
***The Global Initiative against
Transnational Organized
Crime***

Geneva

***Report of the
statutory auditors to the
General Meeting***

***on the financial statements
2016***





Report of the statutory auditors on the limited statutory examination to the General Meeting of The Global Initiative against Transnational Organized Crime Geneva

As statutory auditors, we have examined the financial statements of The Global Initiative against Transnational Organized Crime, which comprise the balance sheet, income statement and notes, for the year ended 31 December 2016.

These financial statements are the responsibility of the Board. 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 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 association personnel and analytical procedures as well as detailed tests of association documents as considered appropriate in the circumstances. However, the testing of the 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 association's articles of incorporation.

PricewaterhouseCoopers SA

Philippe Tzaud
Audit expert
Auditor in charge

Jonathan Dadoun
Audit expert

Genève, 9 February 2017

Enclosure:

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

The Global Initiative against Transnational Organized Crime, Geneva

Balance Sheet as of 31st December 2016 compared to 2015

(in Swiss Francs)

	2016	2015
ASSETS		
Current assets		
Bank at sight	24'010	129'851
Grants receivables	118'391	35'244
Other current receivables	0	405
Accrued income	0	73'553
Transitory expenses	5'467	30'091
Current assets	147'868	269'144
Fixed assets		
Fixed assets	1'367	2'155
Fixed assets	1'367	2'155
Total Assets	149'235	271'299
LIABILITIES		
Short-term liabilities		
Bank at sight	21	0
Vendors payables	39'392	170'967
Transitory expenses	119'552	55'000
Deferred income	50'420	102'220
Short-term liabilities	209'385	328'187
Association own funds		
Balance brought forward	-56'888	304'890
Lack of income over expenditures	-3'262	-361'778
Total association own funds	-60'150	-56'888
Total Liabilities	149'235	271'299

The Global Initiative against Transnational Organized Crime, Geneva

Statement of Income and Expenses for the fiscal year ending 31st December 2016
compared to the fiscal year 2015
(in Swiss Francs)

	2016	2015
INCOME		
Project grants received	1'344'291	1'124'517
Income received in advance	-50'420	-76'345
Donations in kind	138'651	77'625
Total Revenues	1'432'522	1'125'797
PROJECT EXPENSES		
Project consultant costs	-680'644	-565'775
Project consultant costs in kind	-42'578	0
Project related travel expenses	-220'906	-484'962
Website - Publications and pamphlets	-15'866	-42'257
Project related Salaries and social charges	-120'683	-121'906
Project related professional services	-95'273	-39'862
Total Project Costs	-1'175'950	-1'254'762
Net contribution to overheads	256'572	-128'965
OVERHEAD COSTS		
Rental and maintenance	-12'887	-9'018
Rent in kind	-95'994	-77'625
Administration costs	-61'787	-64'378
VAT not recoverable	-61'559	-52'646
Amortization	-788	-591
Total Overhead Costs	-233'015	-204'258
Earnings before financial result	23'557	-333'223
Financial result		
Bank interests received	0	0
Exchange gain & losses	-17'723	-22'087
Bank fees	-7'072	-6'468
Total financial results and expenses	-24'795	-28'555
Operation from previous period		
Operating revenue from previous period	1'720	0
Operating charge from previous period	-3'744	0
Total financial results and expenses	-2'024	0
Lack of income over expenditures	-3'262	-361'778

The Global Initiative against Transnational Organized Crime, Geneva

Notes to the financial statements as of 31st December 2016

(in Swiss Francs)

Association domicile

Avenue de la Paix 7bis

Scope of the association

Promote cross-border and catalytic processes that attract new players and facilitate remodeling of reflection, coordination and responses to transnational organized crime; invigorate the global debate around transnational organized crime in order to promote sustainable translation and implementation of new approaches within a multilateral framework, regional and national levels; undertake research and develop new policy options to help inform a strategic development at national, regional and international levels; create the basic materials of a global strategy on organized transnational crime.

Accounting principles applied in the preparation of the financial statements

These financial statements have been prepared in accordance with the provisions of commercial accounting as set out in the Swiss Code of Obligations (Art. 957 to 963b CO, effective since 1 January 2013).

Revenue recognition

Since 2015, revenues are recognised on the basis of donor specific contracts using the percentage of completion method and related accruals have been booked in the balance sheet.

Expenditure recognition

Expenses are recognized in the financial statements on an accrual basis.

Declaration of full-time equivalents

The association has less than 10 staff

Lease commitment not considered in the financials

None at end of the period.

Exchange Rate

Devises	31 décembre 2016
AUD	0.7463
CAD	0.7648
EUR	1.0866
GBP	1.2658
NOK for 100	11.9588
PKR for 100	0.9842
SEK for 100	11.3474
USD	1.0309
ZAR	0.0760

Contract liabilities towards GIATOC

The Swiss Confederation has agreed to pay the rent on behalf of GIATOC until 30 April 2018. The corresponding amount for the remaining period is equal to CHF 124,667.