

To the Board of Foundation of

Stiftung KEDA

Mürgstrasse 18
6370 Stans

**Report of the statutory auditor on the limited statutory examination
of the financial statements for the year 2021**

(for the period from 1.1. to 31.12.2021)

13 April 2022
21322911/E/Rm

Report of the statutory auditor on the limited statutory examination
To the Board of Foundation of

Stiftung KEDA, Stans

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

These financial statements are the responsibility of the Board of Foundation. 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 company personnel and analytical procedures as well as detailed tests of company documents 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 deed.

Stans, 13 April 2022

BDO Ltd

Ralf Minder
Auditor in Charge
Licensed Audit Expert

ppa. Reto Blättler
Licensed Auditor

Enclosure
Financial statements

Balance sheet

| | EUR | 31.12.2021 EUR | Vorjahr EUR |
|---|-------------|-------------------|-------------------|
| Assets | | | |
| Current assets | | | |
| Cash | | 299.76 | 94.31 |
| Bank Nidwaldener Kantonalbank | | 147'770.37 | 80'272.31 |
| Cash and equivalents and securities | | 148'070.13 | 80'366.62 |
| Receivables from third parties | | 73'097.52 | 0.00 |
| Receivables from related parties | | 26'694.01 | 17'937.67 |
| Trade receivables | | 99'791.54 | 17'937.67 |
| VAT | | 1'239.97 | 82'458.41 |
| Other short-term receivables from third parties | | 7'237.13 | 5'721.28 |
| Other short-term receivables | | 8'477.09 | 88'179.69 |
| Accrued assets | | 12'534.86 | 13'515.34 |
| Current assets | | 268'873.63 | 199'999.33 |
| Fixed assets | | | |
| Securities | | 241.28 | 231.15 |
| Rental deposit | | 128'681.18 | 61'639.31 |
| Financial assets | | 128'922.45 | 61'870.46 |
| Furniture, installations | 502'397.19 | | 481'308.17 |
| Earmarked donations furniture, installations | -419'823.38 | | -402'200.55 |
| Accumulated depreciation furniture, installations | -29'492.69 | 53'081.12 | 0.00 |
| Machinery, devices | 72'071.90 | | 69'046.55 |
| Accumulated depreciation machinery, devices | -43'118.56 | 28'953.34 | -4'578.69 |
| IT, communications technology | 31'146.55 | | 27'453.65 |
| Accumulated depreciation IT, communications technolog | -21'495.44 | 9'651.11 | -2'929.47 |
| Small inventories | 12'089.42 | | 11'581.94 |
| Earmarked donations small inventories | -12'089.42 | 0.00 | -11'581.94 |
| Sales promotion Canton of Nidwalden | 34'649.42 | | 0.00 |
| Earmarked sales promotion Canton of Nidwalden | -34'648.46 | 0.97 | 0.00 |
| Movable tangible assets | | 91'686.53 | 168'099.67 |

Balance sheet

| | | 31.12.2021 | Vorjahr |
|--|-------------|---------------------|-------------------|
| | EUR | EUR | EUR |
| Installations extension KEDA | 224'432.55 | | 182'315.72 |
| Accumulated depreciation extension KEDA | -103'793.65 | 120'638.90 | 0.00 |
| Installations basic equipment | 295'691.50 | | 277'010.54 |
| Accumulated depreciation installations basic equipment | -121'971.48 | 173'720.02 | 0.00 |
| School kitchen | 340'754.77 | | 305'254.72 |
| Earmarked donations school kitchen | -316'556.48 | 24'198.29 | -303'268.46 |
| Edible landscape | 526'108.58 | | 243'836.31 |
| Earmarked donations edible landscape | -318'259.16 | 207'849.41 | -264'157.92 |
| Immovable assets | | 526'406.63 | 440'990.91 |
| Intangible assets | 24'214.50 | | 23'198.05 |
| Earmarked donations intangible assets | -24'214.50 | 0.00 | -23'198.05 |
| Intangible assets | | 0.00 | 0.00 |
| Fixed assets | | 747'015.62 | 670'961.05 |
| Assets | | 1'015'889.24 | 870'960.37 |

Balance sheet

| | 31.12.2021 | Vorjahr |
|--|---------------------|-------------------|
| | EUR | EUR |
| Liabilities | | |
| Short-term liabilities | | |
| Liabilities third parties | 32'050.53 | 79'534.57 |
| Liabilities related parties | 1'077.79 | 672.92 |
| Liabilites from goods and services | 33'128.32 | 80'207.49 |
| Other short-term liabilities | 4'603.92 | 21'048.20 |
| Loans Foundation Board | 0.00 | 323'609.63 |
| Other short-term liabilities | 4'603.92 | 344'657.83 |
| Accrued liabilites, short-term provisions | 60'029.50 | 27'738.63 |
| Short-term liabilities | 97'761.74 | 452'603.96 |
| Long-term liabilities | | |
| Loans from third parties | 72'383.34 | 0.00 |
| Non-current interest-bearing liabilities | 72'383.34 | 0.00 |
| Loans from third parties | 386'044.49 | 92'459.90 |
| Other non-current liabilities | 386'044.49 | 92'459.90 |
| Earmarked donations | 233'057.67 | 103'909.85 |
| Long-term liabilities | 691'485.50 | 196'369.75 |
| Equity | | |
| Foundation capital | 240'736.46 | 240'736.46 |
| Foreign currency difference | 378.83 | -9'422.01 |
| Available earnings | -9'564.56 | 321'076.37 |
| Annual loss | -4'908.73 | -330'404.16 |
| Foundation capital as of 31.12. | 226'642.00 | 221'986.66 |
| Equity | 226'642.00 | 221'986.66 |
| Liabilities | 1'015'889.24 | 870'960.37 |

Income statement

| | 2021 EUR | Vorjahr EUR |
|--|---------------------|----------------------|
| Revenue | | |
| Donations received | 537'003.33 | 1'334'650.77 |
| Subsidies received | 160'586.12 | 138'759.02 |
| Hardship funds received | 242'887.67 | 0.00 |
| Revenue from services | 34'363.37 | 10'406.79 |
| Tenant income | 191'363.54 | 19'645.46 |
| Income from cost allocation | 43'994.20 | 30'394.12 |
| Other income | 41'289.35 | 14'678.55 |
| | 1'251'487.58 | 1'548'534.70 |
| Direct cost | | |
| Cost earmarked donations | -269'801.12 | -1'108'869.57 |
| Other direct cost | -45'654.23 | -20'884.47 |
| | -315'455.36 | -1'129'754.04 |
| Gross profit after direct expenses | 936'032.22 | 418'780.66 |
| Other operational expenses | | |
| Cost project phase | 0.00 | -282'187.78 |
| Personnel expense administration | -319'438.61 | -94'514.68 |
| Consulting costs third parties | -21'848.02 | -54'743.25 |
| Other operating expenses | -57'085.96 | -124'476.27 |
| Other operating expenses foundation board | -6'539.28 | -842.45 |
| Marketing | -30'882.07 | -62'115.47 |
| Repair and maintenance | -38'920.00 | -29'133.02 |
| Energy | -55'045.05 | -14'011.92 |
| Other expenses | -7'540.79 | -9'920.56 |
| | -537'299.79 | -671'945.39 |
| Gross operating profit (GOP) | 398'732.43 | -253'164.73 |
| Premises' and insurance cost | | |
| Insurances | -6'308.87 | -1'453.41 |
| Rent | -93'418.07 | -30'835.14 |
| Operating result before depreciation and financial income | 299'005.49 | -285'453.28 |
| Depreciations and amortisation | | |
| Depreciation of movable tangible assets | -83'504.97 | -7'511.90 |
| Depreciation of immovable assets | -218'530.28 | 0.00 |
| Operating result before financial income | -3'029.76 | -292'965.18 |

Income statement

| | 2021 EUR | Vorjahr EUR |
|---|------------------|--------------------|
| Financial income | | |
| Financial cost | -1'933.58 | -148.49 |
| Financial income | 54.61 | 1.46 |
| Operating result after financial income | -4'908.73 | -293'112.21 |
| Extraordinary, one-off or out-of-period income | | |
| Extraordinary, one-off or out-of-period cost | 0.00 | -37'291.95 |
| Extraordinary, one-off or out-of-period income | 0.00 | -37'291.95 |
| Annual loss | -4'908.73 | -330'404.16 |

Notes to the 2021 financial statements

1 Organization of the foundation

1.1. Foundation purpose

The purpose of KEDA is to promote and foster, both domestically and internationally, an environmental and climate-friendly, ecological and region-based agriculture, fair trade, sustainable consumption of ecologically produced food from the Alpine regions of Switzerland and central Europe as well as knowledge and competences of the Alpine cuisine. In order to pursue its purposes, KEDA develops non-profit projects, such as the CULINARIUM ALPINUM, and other educational and consulting service offerings. In this context, KEDA may support other projects, which pursue a similar purpose. KEDA promotes the interconnecting of agricultural producers with gastronomy, hotel business and tourism organisations as well as with the general public and understands itself as a bridge-builder between these parties. KEDA as a non-profit foundation does not pursue any commercial purposes and does not strive for any profits all in accordance with Swiss law and its by-laws.

1.2. Legal basis

Non-profit foundation
Foundation under private law according to article 80 ff SCC
Deed of foundation dated 29.10.2021

1.3. Organs of the foundation

Foundation board

| | Term of office |
|---|----------------------------|
| Tis Prager, Peteracher 14, 8126 Zumikon, president * | 2019 - 2021 |
| Dominik Flammer, Heinrichstrasse 65, 8005 Zürich | resignation per 30.07.2021 |
| Clemens Rüttimann, Brunnhaldenstrasse 38, 8102 Oberengstringen * | 2019 - 2021 |
| Curdin Janett, Steckenberg 3, 4613 Rickenbach | resignation per 30.07.2021 |
| Beatrice Richard-Ruf, Milchbrunnenstrasse 4, 6370 Stans | 2021 |
| Hanna Rychener Kistler, Hornhaldenstrasse 10, 8802 Kilchberg ZH * | 2021 |
| Sandro Blättler, Robert-Durrer-Strasse 33, 6370 Stans | 2021 |

* member of the management committee

Auditor

BDO AG, Stans

Foundation supervision

Federal department of Home Affairs FDHA, Bern

2. Principles of accounting, financial reporting and valuation

The principles of proper accounting were complied.

Since 01.01.2020, the Swiss chart of accounts for the hotel and catering industry has been applied. This with the background that the foundation has a close cooperation with the operator of the catering and accommodation (Host Team Peter Durrer AG). The previous year's figures have been adjusted accordingly.

Receivables from and liabilities to related parties relate to Host Team Peter Durrer AG.

In accordance with the Articles of Association and the conditions of the Swiss authorities, the members of the foundation council perform their statutory duties free of charge, apart from a meeting fee (EUR 327/meeting) and reimbursement of expenses.

Receivables from and liabilities to the foundation bodies are accounted for separately. Dominik Flammer was mandated in foundation projects with his company Public History Food GmbH, Zurich, until his retirement.

In accordance with the Articles of Association, there is a three-member Management Committee of the Foundation Board, which supports the management in the daily, operational business during the start-up phase and whose members were entitled to be compensated EUR 934 per month for this in 2021. Under this heading, the Foundation contributed EUR 21'486 in 2021.

Earmarked donations are used in the spirit of the donor. The grants made for the Edible Landscape, the school kitchen and the initial equipment were directly deducted from the investment amount and disclosed openly in the balance sheet.

As in the previous year, the Foundation had less than 10 employees as of 31.12.2021.

3. Valuation principles

The following valuation principles were applied:

| | |
|-----------------|--|
| Bank deposits | Nominal value |
| Receivables | Nominal value |
| Tangible assets | Acquisition value ./. earmarked donations less depreciation |
| Liabilities | Nominal value |

4. Other information

4.1 Liabilities to pension fund

| | 31.12.2021 EUR | Previous year EUR |
|-----------------------------|-------------------|----------------------|
| Liabilities to pension fund | 550.50 | 10'391.94 |

4.2 Disclosures and explanations of items in the balance sheet and income statement

| Personnel expense | 31.12.2021 EUR | Previous year EUR |
|----------------------------------|-------------------|----------------------|
| Personnel expense project phase | 0.00 | 223'870.33 |
| Personnel expense administration | 319'438.61 | 87'775.01 |
| Total personnel expense | 319'438.61 | 311'645.35 |

4.3 Residual amount of the liabilities from sale-like leasing transactions and other leasing obligations

| | 31.12.2021 EUR | Previous year EUR |
|-------------------------------------|-------------------|----------------------|
| Leasing obligation until 31.03.2045 | 8'460'807.80 | 8'198'109.20 |

4.4 Assets pledged or assigned for the securities of own liabilities

| | 31.12.2021 EUR | Previous year EUR |
|----------------|-------------------|----------------------|
| Rental deposit | 128'681.18 | 61'639.31 |

The rental deposit was accumulated within the framework of the existing lease agreement.

4.4 Explanations of extraordinary, one-off or out-of-period items in the income statement

| | 31.12.2021 EUR | Previous year EUR |
|--|-------------------|----------------------|
| Risk premium guarantee cooperative Mitte | 0.00 | 37'291.95 |

The guarantee cooperative for SME (BG Mitte) granted the foundation a guarantee loan in the amount of EUR 579'066.74.

4.5 Impacts of the COVID-19 pandemic

The impact of the COVID-19 pandemic has been reflected in the financial statements 2021 of Stiftung KEDA so far as the recognition criteria have been met as per balance sheet date.

The foundation council of Stiftung KEDA is continuing to monitor the events and taking the necessary measures if required. At the time of approval of these financial statements, the financial and economic consequences of the direct and indirect effects of this pandemic on Stiftung KEDA cannot be reliably assessed. Apart from the potentially severe impact of a recession, there are currently no grounds to assume that some or all of Stiftung KEDA's activities will cease within the meaning of Art. 958a para. 2 of the Swiss Code of Obligations.

5. Requirements of the supervisory authority

The 2019 and 2020 financial statements were approved by the foundation supervision on 01.03.2022.