	6,471	33,013
Transport equipment	15,650	4,507		20,157
Office and computer equipment	61,505	36,435	1,677	96,262
Tangible fixed assets	1,590,624	390,653	8,149	1,973,128
GENERAL TOTAL	1,743,274	399,453	8,149	2,134,578

DEPRECIATION	31/12/2021	Increase	Decrease	31/12/2022
Assets received by legacy or donation held for disposal	1,930		1,930	
GENERAL TOTAL	1,930		1,930	

The legacy was ceded during the 2022 financial year.

NOTE 7: RECEIVABLES

Receivables are valued at their nominal value. An impairment is recognized when there is a risk of non-recovery.

	Amount	- 1 year	1 to 5 yrs	+ 5 years
Donor receivables	3,077,879	1,121,222	1,956,657	
French Development Agency	1,099,445		1,099,445	
European Union	237,561	137,269	100,292	
Expertise France	1,200,000	493,080	706,920	
Regional Council of La Réunion	12,000	12,000		
Other private donors	528,872	478,872	50,000	
Receivables received by bequests and donations	506,811	506,811		
Other receivables	3,366,013	1,404,757	960,628	1,000,628
TOTAL	6,950,703	3,032,791	2,917,285	1,000,628
DEPRECIATION	31/12/2021	Increase	Decrease	31/12/2022
Other receivables	488,750	511,878		1,000,628
GENERAL TOTAL	488,750	511,878		1,000,628

An additional provision on the receivable of the affiliated foundation USFC has been made, amounting to € 511 878.

NOTE 7-1: Accrued income

	- 1 year
Suppliers (credit notes receivable)	95,611
Miscellaneous accrued income	5,695
TOTAL RECEIVABLE INCOME	101,305

NOTE 8: PREPAID EXPENSES

Prepaid expenses, amounting to € 251,093, relate mainly to expenses for « Other purchases and external services ».

NOTE 9: MARKETABLE SECURITIES

Marketable securities are recorded on the balance sheet at their acquisition cost. Disposals are recognized using the first-in, first-out method (FIFO). Investments are made in guaranteed capital products payable in arrears.

The changes noted during the year were as follows:

	31/12/2021	Increase	Decrease	31/12/2022
Endowment contract Agéas	1,061,087	331,773	323,238	1,069,623
Endowment contract Vie Plus	1,599,749	450,865	486,699	1,563,915
Bonds		2,000,000		2,000,000
GENERAL TOTAL	2,660,836	2,782,639	809,937	4,633,538

The Vie Plus endowment contract was subject to a provision for impairment in 2015, adjusted annually based on the valuation of the contract in the event of early withdrawal. As at 31/12/2022, the provision amounts to € 23,017.

NOTE 10: CASH AT BANK AND IN HAND

Cash held in France and in foreign projects (banks and petty cash) includes amounts in foreign currencies. . They have been valued in euros at the exchange rate in effect on 31 December. Foreign exchange differences at the end of the year are recorded as foreign exchange gains or losses in the income statement.

NOTE 11: ASSOCIATION FUNDS

La Chaîne de l'Espoir has two types of reserves:

- funds without right of recovery, whose purpose is to ensure that the organization remains a going concern;
- project reserves, intended to finance operational projects.

The changes noted during the year were as follows:

Change in association funds	At the start of the year	Allocation of earnings		Increase		Decrease or consumption		At the end of the year
	Amount	Amount	Of which public generosity	Amount	Of which public generosity	Amount	Of which public generosity	Amount
Association funds without right of recovery	9,766,705	632,468	365,612					10,399,172
Africa Project Reserves	500,000							500,000
Madagascar Project Reserves	1,000,000							1,000,000
Middle East Project Reserves	500,000							500,000
Surplus for the year	632,468	-632,468	-365,612			190,801	855,001	-190,801
TOTAL	12,399,172					190,801	855,001	12,208,371

The information on the allocation of earnings appears in the minutes of the Annual General Meeting of 20 June 2022.

NOTE 12: PROVISIONS FOR RISKS AND CHARGES

Risks identified at the end of the financial year which have a reasonable probability and are of a significant amount give rise to a provision.

The changes noted during the year are as follows:

	31/12/2021	Increase	Decrease	31/12/2022
Provision for risks	401,600	37,000	21,600	417,000
TOTAL	401,600	37,000	21,600	417,000

The provision for risks on operations in Iraq, recognized in the 2017 accounts at the amount of € 380,000, has been maintained.

A provision for operations in Jordan has been made, amounting to € 37,000.

NOTE 13: DEFERRED FUNDS

	31/12/2021	Increase	Decrease	31/12/2022
Deferred funds relating to bequests and donations	1,409,749	252,860	1,035,335	627,274
TOTAL	1,409,749	252,860	1,035,335	627,274

NOTE 14: RESTRICTED FUNDS

Restricted funds record the portion of resources allocated by third-party funders to designated projects that could not yet be used at year-end.

The changes noted during the year are as follows:

Changes in restricted funds from:	At the start of the year	Deferrals	Uses	At the end of the year	
				Total amount	of which restricted funds without expense over the 2 previous years
Operating subsidies					
Afghanistan	199,245	45,921	199,245	45,921	
Noma	41,410	53,540		94,950	
Comoros	181,875		18,281	163,593	
Iraq	2,887,345	1,325,684	2,262,345	1,950,684	
Jordan		68,251		68,251	
Lebanon	173,334		17,106	156,228	
Madagascar		1,355		1,355	
Stenosis	156,454	43,618	156,454	43,618	
Togo	21,015	56,877	21,015	56,877	
Ukraine		172,702		172,702	
Venezuela	200,518		200,518		
	3,861,196	1,767,948	2,874,965	2,754,179	
Financial contributions from other bodies					
France	22,131	14,347	22,131	14,347	
Burkina Faso		24,998		24,998	
Mali	68,844	152,474	44,854	176,464	
Madagascar	5,249	17,433	5,249	17,433	
Senegal	125,331	16,858	125,331	16,858	
Togo	3,564		3,564		
	225,119	226,111	201,129	250,101	
Resources from public generosity					
Cambodia	7,000		7,000		
Senegal	17,464	11,272	17,464	11,272	
Ukraine		24,000		24,000	
Echoes	39,712		39,712		
	64,176	35,272	64,176	35,272	
TOTAL	4,150,492	2,029,331	3,140,270	3,039,552	

The Comoros dedicated fund recognizes funding received from the Indian Ocean Regional Health Agency in the 2016 financial year.

For political reasons beyond the control of our organization, and in full transparency with the donor, these funds could only be very partially used during the 2022 financial year. The dedicated fund is therefore still present on 31/12/2022.

NOTE 15: DEBTS

Liabilities are valued at their nominal value.

Bank loans were taken out in 2016 for an initial sum of € 5, 500, 000 to finance the acquisition of the headquarters of La Chaîne de l'Espoir.

The due dates at the end of the year are as follows:

	Amount	- 1 year	1 to 5 yrs	+ 5 years
Financial debts	3,375,920	361,697	1,475,180	1,539,043
Loans	3,374,795	360,572	1,475,180	1,539,043
Other financial liabilities	1,125	1,125		
Miscellaneous liabilities	8,097,963	7,758,136	339,827	
Supplier payables and related payables	2,283,080	1,943,253	339,827	
Legacy and donation liabilities	72,183	72,183		
Tax and social security liabilities	855,977	855,977		
Other liabilities	4,886,723	4,886,723		
TOTAL	11,473,883	8,119,833	1,815,007	1,539,043
				- 1 year
Supplier payables and related payables				553,531
Fiscal and social liabilities				399,648
Other liabilities				305,211
TOTAL ACCRUED EXPENSES				1,258,389

NOTE 16: DEFERRED INCOME

Deferred income recognizes financing granted by agreement for future years. The due dates for each country at the end of the financial year are as follows:

	Amount	- 1 year	1 to 5 years
Projets			
Afghanistan	1,500,000		1,500,000
Noma	299,588	199,725	99,863
Iraq	1,556,346	731,346	825,000
Jordan	808,456	326,490	481,966
Lebanon	336,249	288,213	48,036
Mali	43,000	43,000	
Senegal	212,143	77,143	135,000
Togo	500,587	237,983	262,604
Ukraine	467,328	467,328	
TOTAL	5,723,697	2,371,229	3,352,468

NOTE 17: DETAIL OF THE ENTRY « BEQUESTS, DONATIONS AND LIFE INSURANCE » IN THE INCOME STATEMENT

The item « Bequests, donations and life insurance » in the income statement includes the accumulated net balance of the various accounts concerned by these transactions, both as expenses and as income.

Income	Amounts
Amount received for life insurance	1,470,742
Amount for the income entry « Bequests or donations defined in the section 213-9 »	300,280
Sale price of assets received by legacy or donation held for disposal	927,803
Reversal of depreciation of assets received by legacy or donations held for disposal	1,930
Use of deferred funds related to bequests and donations carried forward	1,035,335
Total income	3,736,090
Expenses	Montants
Net book value of assets received by legacy or donation held for disposal	837,045
Restricted funds related to bequests and donations carried forward	252,860
Total expenses	1,089,905
TOTAL OF THE ENTRY	2,646,185

Life insurance policies are recognized as income on the date the funds are received by the organization. Assets and liabilities received by legacy are recognized on the date the legacy is accepted by the entity's authorized body.

NOTE 18: OPERATING SUBSIDIES

The subsidies awarded to the organization during the financial year 2021 are as follows:

	Amount
French Development Agency	1,580,000
Crisis and Support Center (MEAE)	2,557,761
Expertise France	1,200,000
European Commission (ECHO)	36,346
Regional Council of La Réunion	30,000
French Embassy in Iraq	5,408
Dir. International Cooperation Monaco	11,130
TOTAL	5,420,645

NOTE 19: VOLUNTARY CONTRIBUTIONS IN KIND

During the financial year 2022, La Chaîne de l'Espoir benefited from voluntary contributions in kind, which are presented at the foot of the income statement, and are estimated, for the financial year 2022, at € 4, 510, 888.

NOTE 19-1: Volunteering

Numerous surgeons, doctors, nurses, anesthetists and other medico-technical personnel go on volunteer trips in the field throughout the year to contribute to the social missions of the organization.

Other volunteers also contribute to the organization's various activities, through their actions at the headquarters, in hospitals, and in host families and regional branches.

For all these volunteers, precise administrative monitoring allows us to track, by profile, the number of days dedicated to the organization and to calculate their contribution at replacement value. In 2022, 12,938 were committed to La Chaîne de l'Espoir.

	Number of people	Number of days	Valuation in euros
Board of Directors Volunteers	23	148	54,440
Headquarters Volunteers	45	1,941	392,073
Overseas Program Volunteers	240	3,371	928,360
France Program Volunteers	288	6,596	527,960
Branch Volunteers	98	868	138,880
TOTAL	694	12,924	2,041,713

NOTE 19-2: Medical consumables and equipment

In 2022, the value of medical products and equipment collected from various hospitals and laboratories is estimated at € 529, 079.

NOTE 19-3: Services free of charge

La Chaîne de l'Espoir benefited, during the 2022 financial year, from various services free of charge:

- information messages produced by radio and television stations, estimated at € 1, 654, 047
- consulting and studies, estimated at € 101,148
- plane tickets worth € 100, 322

The total amount of these services is therefore € 1, 855, 517.

NOTE 19-4: Skills-based sponsorship

During the financial year 2022, La Chaîne de l'Espoir benefited from the work of external collaborators made available to us, services estimated at € 84, 579.

NOTE 20: OFF-BALANCE SHEET COMMITMENTS

NOTE 20-1: Retirement indemnity

The retirement indemnity is calculated using the retrospective projected unit credit method. The salary base is the end-of-career salary and the rights calculated on the basis of the final prorated seniority. This method is in accordance with that prescribed by the international accounting standard IAS 19.

The end-of-career indemnity for the staff present on 31 December 2022 was estimated at € 76,856.

This amount did not result in the recognition of a provision in the financial statements for the year ended 31 December 2022. The indemnity was estimated taking into account the terms of the French Labor Code, in the absence of a specific collective agreement, and the mortality tables in force at that date.

The following assumptions were made to calculate the indemnity:

- Staff turnover rate: 0%
- Life expectancy: INSEE 0709 mortality table
- Discount rate: 3,77%
- Retirement age: 67 years (for everyone)
- Applicable collective agreement: none (provisions of the labor code).

NOTE 20-2: Commitments made on projects

In the framework of our Cooperation Program with the Republic of Iraq, represented by its Ministry of Health, signed on 25/11/2020, La Chaîne de l'Espoir is the "delegated project owner" for the construction of a hospital in Sinjar. A construction

contract was therefore signed with the ZOZIK company on 28/10/2021 for the amount of K\$ 7,881 as well as a contract for project superintendent of execution with the KHATIB & ALAMI company on 06/01/2022 for the amount of K\$ 896. Construction works are planned from January 2022 to August 2023, assuming there are no unanticipated risks or delays.

NOTE 20-3: Commitments received by legacy

As at 31 December 2022, 8 legacy and donation files are awaiting acceptance, 3 of these files being provisionally valued at a total amount of € 100,000.

NOTE 21: WORKFORCE

The organization's workforce is calculated as of 31 December, taking into account the number of employees in France, expressed as full-time equivalents, based on the average number of employees determined each month.

	2022	2021	2020
Executives	46	35	30
Non-executives	21	20	23
TOTAL WORKFORCE	67	55	53

As at 31/12/2022, the organization also had 116 employees in the field.

NOTE 22: AUDIT FEES

The auditor's fees to certify the financial statements for the year 2022 were € 19,200 including tax, and € 3,636 including tax for specific audits (project audits).

NOTE 23: REMUNERATION AND BENEFITS IN KIND

NOTE 23-1: Remuneration and benefits in kind for members of the Board of Directors

In accordance with the statutory provisions and article 261-7-1° of the General Tax Code, La Chaîne de l'Espoir remunerates the function of Chairman of the Board of Directors.

The maximum amount of this remuneration is set at three times the social security ceiling applicable in the year of the decision. The remuneration paid for 2022 amounts to € 41,136.

The bylaws do not provide for the allocation of assets to members of the Board of Directors at any time whatsoever.

NOTE 23-2: Remuneration and benefits in kind for the three most senior executives

Article 20 of the law n° 2006-586 of 23 May 2006 relative to volunteer work and associative commitment provides that: « Associations whose annual budget exceeds € 150,000 [...] must publish, each year, in the statements, the remuneration of the three highest-paid volunteer and salaried executives as well as their benefits in kind ».

The three most senior executives of the organization are the Chairman, the CEO and the Deputy CEO. For the year 2022, the total gross annual remuneration and benefits paid amounted to € 223,380.

NOTE 24: TAX REGIME

The amount of reduced-rate tax on certain investment income amounts to € 22,524.

In 2022, the organization provided consulting services in Mosul (Iraq) and Bhutan. This profitable activity produced income subject to corporate tax amounting to € 20,193.

NOTE 25: INCOME STATEMENT BY ORIGIN AND DESTINATION

The Income Statement by Origin and Destination is drawn up according to the regulatory template ANC n°2018-06.

It includes two main parts:

- income by origin (income linked or not to public generosity and subsidies) and expenses by destination (social missions, fundraising expenses, operating expenses in particular)
- voluntary contributions in kind, income by origin and expenses by destination.

NOTE 25-1: Income by origin

Income from public generosity

This entry contains resources collected from the public, both ear-marked and non-earmarked, bequests and life insurance policies received by the organization, and funds from sponsorship by French and foreign companies.

Income not related to public generosity

These entries include subsidies, financial contributions from foundations and other not-for-profit bodies as well as miscellaneous income including service provision.

Voluntary contributions in kind

See Note 19

NOTE 25-2: Expenses by destination

The expenses incurred by the organization are identified using cost accounting, under three entries of use: Social Missions, Fundraising Expenses and Operating Expenses.

Direct costs are allocated by entry according to the services and activities concerned.

Expenses related to activities that can be allocated to more than one entry are broken down between the relevant items according to breakdown keys. This includes the following expenses:

- internal control
- amortization of the headquarters and its fixtures and fittings
- auditors' fees, legal fees
- payroll processing
- information systems and associated costs
- social taxes
- training for support staff and management

The breakdown keys for these transversal expenses are determined on the basis of the time spent by teams on each of the categories of use. This key is determined on the occasion of the annual budget. The keys used at the end of the financial year are as follows:

- 5% for medical care in France
- 65% for care abroad
- 24% for the development of resources
- 6% for functioning

Social Missions

In actions carried out in France are recognized the costs of hospitalization of children transferred temporarily to France for treatment of cardiac pathologies:

- expenses reimbursed to host families (volunteer work), hospital visits, convalescent stays...
- hospital costs (stay, surgery...) in France
- transport (ambulances, flights)

- ancillary costs: tests, medication, X-rays...
- salaries of the headquarters staff who manage this program
- the share of charges broken down as described above.

Expenses incurred in France are financed by funds collected from the public.

In 2022, expenditure allocated to medical care in France is broken down as follows:

- Medical treatment and ancillary costs	€ 1,430,917
- Support for operations at the headquarters	€ 301,315
- Share of charges broken down (described above)	€ 31,840
TOTAL FOR ACTIONS CARRIED OUT IN FRANCE	€ 1,764,072

Directly implemented actions abroad include expenditure related to healthcare, training, biomedical and infrastructure activities:

- costs of medical and surgical teams sent overseas to carry out surgeries and actions of prevention, screening and training
- supply and shipment of medical material, biomedical equipment, medicines and consumables
- payments to organizations in which La Chaîne de l'Espoir is partially or fully involved in implementing operational actions under the terms of current agreements
- salaries of headquarters staff who manage or contribute to the implementation of these programs
- the share of charges broken down as described above.

Some programs abroad are carried out with local partners. The amounts which are retroceded to them in the framework of our social missions are recognized under the sub-entry « payment to a central body or other bodies ».

Missions carried out abroad are financed by funds from public generosity (natural or legal persons), subsidies and funding from not-for-profit bodies. Exceptionally, they may involve paid services.

Social missions are funded in order of priority by allocated resources (subsidies, financial contributions, sponsorship) then by non-allocated funds (from the general public or other private resources).

In 2022, expenditure allocated to medical care abroad is broken down as follows:

- Medical care and ancillary costs	€ 15,940,616
- Support for operations at the headquarters	€ 3,490,216
- Share of charges broken down (described above)	€ 413,925
TOTAL ACTIONS CARRIED OUT ABROAD	€ 19,844,757

Fundraising expenses

This entry includes all the expenses incurred in collecting donations from the general public (marketing campaigns, telephone and email campaign costs, processing donations and costs related to tax receipts, management of bequests), and to find funding from private partners. The salaries of people working on fundraising are assigned to this entry as well as the share of charges broken down as described above.

Fundraising expenses are financed from public generosity..

Fundraising expenses amount to € 5, 244, 469 and are broken down as follows:

- Direct fundraising expenses	€ 3,962,128
- Personnel assigned to fundraising	€ 1,129,507
- Share of expenses broken down (described above)	€ 152,834
TOTAL FUNDRAISING EXPENSES	€ 5,244,469

Operating Expenses

This entry contains the expenses related to the functioning of the organization and the general services of the headquarters of La Chaîne de l'Espoir.

Operating expenses are funded in order of priority by the share of charges of indirect costs allocated to operations, subsidies and financial contributions, then public generosity.

Operating costs amount to € 962, 308 in 2022 and are broken down as follows:

- Costs of structure and general services	€149,412
- Share of charges broken down(described above)	€ 38,208
- Financial charges	€ 243,758
- Extraordinary charges	€ 530,929
TOTAL OPERATING EXPENSES	€ 962,308

NOTE 26: ANNUAL USE-OF-FUNDS STATEMENT FOR FUNDS COLLECTED FROM THE GENERAL PUBLIC

The Use-of-Funds Statement for the year 2022 is based on the regulatory template ANC n°2018-06..

It consists of three main parts:

- Uses by destination and resources by origin;
- Deferred resources linked to public generosity (excluding restricted funds);
- Voluntary contributions in kind (linked to public generosity)

Use by destination and resources by origin

The information in the annual statement of the use of funds from public generosity corresponds to the information included in the column « of which public generosity » in the Income Statement by Origin and Destination.

Deferred resources from public generosity (excluding restricted funds)

The amount of deferred resources related to public generosity is equal to the balance of available association funds collected from the public.

Voluntary contributions in kind

See part 2 of the Income Statement by Origin and Destination.

INCOME STATEMENT BY ORIGIN AND DESTINATION (IN EUROS)

A - INCOME AND EXPENSES BY ORIGIN AND DESTINATION	2022		2021	
	Total	Of which public generosity	Total	Of which public generosity
INCOME BY ORIGIN				
1 - INCOME FROM PUBLIC GENEROSITY	16,584,577	16,584,577	17,383,384	17,383,384
1.1 Unmatched contributions	80	80	40	40
1.2 Donations, bequests and sponsorship				
- Individual donations	12,974,819	12,974,819	12,798,871	12,798,871
- Bequests, donations and life insurance	2,646,185	2,646,185	3,695,791	3,695,791
- Sponsorship	806,447	806,447	765,385	765,385
1.3 Other income from public generosity	157,047	157,047	123,297	123,297
2 - INCOME NOT RELATED TO PUBLIC GENEROSITY	2,279,796		894,952	
2.1 Matching contributions				
2.2 Corporate sponsorship				
2.3 Unmatched financial contributions	1,637,049		698,492	
2.4 Other income not related to public generosity	642,747		196,461	
3 - SUBSIDIES AND OTHER PUBLIC AID	8,158,588		6,755,437	
4 - REVERSALS OF PROVISIONS AND IMPAIRMENTS	68,506			
5 - USE OF PREVIOUS RESTRICTED FUNDS	3,140,270	64,176	1,318,978	530,797
TOTAL	30,231,737	16,648,753	26,352,751	17,914,181
EXPENSES BY DESTINATION				
1 - SOCIAL MISSIONS	21,608,829	10,885,262	16,261,758	11,249,451
1.1 Undertaken in France	1,764,073	1,723,674	1,392,564	1,371,087
- Actions undertaken by the body	1,742,096	1,706,731	1,333,973	1,312,496
- Payments to a central body or other body operating in France	21,976	16,943	58,591	58,591
1.2 Undertaken abroad	19,844,757	9,161,588	14,869,194	9,878,363
- Actions undertaken by the body	17,109,776	8,223,542	12,565,899	8,479,212
- Payments to a central body or other bodies operating abroad	2,734,981	938,046	2,303,295	1,399,151
2 - FUNDRAISING EXPENSES	5,244,469	5,244,469	5,024,874	5,024,497
2.1 Public appeal costs	5,207,164	5,207,164	5,009,046	5,009,046
2.2 Research costs for other resources	37,305	37,305	15,828	15,451
3 - OPERATING EXPENSES	962,308	826,872	787,132	721,695
4 - PROVISIONS AND DEPRECIATIONS	534,883	511,878	513,457	488,750
5 - CORPORATE TAX	42,717		320	
6 - RESTRICTED FUNDS CARRIED FORWARD FOR THE YEAR	2,029,331	35,272	3,132,742	64,176
TOTAL	30,422,538	17,503,754	25,720,283	17,548,569
DEFICIT / SURPLUS	-190,801	-855,001	632,468	365,612

B - VOLUNTARY CONTRIBUTIONS FROM THE PUBLIC	2022		2021	
	Total	Of which public generosity	Total	Of which public generosity
INCOME BY ORIGIN				
1 - VOLUNTARY CONTRIBUTIONS FROM PUBLIC GENEROSITY				
Volunteering	2,041,712	2,041,712	1,648,350	1,648,350
Services in kind	1,940,097	1,940,097	2,074,061	2,074,061
Donations in kind	529,079	529,079	1,257,180	292,099
2 - VOLUNTARY CONTRIBUTIONS NOT FROM PUBLIC GENEROSITY				
3 - PUBLIC GRANTS IN KIND				
Services in kind				
Donations in kind				
TOTAL	4,510,888	4,510,888	4,979,591	4,014,510
EXPENSES BY DESTINATION				
1 - VOLUNTARY CONTRIBUTIONS TO SOCIAL MISSIONS				
Undertaken in France	527,960	527,960	479,230	479,230
Undertaken abroad	1,923,371	1,923,371	2,106,298	1,141,217
2 - VOLUNTARY CONTRIBUTIONS TO FUNDRAISING				
	1,800,927	1,800,927	1,889,426	1,889,426
3 - VOLUNTARY CONTRIBUTIONS TO OPERATIONS				
	258,630	258,630	504,637	504,637
TOTAL	4,510,888	4,510,888	4,979,591	4,014,510

ANNUAL STATEMENT FOR THE USE OF FUNDS COLLECTED FROM THE PUBLIC

ANNUAL STATEMENT FOR THE USE OF FUNDS COLLECTED FROM THE PUBLIC (IN EUROS) (LAW n° 91-772 OF AUGUST 7, 1991)

USES BY DESTINATION	2022	2021
USES OF THE YEAR		
1 - SOCIAL MISSIONS	10,885,262	11,249,451
1.1 Undertaken in France	1,723,674	1,371,087
- Actions undertaken by the body	1,706,731	1,312,496
- Payments to a central body or other bodies operating in France	16,943	58,591
1.2 Undertaken abroad	9,161,588	9,878,363
- Actions undertaken by the body	8,223,542	8,479,212
- Payments to a central body or other bodies operating abroad	938,046	1,399,151
2 - FUNDRAISING EXPENSES	5,244,469	5,024,497
2.1 Public appeal costs	5,207,164	5,009,046
2.2 Research costs for other resources	37,305	15,451
3 - OPERATING EXPENSES	826,872	721,695
TOTAL USES	16,956,604	16,995,643
4 - PROVISIONS AND DEPRECIATION	511,878	488,750
5 - RESTRICTED FUNDS CARRIED FORWARD FOR THE YEAR	35,272	64,176
PUBLIC GENEROSITY SURPLUS FOR THE YEAR		365,612
TOTAL	17,503,754	17,914,181

VOLUNTARY CONTRIBUTIONS IN KIND	2022	2021
USES FOR THE YEAR		
1 - VOLUNTARY CONTRIBUTIONS TO SOCIAL MISSIONS		
Undertaken in France	527,960	479,230
Undertaken abroad	1,923,371	1,141,217
2 - VOLUNTARY CONTRIBUTIONS TO FUNDRAISING	1,800,927	1,889,426
3 - VOLUNTARY CONTRIBUTIONS TO OPERATIONS	258,630	504,637
TOTAL	4,510,888	4,014,510

RESOURCES BY ORIGIN	2022	2021
RESOURCES FOR THE YEAR		
1 - RESOURCES FROM PUBLIC GENEROSITY	16,584,577	17,383,384
1.1 Unmatched contributions	80	40
1.2 Donations, bequests and sponsorships		
- Individual donations	12,974,819	12,798,871
- Bequests, donations and life insurance	2,646,185	3,695,791
- Sponsorships	806,447	765,385
1.3 Other resources from public generosity	157,047	123,297
TOTAL RESOURCES	16,584,577	17,383,384
2 - REVERSALS OF PROVISIONS AND IMPAIRMENTS		
3 - USE OF PREVIOUS DEDICATED FUNDS	64,176	530,797
PUBLIC GENEROSITY DEFICIT FOR THE YEAR	855,001	
TOTAL	17,503,754	17,914,181

RESOURCES CARRIED FORWARD FROM PUBLIC GENEROSITY AT THE START OF THE YEAR (EXCLUDING RESTRICTED FUNDS)	12,047,378	11,607,877
(+) Surplus or (-) shortfall of public generosity	-855,001	365,612
(-) Net investments and (+) divestments related to public generosity during the year	-26,584	-73,890
RESOURCES CARRIED OVER FROM PUBLIC GENEROSITY AT THE END OF THE YEAR (EXCLUDING RESTRICTED FUNDS)	11,218,961	12,047,378

VOLUNTARY CONTRIBUTIONS IN KIND	2022	2021
RESOURCES FOR THE YEAR		
1- VOLUNTARY CONTRIBUTIONS FROM PUBLIC GENEROSITY		
Volunteering	2,041,712	1,648,350
Services in kind	1,940,097	2,074,061
Donations in kind	529,079	292,099
TOTAL	4,510,888	4,014,510

For the record, here is a reminder of the table relating to restricted funds for the part that comes under public generosity.

RESTRICTED FUNDS LINKED TO PUBLIC GENEROSITY	2022	2021
RESTRICTED FUNDS LINKED TO PUBLIC GENEROSITY AT THE BEGINNING OF THE YEAR	64,176	530,797
(-) Use	28,904	466,620
(+) Deferral		
RESTRICTED FUNDS LINKED TO PUBLIC GENEROSITY AT THE END OF THE YEAR	35,272	64,176

Statutory auditor's report on the financial statements

For the year ended 31 December 2022

To the General Assembly of LA CHAINE DE L'ESPOIR

Opinion

In compliance with the engagement entrusted to us by your General Assembly, we have audited the accompanying financial statements of the association LA CHAINE DE L'ESPOIR for the year ended 31 December 2022.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of the Association, as at 31 December 2022 and of the results of its operations for the year then ended in accordance with French accounting principles.

Basis for Opinion

Audit Framework

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the «Statutory Auditor's Responsibilities for the Audit of the Financial Statements» section of our report.

Independence

We conducted our audit engagement in compliance with independence requirements of the French Commercial Code (code de commerce) and the French Code of Ethics (code de déontologie) for statutory auditor, for the period from 01 January 2022 to the date of our report.

Justification of Assessments

In accordance with the requirements of Articles L. 823-9 and R. 823-7 of the French Commercial Code (code de commerce) relating to the justification of our assessments, we inform you of the following assessments that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

These matters were addressed in the context of our audit of the financial statements as a whole, approved in the conditions mentioned above, and in forming our opinion thereon, and we do not provide a separate opinion on specific items of the financial statements.

Specific Verifications

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by French law and regulations.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information with respect to the financial position and the financial statements given in the management report of the board of directors and in the other documents provided to members.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with French accounting principles, and 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 Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is expected to liquidate the Association or to cease operations.

The financial statements were approved by the board of directors.

Statutory Auditor's Responsibilities for the Audit of the Financial Statements

Our role is to issue a report on the financial statements. Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with professional standards 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 specified in Article L. 823-10-1 of the French Commercial Code (code de commerce), our statutory audit does not include assurance on the viability of the Association or the quality of management of the affairs of the Association.

As part of an audit conducted in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout the audit and furthermore:

- Identifies and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence considered to be sufficient and appropriate to provide a basis for his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management in the financial statements.
- Assesses the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Association to cease to continue as a going concern. If the statutory auditor concludes that a material uncertainty exists, there is a requirement to draw attention in the audit report to the related disclosures in the financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein.
- Evaluates the overall presentation of the financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

Paris-La Défense, 8 June 2023

The Statutory Auditor

French original signed by
Deloitte & Associés

Djamel Zahi

Statutory Auditor's Special Report on Regulated Agreements

Members' Meeting on the approval of the financial statements for the year ended December 31, 2022

To the General Assembly of La Chaîne de l'Espoir

In our capacity as Statutory Auditor of your Association, we hereby report to you on regulated agreements. It is our responsibility to communicate to you, based on information provided to us, the principal terms and conditions of those agreements brought to our attention, or which we may have discovered during the course of our audit, without expressing an opinion on their usefulness and appropriateness. It is your responsibility, pursuant to Article R. 612-6 of the French Commercial Code, to assess the interest involved in respect of the conclusion of these agreements for the purpose of approving them.

We performed the procedures we deemed necessary in accordance with the professional guidelines of the French National Institute of Statutory Auditors (Compagnie Nationale des Commissaires aux Comptes) relating to this engagement. These procedures consisted in verifying the consistency of the information provided to us with the relevant source documents.

Agreements authorised during the year

Pursuant to Article R. 612-7 of the French Commercial Code, we have been informed of the following agreements, as mentioned in Article L. 612-5 of the French Commercial Code, which were authorised during the year.

Directors compensation agreement

Director concerned:

Éric CHEYSSON, Chairman of the Board

The amount recognized as an expense for the compensation received by Eric CHEYSSON amounts to € 41,136 for the period from January 1, 2022 to December 31, 2022.

Agreement with the French Medical Institute for Children-FMIC, Afghanistan

Directors concerned:

Éric CHEYSSON, Chairman of the Board, and Nathalie de SOUSA SANTOS, Deputy Executive Director

Agreement on the treatment of indigent children.

The expenses recorded for the year ended December 31, 2022 amount to € 2,453,129.

Agreement with the Hospital “Mère-Enfant” of Bingerville, Ivory Coast

Directors concerned:

Éric CHEYSSON, Chairman of the Board, and Nathalie de SOUSA SANTOS, Deputy Executive Director

Agreement related to assistance in the deployment of medical activities.

The expenses recorded for the year ended December 31, 2022 amount to € 75,356.

The amount recognized as a cash advance as at December 31, 2022 amounts to € 44,844.

Agreement with the affiliated foundation United Surgeons for Children (United States)

Directors concerned:

Éric CHEYSSON, Chairman of the Board, and Anouchka FINKER, Executive Director

The amount recognized as a cash advance as at December 31, 2022 amounts to € 2,001,256.

Agreement with the affiliated foundation Cirurgia Por La Vida (Spain)

Directors concerned:

Éric CHEYSSON, Emile DINET, Sylvain CHAUVAUD, members of the board of directors, and Anouchka FINKER, Executive Director

The expenses recorded for the year ended December 31, 2022 amount to € 20,000 (debt waiver).

Paris-La Défense, June 8, 2023

The Statutory Auditor

French original signed by
Deloitte & Associés

Djamel Zahi





**La chaîne
de l'espoir**

Together, let's save children

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