



**Syngenta Foundation for Sustainable Agriculture,
Basel**

Report of the Statutory Auditor
on the Limited Statutory Examination
to the Board of Trustees

Financial Statements 2022



KPMG AG
Grosspeteranlage 5
PO Box 3456
CH-4002 Basel

+41 58 249 91 91
kpmg.ch

Report of the Statutory Auditor on the Limited Statutory Examination to the Board of Trustees of Syngenta Foundation for Sustainable Agriculture, Basel

As statutory auditor, we have examined the financial statements (balance sheet, income statement and notes) of Syngenta Foundation for Sustainable Agriculture for the year ended 31 December 2022.

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

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

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

KPMG AG

Marc Stadelmann
Licensed Audit Expert
Auditor in Charge

Jürgen Schneider

Basel, 22 June 2023

Enclosure:

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

Syngenta Foundation for Sustainable Agriculture (SFSA)

Balance Sheet as of 31st December 2022 (in CHF)

	Notes	31.12.2022	31.12.2021
ASSETS			
Current assets			
Cash and cash equivalents		1'412'419	766'882
Other short-term receivables	4.1	5'051'870	4'384'985
Prepaid expenses and accrued income		1'767'385	2'127'485
Total current assets		8'231'673	7'279'351
Non-current assets			
Investments	5	0	0
Total non-current assets		0	0
TOTAL ASSETS		8'231'673	7'279'351
LIABILITIES			
Short-term liabilities			
Other short-term liabilities		1'640'077	1'501'583
Accrued expenses and deferred income		4'276'946	5'120'831
Total short-term liabilities		5'917'023	6'622'414
Long-term liabilities			
Other long-term liabilities		989'714	368'255
Total long-term liabilities		989'714	368'255
Foundation capital			
Result brought forward		288'683	46'273
Result for the year		1'036'254	242'410
Total foundation capital		1'324'937	288'683
TOTAL LIABILITIES and FOUNDATION CAPITAL		8'231'673	7'279'351

INCOME STATEMENT 2022 (in CHF)

	Notes	2022	2021
Operating income			
Donations received		22'836'723	20'283'935
Total operating income	4.2	22'836'723	20'283'935
Operating expenses	4.3		
Contribution and donations paid		-11'906'834	-9'681'351
Personnel expenses		-6'961'499	-6'463'803
Other operating expenses		-3'166'885	-4'118'235
Total Operating Expenses		-22'035'218	-20'263'389
Operating result		801'504	20'546
Extraordinary Income		0	50'000
Financial income and expenses			
Financial income		310'330	175'722
Financial expenses		-75'581	-3'859
TOTAL financial result		234'749	171'864
Result for the year		1'036'254	242'410

Syngenta Foundation for Sustainable Agriculture (SFSA)

Annual Financial Statement as of 31st December 2022

Appendix

1 Principles and Organization

1.1 Name and registered office

A Foundation within the meaning of Art. 80 et seq. (Article eighty et sequitur) of the Swiss Civil Code exists under the name "SYNGENTA STIFTUNG FÜR NACHHALTIGE LANDWIRTSCHAFT", "FONDATION SYNGENTA POUR UN DEVELOPPEMENT DURABLE DE L'AGRICULTURE", "SYNGENTA FOUNDATION FOR SUSTAINABLE AGRICULTURE", with registered office in Basel.

1.2 Mission

The mission of Syngenta Foundation for Sustainable Agriculture (SFSA) is in the promotion of sustainable agriculture to smallholders farmers, by strengthening smallholder farming and food systems. This is achieved via catalyzing market development and delivering of innovations, while building capacity across the public and private sectors.

1.3 Deed of Foundation

Deed of Foundation: Basel, 4 September 2001, amended on 29 August 2016

1.4 Governing body

		Term of office	Signatory Power
Erik Fyrwald	President	from 2018	Joint
Simon Winter	Executive Director	till 2025	Joint
Mohamed Ait Kadi	Member of SFSA board	till 2024	Joint
John Atkin	Member of SFSA board	till 2024	Joint
Lord Paul Yaw Boateng	Member of SFSA board	till 2023	Joint
Shenggen Fan	Member of SFSA board	till 2024	Joint
Jennifer Blanke	Member of SFSA board	till 2024	Joint
Bindu Ananth	Member of SFSA board	till 2025	Joint
Kamau-Rutenberg Wanjiru Nyaguthii	Member of SFSA board	till 2025	Joint
Rebecca Hubert Scherler	Legal Counsel		Joint
Natalia Mezzenga	Chief Financial Officer		Joint
Michael Peter Robinson	Chief Science Advisor		Joint

Address: Syngenta Stiftung für nachhaltige Landwirtschaft
Rosentalstrasse 67
4058 Basel

Phone: 0041 (0) 61 323 56 34

1.5 Auditors, supervisory authority

Auditors: KPMG AG, Basel
Supervisory authority: Justiz- und Sicherheitsdepartement des Kantons BS
Aufsichtsbehörde: BSABB, BVG- und Stiftungsaufsicht beider Basel
Ref.-Nr.: KBS-2872

1.6. Number of employees

SFSA has no more than 50 permanent employees.

2 Way of implementation of the purpose

2.1 Financing, method of financing

The expenditures of SFSA are annually financed fully by donations from companies of Syngenta Group and third parties.

3 Valuation and accounting standards, consistency

3.1 Confirmation on accounting

SFSA has no commercial business within the meaning of Article 934, paragraph 1 OR (Swiss Code of Obligations).
There is no profit motive.
The general accounting principles in accordance with Article 957 et seq. are applied.

3.2 Accounting and valuation principles

The accounting and valuation principles comply with the requirements of the Swiss Code of Obligations (OR). Reported are current respectively actual values at the balance sheet date. Currency conversion is done with the current rate on the balance sheet date. These principles are applied unchanged from the previous year. The resulting exchange rate differences are included in the income statement under the positions financial income and financial expense.

4 Main positions in balance sheet and income statement

	31.12.2022	31.12.2021
	CHF	CHF
4.1 Other short-term receivables		
Open account with Syngenta Crop Protection AG	5'051'870	4'434'985
Total	<u>5'051'870</u>	<u>4'434'985</u>
	2022	2021
	CHF	CHF
4.2 Operating Income		
Donation Syngenta Crop Protection AG	17'700'706	17'525'094
Various Donors for Agriservices Development	2'111'813	742'893
Various Donors for Agricultural Insurance Services	1'069'984	804'879
Various Donors for Seeds	1'954'220	1'211'069
Total operating income	<u>22'836'723</u>	<u>20'283'935</u>
	2022	2021
	CHF	CHF
4.3 Operating Expenses		
Agriservices Development	4'693'703	3'110'568
Agricultural Insurance Services	2'115'758	2'200'218
Seeds	3'528'756	3'608'514
Programmatic	1'075'335	1'367'621
Development	209'325	98'946
Operations	10'412'342	9'877'524
Total Operating Expenses	<u>22'035'218</u>	<u>20'263'389</u>

SFSA operates across sub-portfolios and core functions.

The sub-portfolios are the following:

- Agriservices Development, which includes Farmers Support Services and digital decision tools;
- Agricultural Insurance Services for smallholder farmers, implementing and scaling up affordable agricultural insurance products and risk transfer mechanism to access credit;
- Seeds, which includes investments in plant breeding and technology transfer of seeds of new varieties to smallholders farmers;
- Programmatic, which includes global strategic grants with One Acre Fund and The Nature Conservancy across various sub-portfolios, investments in climate smart resilient agriculture, and investments in developing new partnerships and communicating SFSA approach widely and effectively;
- Development, which includes investment in capacity building and organization excellence;
- Operations include personnel expenses, other taxes and fees, rent expenses, remuneration to the members of SFSA Board and other minor expenses.

5 Investments

<u>Investments</u>	<u>Share capital and voting rights as of 31.12.2022</u>	<u>Share capital and voting rights as of 31.12.2021</u>
Agriculture and Climate Risk Enterprise (ACRE) Limited Company, Kenya	20.80%	68.33%
Seeds2B Africa Limited Company, Kenya	50%	50%

SFSA values the investments pro memoria at zero CHF.