Balance sheet as per 31 December		**2017**	**2016**
		CHF	CHF
ASSETS			
Current assets			
Cash and cash equivalents		4’075’624.71	5'526'802.81
Securities	2.1	99’623’418.05	97'089'828.05
Receivables from goods and services			
- from third parties	2.2	7’788’268.80	7'627'325.35
Other short-term receivables			
- from third parties		131’298.80	142'236.30
Prepayments and accrued income	2.3	1’217’621.54	1'173'859.54
Total current assets		**112’836’231.90**	**111'560'052.05**
Non-current assets			
Emission certificates		1.00	1.00
Total non-current assets		**1.00**	**1.00**
Total assets		**112’836’232.90**	**111'560'053.05**
LIABILITIES			
Outside capital			
Payables for goods and services			
- to third parties		62’209.40	299'454.45
Other short-term payables			
- to third parties		566’963.00	555'543.15
Short-term provisions for projects	2.4	4’563’763.85	6'632'569.00
Accrued liabilities and deferred income		103’668.40	1'199'523.40
Total short-term liabilities		**5’296’604.65**	**8'687'090.00**
Long-term provisions for projects	2.5	60’031’452.40	59'354'352.73
Total long-term liabilities		**60’031’452.40**	**59'354'352.73**
Endowment capital		50'000.00	50'000.00
Unrestricted capital			
- Amount brought forward for generated unrestricted capital		43’468’610.32	45'597'507.30
- Foundation's result		3’989’565.53	-2'128'896.98
Total unrestricted capital		**47’458’175.85**	**43'468'610.32**
Total capital of the organisation		**47’508’175.85**	**43'518'610.32**
Total liabilities		**112’836’232.90**	**111'560'053.05**

Income statement		**2017**	**2016**
		CHF	CHF
Income from sale of Buildings Programme emission reductions	2.6	7’211’360.00	7'050'560.00
Operating income		**7’211’360.00**	**7'050'560.00**
Third-party project expense		28’870.10	8'063.05
Project expense	2.7	4’242’450.88	9'907'823.18
Other operating expense	2.8	428’628.95	448'264.00
Operating expense		**4’699’949.93**	**10'364'150.23**
Operating result		**2’511’410.07**	**-3'313'590.23**
Financial income	2.9	3’941’194.00	2'520'217.07
Financial expense	2.10	2’463’038.54	1'491'928.22
Financial result		**1’478’155.46**	**1'028'288.85**
Extraordinary income		0.00	156'404.40
Extraordinary result	2.11	**0.00**	**156'404.40**
Annual result (before allocation/use to capital of the organisation)		**3’989’565.53**	**-2'128'896.98**
Allocation / use			
Unrestricted capital		3’989’565.53	-2'128'896.98
		0.00	0.00

Cash flow statement	**2017**	**2016**
	CHF	CHF
Annual result	3’989’565.53	-2’128’896.98
(Decrease)/Increase in provisions	-1’391’705.48	5’958’871.63
Decrease/(Increase) in securities	-2’533’590.00	2’024’482.05
Decrease/(Increase) in receivables from goods and services	-160’943.45	-316’669.65
(Decrease)/Increase in payables for goods and services	-237’245.05	-514’356.35
Decrease/(Increase) in other short-term receivables and prepayments and accrued income	-32’824.50	-473’130.79
(Decrease)/Increase in other short-term liabilities and accrued liabilities and deferred income	-1’084’435.15	23’503.40
Cash flow from operating activities	**-1’451’178.10**	**4’573’803.31**
Cash flow from investing activities	0.00	0.00
Cash flow from financing activities	0.00	0.00
Change in cash and cash equivalents	**-1’451’178.10**	**4’573’803.31**
Balance of cash and cash equivalents as per 1.1.	5’526’802.81	952’999.50
Balance of cash and cash equivalents as per 31.12.	4’075’624.71	5’526’802.81
Reconciliation of change in cash and cash equivalents	**-1’451’178.10**	**4’573’803.31**

Statement of changes in capital 2017

CHF	Opening balance 1.1.	Allocation	Use	Total change	**Balance 31.12.**
Capital of the organisation					
Endowment capital	50'000.00				**50'000.00**
Unrestricted capital	43’468’610.32	3’989’565.53	0.00	3’989’565.53	**47’458’175.85**
Total capital of the organisation	**43’518’610.32**	**3’989’565.53**	**0.00**	**3’989’565.53**	**47’508’175.85**

Statement of changes in capital 2016

CHF	Opening balance 1.1.	Allocation	Use	Total change	**Balance 31.12.**
Capital of the organisation					
Endowment capital	50'000.00				**50'000.00**
Unrestricted capital	45'597'507.30	0.00	2'128'896.98	-2'128'896.98	**43'468'610.32**
Total capital of the organisation	**45'647'507.30**	**0.00**	**2'128'896.98**	**-2'128'896.98**	**43'518'610.32**

Notes

I. General remarks

Name, legal form and head office of the organisation

Name:	Climate Cent Foundation
Legal form:	Foundation
Head office:	Zurich

The Climate Cent Foundation was founded on 25 August 2005 and launched its operations on 1 October 2005.

On 8 October 2013, an agreement valid until 2022 was signed with the Swiss Confederation, in which the Foundation committed to using its available financial resources toward emission reduction schemes carried out abroad. The duration of this contract was extended to 2032 in a new agreement signed on 16 September 2016. The Foundation is to focus its support on projects that generate emission reduction certificates that meet the requirements set out in the Swiss CO2 Ordinance at the time of their purchase, in order to hand over these certificates to the Swiss Confederation so it may meet its commitments under international law. The Foundation will now also aim to support so-called pilot activities, provided for as climate protection schemes under Article 6 of the Paris Agreement for the post-2020 period.

1. Principles underlying the establishment and valuation of the accounts

The present financial statements have been drawn up in compliance with the financial reporting standard Swiss GAAP FER incl. FER 21. They further provide the information required under Swiss financial reporting law (Title 32 of the Swiss Code of Obligations).

1.1 Securities

Current assets securities have been recognised at market value as per balance sheet date. No fluctuation reserve was created.

1.2 Emission certificates

A significant part of emission certificates have already been handed over to the Swiss Confederation over the course of the contract duration. Any remaining emission certificates will be handed over to the Swiss Confederation free of charge at the end of the commitment period or of the contract duration: they are therefore recognised pro memoria at a value of CHF 1.-.

1.3 Income generated by the Buildings Programme

In 2013, the Swiss Confederation confirmed the Buildings Programme's lasting impact. The Foundation may impute the resulting attestations on an annual basis and sell them on to the Foundation for Climate Protection and Carbon Offset (KliK). This is expected to yield revenues of around CHF 50 million by 2021. Revenue recognition occurs upon billing.

1.4 Provisions for projects

By signing project and purchase agreements for foreign certificates, short and long-term payment obligations have been incurred. According provisions have been established as per balance sheet date.

II. Information on balance sheet and income statement positions

			2017	2016
			CHF	CHF
2.1	**Securities**			
	Bonds	CHF	51’679’847.00	51'827'027.00
	Bonds	EUR	21’804’244.00	21'115'016.00
	Bonds	USD	26’139’327.00	24'147'885.00
	Total market value of securities		**99’623’418.00**	**97'089'928.00**
	Price adjustments to market values		-984’469.50	-634'624.50
	Total acquisition costs of securities		**100’607’887.50**	**97'724'552.50**

The securities portfolio is managed according to the investment rules approved by the Foundation Council on 28 November 2017.

2.2	**Receivables from goods and services**	**7’788’268.80**	**7'627'325.35**

Receivables from goods and services from third parties are recognised at par value. There are no foreseeable risks. No del credere was established.

2.3	**Prepayments and accrued income**		
	Accrued interest on deposit account	676’171.00	632’409.00
	Other accrued income	541'450.54	541’450.54
	Total prepayments and accrued income	**1’217’621.54**	**1’173’859.54**
2.4	**Short-term provisions for projects**		
	Foreign certificates	0.00	1'090'294.00
	World Bank Ci-Dev Fund	844'034.30	1'049'981.00
	World Bank TCAF Fund	494'130.00	500'000.00
	Landfill gas projects	1'391'389.00	2'415'000.00
	Pure Water Malawi	0.00	366'488.00
	Micro Energy Credits India	1'834'210.55	1'210'806.00
	Total short-term provisions for projects	**4'563'763.85**	**6'632'569.00**
2.5	**Long-term provisions for projects**		
	World Bank Ci-Dev Fund	17'476'181.80	17'528'844.73
	World Bank TCAF Fund	11'588'198.40	12'000'000.00
	Landfill gas projects First Climate, Switzerland	13'368'611.00	11'960'000.00
	Pure Water - Malawi, Kenya	10'529'305.20	11'133'512.00
	Micro Energy Credits India	7'069'156.00	6'731'996.00
	Total long-term provisions for projects	**60'031'452.40**	**59'354'352.73**
2.6	**Income from sale of emission reductions**	**7’211’360.00**	**7'050'560.00**

CO2 emission reductions generated by the Buildings Programme have been sold to the Foundation for Climate Protection and Carbon Offset KliK.

		2017 CHF	2016 CHF
2.7	**Project expense**		
	Foreign certificates	0.00	-221'720.85
	World Bank Ci-Dev Fund	940'642.42	-2'214'035.17
	World Bank TCAF Fund	-146'750.00	12'500'000.00
	Landfill gas projects First Climate, Switzerland	385'000.00	1'250'000.00
	Pure Water - Malawi, Kenya	307'651.50	-500'000.00
	Micro Energy Credits India	2'733'942.96	-906'420.80
	Pilot activities	21'964.00	0.00
	Total direct project expense	**4’242’450.88**	**9’907’823.18**
2.8	**Other operating expense**		
	Administration and IT expense	109’160.45	179’647.85
	Expense for services rendered by the KliK Foundation	253’800.00	195’923.05
	Communication expense	8’616.65	9’996.90
	Foundation Council expense	57’051.85	62’696.20
	Total other operating expense	**428’628.95**	**448’264.00**
2.9	**Financial income**		
	Interest earned (bank, post)	0.00	0.00
	Revenues from securities (dividends, interest)	1'956'578.60	1'889'225.85
	Realised capital gains	143'411.45	20'428.00
	Non-realised capital gains	1'841'103.95	610'563.22
	Total financial income	**3'941'094.00**	**2'520'217.07**
2.10	**Financial expense**		
	Interest expense (bank, post, default interest)	163'327.45	0.00
	Account carrying charges (bank, post)	234.00	0.00
	Securities expense (charges and commissions)	172'854.55	127'905.92
	Realised capital losses	238'707.10	145'709.00
	Non-realised capital losses	1'887'915.44	1'218'313.30
	Total financial expense	**2'463'038.54**	**1'491'928.22**
2.11	**Extraordinary result**		
	Extraordinary income	0.00	156'404.40
	Total extraordinary result	**0.00**	**156'404.40**

There were no changes in 2017. In 2016, the Foundation bought back for CHF 380'439.14 the legal title to the claim against PMAG that had been sold to Attestor Capital. The claim was revalued at CHF 536'843.54 as per 31.12.2016.

	2017	2016
	CHF	CHF

III. Further disclosures

3.1 Remuneration of members of the governing body

Foundation Council	61'380.80	59'307.15

Management of the Foundation's operations has been entrusted to the Foundation for Climate Protection and Carbon Offset KliK.

The Foundation Council numbers eight members.
(as of 31 December 2017)

3.2 Remuneration of the auditing body

Auditing	20'805.00	19'967.00

3.3 Full-time equivalent positions

The Foundation has no employees.

3.4 Approval of accounts

The accounts for 2017 have been approved by the Foundation Council at its meeting on 22 May 2018.

IV. Situation and performance report

Purpose of the Foundation

The Climate Cent Foundation was founded on 25 August 2005 and launched its
On 8 October 2013, an agreement valid until 2022 was signed with the Swiss Confederation, in which the Foundation committed to using its available financial resources toward emission reduction schemes carried out abroad. The duration of this contract was extended to 2032 in a new agreement signed on 16 September 2016. The Foundation is to focus its support on projects that generate emission reduction certificates that meet the requirements set out in the Swiss CO2 Ordinance at the time of their purchase, in order to hand over these certificates to the Swiss Confederation so it may meet its commitments under international law. The Foundation will now also aim to support so-called pilot activities, provided for as climate protection schemes under Article 6 of the Paris Agreement for the post-2020 period.

Governing bodies

The Foundation's organisational chart can be viewed under
http://www.klimarappen.ch/en/Organisational-chart.8.html

Staff

The Climate Cent Foundation has no employees. Necessary services are rendered by the Secretariat of the Foundation for Climate Protection and Carbon Offset (KliK). The KliK Foundation's remuneration is settled in a service agreement at usual market terms.

Risk management

The Foundation Council discusses financial and operational risks at its meetings. Fundamental considerations relating to risk and its limitation are set out in the risk register.

Internal control system

The Climate Cent Foundation operates an internal control system, which provides the basis for all essential operations.

Further disclosures

Further information and components of the situation and performance report are available on the Climate Cent Foundation's website under
http://www.klimarappen.ch/en/Annual-reports.9.html