

To the Foundation Board of the
Foundation for the Green Hydrogen Organisation (GH2)
Geneva

Report of the statutory auditor on the limited statutory examination of the financial statements for the year 2023

(for the period from 01.01.2023 to 31.12.2023)

26 August 2024

**Report of the statutory auditor on the limited statutory examination
to the Foundation Board of the**

Foundation for the Green Hydrogen Organisation (GH2), Geneva

As statutory auditor, we have examined the financial statements (balance sheet, income statement and notes) of the Foundation for the Green Hydrogen Organisation (GH2) for the financial year ended 31 December 2023.

These financial statements are the responsibility of the Foundation 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 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 entity personnel and analytical procedures as well as detailed tests of entity 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 articles of incorporation.

We draw your attention to the fact that, contrary to the provisions of art. 958 al.3 CO, the management report has not been submitted to the Foundation Board within six months after the balance sheet date.

Lausanne, 26 August 2024

BDO Ltd

Jürg Gehring
Licensed Audit Expert

Steve Rigolet
Licensed Audit Expert
Auditor in charge

Enclosure
- Financial statements

Balance sheet as at Decembre 31

Assets	Notes	2023 EUR	2023 CHF	2022 EUR	2022 CHF
Current assets					
Cash and cash equivalents		554'743.58	515'745.11	46'443.73	45'860.86
Accounts receivable	3.1	80'156.69	74'521.67	121'849.38	120'320.17
Other current receivables		710.62	660.66	46'395.72	45'813.45
Prepaid expenses		66'627.81	61'943.87	46'241.81	45'661.48
Total current assets		702'238.70	652'871.32	260'930.64	257'655.96
Non-current assets					
Tangible assets		3'341.06	3'106.18	3'134.64	3'095.30
Total non-current assets		3'341.06	3'106.18	3'134.64	3'095.30
Total assets		705'579.76	655'977.50	264'065.28	260'751.26
Liabilities					
Current liabilities					
Accounts payable		153'381.50	142'598.78	151'381.98	149'482.14
Other payables		5'738.93	5'335.48	0.00	0.00
Accrued expenses and deferred revenue		424'441.74	394'603.49	79'317.68	78'322.24
Total current liabilities		583'562.17	542'537.75	230'699.66	227'804.38
Total liabilities		583'562.17	542'537.75	230'699.66	227'804.38
Equity					
Foundation capital		50'000.00	51'180.00	50'000.00	51'180.00
Retained earnings		(16'634.38)	(16'714.50)	0.00	0.00
Result for the period		88'651.97	86'138.74	(16'634.38)	(16'714.50)
Currency translation adjustment		0.00	(7'164.49)	0.00	(1'518.62)
Total equity		122'017.59	113'439.75	33'365.62	32'946.88
Total liabilities and equity		705'579.76	655'977.50	264'065.28	260'751.26

Income statement as at December 31

	Notes	2023	2023	2022	2022
		EUR	CHF	(9 months) EUR	(9 months) CHF
Memberships income		1'330'053.08	1'292'346.93	260'416.66	261'670.89
Registrations income		0.00	0.00	36'015.00	36'188.46
Sponsorships income		233'201.84	226'590.72	87'699.84	88'122.23
Revenues from services		30'500.00	29'635.34	53'310.18	53'566.94
Grants		57'961.09	56'317.93	0.00	0.00
Total income		1'651'716.01	1'604'890.92	437'441.68	439'548.51
Event expenses		(207'503.68)	(201'621.08)	(137'827.34)	(138'491.15)
Consultant expenses		(162'272.08)	(157'671.77)	(181'548.91)	(182'423.30)
Donation expenses		(14'887.61)	(14'465.56)	(4'809.62)	(4'832.78)
Personnel expenses		(983'674.52)	(955'787.98)	(71'999.61)	(72'346.38)
Office and administration expenses		(55'161.95)	(53'598.14)	(19'728.27)	(19'823.29)
Professional fees		(31'356.65)	(30'467.71)	(23'747.10)	(23'861.47)
Information and technology expenses		(78'207.84)	(75'990.70)	(8'918.18)	(8'961.13)
Depreciation expenses		(1'118.28)	(1'086.58)	(272.71)	(274.02)
Total operating expenses		(1'534'182.61)	(1'490'689.51)	(448'851.74)	(451'013.53)
Interest expenses		(2'106.20)	(2'046.49)	(1'512.85)	(1'520.14)
Net exchange result		(26'775.23)	(26'016.17)	(3'711.47)	(3'729.35)
Total financial income and expenses		(28'881.43)	(28'062.66)	(5'224.32)	(5'249.48)
Net result		88'651.97	86'138.74	(16'634.38)	(16'714.50)

Notes to the financial statements for the year ended 31 December 2023

1. General information

The Foundation for the Green Hydrogen Organisation ("GH2" or "the Foundation") is a non-profit foundation established as an initiative which aims to support the production and use of green hydrogen and derivatives such as green ammonia, and to mobilize governments, businesses and the civil society to accelerate the introduction of green hydrogen and drive deep decarbonization across industries.

Green hydrogen is defined as hydrogen produced by the electrolysis of water, using 100% renewable energy.

The Foundation was founded on 9 March 2022 and incorporated on 11 March 2022 at the commercial registry of Geneva. The Foundation presented its first financial statements for a period of nine months in 2022.

The Foundation had less than 10 full time equivalent employees in 2023 and 2022.

2. Accounting policies

GH2's financial statements have been prepared in accordance with the provisions as set out in the Swiss Code of Obligations (Art. 957 to 963b CO). Significant balance sheet items are accounted for as follows:

2.1 Cash and cash equivalents

Cash and cash equivalents include cash, balances in bank accounts, and short-term time deposits with a residual term of less than three months. They are valued at their nominal value.

2.2 Accounts receivable

Accounts receivable are measured at their nominal value less any allowance for doubtful accounts.

2.3 Accounts payable

Accounts payable are measured at their nominal value.

2.3 Accrued expenses and deferred revenue

Accrued expenses are payables to third parties for services rendered and unbilled at the end of the year. Deferred revenue are revenues billed in the current year for services to be delivered in future periods.

2.4 Revenue recognition

Revenue is recognised when services have been rendered and when the amounts can be estimated with a significant level of assurance.

2.5 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements were measured using the currency of the primary economic environment in which the Foundation operates ('the functional currency'), which is Euro ("EUR"). The presentation currency is EUR and CHF.

The figures in CHF were translated from the EUR using the following exchange rates:

- balance sheet: closing rate of 1 EUR = 0.9297 CHF (2022: 0.98745)
- income statement: annual average rate of 1 EUR = 0.9717 CHF (2022: 1.00482)
- capital: 1 EUR = historical rate of 1.02360 CHF (2022: 1.0236)

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the monthly average exchange rates prevailing at the dates of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

Balances in foreign currency are revalued using the exchange rates prevailing at the dates of closing.

3. Detailed information on the balance sheet and income statement

3.1 Accounts receivable

	2023 EUR	2023 CHF	2022 EUR	2022 CHF
Gross amount	80'156.69	74'521.67	121'849.38	120'320.17
Allowance reserve	-	-	-	-
	80'156.69	74'521.67	121'849.38	120'320.17

4. Other disclosure

4.1 Tax exemption

The Foundation operates on a non-profit basis and does not pursue to make any gains. The Foundation is exempted from income and capital taxes as per decision of the Geneva tax authorities. The exemption duration is unlimited.

4.1 Subsequent events

From the balance sheet date until the financial statements were approved by the Foundation Board, no major events occurred which would have a significant impact on the annual financial statements or require a disclosure in the notes.