

**INTERNATIONAL ELECTROTECHNICAL COMMISSION****GENERAL ASSEMBLY (GA)****SUBJECT**

Report of the Statutory Auditor on the IEC Statutory Financial Statements for 2022

**BACKGROUND**

KPMG (Geneva, Switzerland) were appointed as Auditors of the IEC for the financial years 2020, 2021 and 2022 (C/2294/RV). KPMG has successfully conducted its audit of the 2022 accounts.

Please find at Annex the IEC 2022 Statutory Financial Statements.

Following the recommendation by the Governance Review and Audit Committee (GRAC) at its May 2022 meeting and the subsequent support from the IEC Board, and in line with the 1 IEC vision, 2022 marks a significant evolution in the way the organization presents its annual accounts.

For 2022, KPMG has issued the IEC Statutory Financial Statements comprising all IEC business units as well as the Guarantee Fund and the Global Impact Fund. The accounts for Standards & Services, the four IEC CA Systems, and the Guarantee Fund are no longer published individually. The figures for all the business units are summarized in a matrix in the final note (Note 31) of the Statutory Financial Statements, and the individual Balance Sheets and Income & Expenditure Statements for each business unit are included thereafter as an Appendix to the (global) IEC Statutory Financial Statements.

**ACTION**

Full Member National Committees are invited to approve the audited IEC Statutory Financial Statements for the year 2022, including allocations to and from Capital & Designated Reserves, at the 2023 General Assembly meeting.

**ANNEX**

1. IEC Statutory Financial Statements for the year 2022



These accounts of the Commission for 2022, have been duly verified by a professional auditor and are hereby signed by the IEC President and the IEC Treasurer.

31 March 2023

A handwritten signature in blue ink, consisting of a large, stylized initial 'P' followed by several loops and a final flourish.

IEC President

A handwritten signature in blue ink, featuring a series of connected, somewhat rectangular loops that form a cursive-style name.

IEC Treasurer



**International Electrotechnical Commission,  
Geneva**

Report of the Statutory Auditor  
to the General Assembly on the

Financial Statements 2022



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## **Report of the Statutory Auditor to the General Assembly of International Electrotechnical Commission, Geneva**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of International Electrotechnical Commission, which comprise the balance sheet as at 31 December 2022 and statement of income and expenditure, cash flow statement, statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements (pages 1 to 22) give a true and fair view of the financial position of the Association as at 31 December 2022, and its results of operations and its cash flows for the year then ended in accordance with Swiss GAAP FER and comply with Swiss law and the Association statutes.

#### **Basis for Opinion**

We conducted our audit in accordance with Swiss law and Swiss Standards on Auditing (SA-CH). Our responsibilities under those provisions and standards are further described in the “Auditor’s Responsibilities for the Audit of the Financial Statements” section of our report. We are independent of the Foundation in accordance with the provisions of Swiss law, together with the requirements of the Swiss audit profession, and we have fulfilled our other ethical responsibilities in accordance with these requirements. In accordance with Swiss GAAP FER 21 the information in the performance report is not subject to audit or examination work performed by the Statutory Auditor.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Other Information**

The Secretary-General is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



### **Secretary-General's Responsibilities for the Financial Statements**

The Secretary-General is responsible for the preparation of the financial statements that give a true and fair view in accordance with Swiss GAAP FER, the provisions of Swiss law and the Association statutes, and for such internal control as the Secretary-General determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Secretary-General is responsible for assessing the Association ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Secretary-General either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Swiss law and SA-CH will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Swiss law and SA-CH, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.
- Conclude on the appropriateness of the Secretary-General's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Secretary-General regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **Report on Other Legal and Regulatory Requirements**

In accordance with article 728a para. 1 item 3 CO and SA-CH 890, we confirm that an internal control system exists, which has been designed for the preparation of financial statements according to the instructions of the Secretary-General.

We recommend that the financial statements submitted to you be approved.

KPMG SA



Pierre-Henri Pigeon  
Licensed Audit Expert  
Auditor in Charge



Cédric Rigoli  
Licensed Audit Expert

Geneva, 29 March 2023

Enclosure:

- Financial statements (balance sheet, statement of income and expenditure, cash flow statement, statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies).

**BALANCE SHEET AS AT 31 DECEMBER 2022 - IEC**

(with comparative figures for 2021)

		International Electrotechnical Commission Geneva	
		2022	2021
		CHF	CHF
<b>ASSETS</b>			
<b>Current Assets</b>		<b>53'948'720</b>	<b>55'052'810</b>
<b>Cash &amp; cash equivalents</b>	1	14'488'533	12'222'273
<b>Securities</b>	2	30'209'460	34'257'844
Securities (IEC Pool investment)		22'679'482	25'843'200
Securities (Guarantee Fund)		7'529'978	8'414'644
<b>Accounts receivable</b>	3	3'516'878	3'380'107
Publications and royalties		2'233'827	1'941'986
Membership Dues (all years)		434'186	785'055
CA products receivable		775'159	653'066
Pension Fund		73'706	0
<b>Other receivables</b>	4	244'900	125'734
<b>Prepaid expenses and accrued income</b>	5	5'488'950	5'066'852
<b>Long Term Assets</b>	6	<b>2'835'334</b>	<b>3'609'676</b>
Rental Guarantee		136'570	136'570
Trademarks		1'314'478	1'407'758
Tangible fixed assets, net		43'688	54'452
Intangible assets		1'340'598	2'010'896
<b>TOTAL ASSETS</b>		<b>56'784'054</b>	<b>58'662'485</b>
<b>LIABILITIES, CAPITAL AND RESERVES</b>			
<b>Current Liabilities</b>		<b>8'852'355</b>	<b>9'435'120</b>
<b>Short-term liabilities</b>	7	5'858'969	7'846'632
Suppliers		273'757	618'882
Royalties to be paid	8	4'987'191	6'315'316
Corporate accounts (note + revenue recognition)		0	235'835
Current Account with Pension Fund		0	203'324
Social charges and insurances to be paid		7'478	45'065
Accrued liabilities		590'543	428'210
<b>Deferred Income</b>		<b>1'637'489</b>	<b>352'400</b>
Membership Dues received in advance		1'242'631	352'400
Publications income received in advance		394'858	0
<b>Provisions</b>	9	1'355'897	1'236'088
Provision for untaken holiday		354'677	343'409
Provision for Extraordinary Expense		131'848	23'307
Provision for IECEX & IECQ		869'372	869'372
<b>Capital &amp; Reserves</b>	10	<b>47'931'699</b>	<b>49'227'366</b>
<b>Free Capital</b>		<b>15'513'525</b>	<b>16'120'781</b>
<b>Guarantee Fund</b>		<b>7'894'579</b>	<b>9'162'973</b>
<b>Designated Funds</b>		<b>24'523'595</b>	<b>23'943'612</b>
Reserve for Operational & Financial Risk		2'903'871	2'903'871
Reserve for Fluctuation of Investment Portfolio		1'300'000	1'300'000
Reserve for Equipment Depreciation & Renewal		1'719'400	1'768'351
Reserve for Standards Development & Business Platform		1'340'598	2'010'896
Reserve for General Meeting		800'000	800'000
Reserve for Strategy/Masterplan		5'110'148	5'110'148
Reserve for Innovation & Digitalization		8'613'790	7'750'346
IECEE Development and implementation of new services		1'000'000	1'000'000
IECEE Development and support of IECEE Infrastructure		1'000'000	1'000'000
IECEX Reserve for Innovation & Promotion		300'000	300'000
Global Impact Fund	11	435'788	0
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>		<b>56'784'054</b>	<b>58'662'486</b>

Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures

**STATEMENT OF INCOME & EXPENDITURE IEC  
FOR THE YEAR ENDED 31 DECEMBER 2021**  
(with comparative figures for 2021)

		N o t e s	Budget 2022 (unaudited)	2022	2021
			CHF	CHF	CHF
<b>INCOME</b>					
	<b>Membership Dues</b>	<b>12</b>	<b>13'283'600</b>	<b>13'205'474</b>	<b>13'110'022</b>
	<b>Net sales</b>	<b>13</b>	<b>2'780'500</b>	<b>2'777'343</b>	<b>2'813'732</b>
	<i>Gross sales</i>		6'370'500	6'344'088	6'572'779
	<i>Commission &amp; other expenses</i>		(135'000)	(123'333)	(164'418)
	<i>Royalties to NCs</i>		(3'455'000)	(3'443'412)	(3'594'629)
	<b>Net royalties</b>	<b>14</b>	<b>9'960'000</b>	<b>13'755'983</b>	<b>11'629'272</b>
	<i>Gross royalties</i>		13'355'000	21'455'538	17'598'511
	<i>Royalties to NCs</i>		(3'395'000)	(7'699'556)	(5'969'239)
	<b>IEC CA systems operations</b>		<b>2'910'050</b>	<b>3'094'138</b>	<b>3'200'237</b>
	<i>Participation fees</i>		356'000	353'500	384'577
	<i>Certificates</i>		2'068'550	1'953'362	1'940'101
	<i>Assessment fees</i>		17'000	391'102	440'901
	<i>TRF Forms</i>		250'000	258'440	308'848
	<i>Training</i>		50'000	56'600	65'400
	<i>Other</i>		168'500	81'134	60'410
	<b>Other income</b>	<b>15</b>	<b>165'000</b>	<b>31'923</b>	<b>123'784</b>
	<b>TOTAL OPERATIONAL INCOME</b>		<b>29'099'150</b>	<b>32'864'861</b>	<b>30'877'047</b>
<b>EXPENDITURE</b>					
	<b>Personnel expenses</b>	<b>16</b>	<b>23'121'781</b>	<b>21'557'809</b>	<b>21'462'639</b>
	<i>Corporate services &amp; business planning</i>		7'147'000	6'712'536	6'428'071
	<i>Standards development</i>		7'098'000	6'322'640	6'233'190
	<i>Promotion</i>		2'029'000	1'863'585	2'232'932
	<i>IT</i>		3'742'000	3'573'302	3'597'751
	<i>Conformity assessment</i>		3'105'781	3'085'746	2'970'695
	<b>Rent &amp; maintenance</b>		<b>1'017'000</b>	<b>1'082'150</b>	<b>1'004'921</b>
	<b>Office &amp; administration</b>	<b>17</b>	<b>4'852'384</b>	<b>5'125'108</b>	<b>4'207'677</b>
	<i>IT</i>		2'470'400	2'249'709	1'731'383
	<i>Legal &amp; audit</i>		267'500	206'508	212'251
	<i>White papers</i>		200'000	96'422	80'670
	<i>Other office &amp; administration</i>		1'914'484	2'572'469	2'183'373
	<b>Communications &amp; printing</b>	<b>18</b>	<b>705'000</b>	<b>412'604</b>	<b>517'349</b>
	<i>Communications</i>		585'000	350'608	444'861
	<i>Printing</i>		120'000	61'996	72'487
	<b>Meetings &amp; travel expenses</b>	<b>19</b>	<b>2'182'000</b>	<b>1'612'177</b>	<b>402'182</b>
	<i>Meeting</i>		385'500	377'730	154'106
	<i>Travel</i>		1'796'500	1'234'447	248'077
	<b>TOTAL OPERATIONAL EXPENDITURE</b>		<b>31'878'165</b>	<b>29'789'848</b>	<b>27'594'769</b>
	<b>OPERATIONAL RESULT</b>		<b>(2'779'015)</b>	<b>3'075'012</b>	<b>3'282'279</b>

<b>OPERATIONAL RESULT</b>		<u>(2'779'015)</u>	<u>3'075'012</u>	<u>3'282'279</u>
Depreciation	<b>20</b>	(939'700)	(922'453)	(925'962)
Net financial revenue	<b>21</b>	163'000	(3'448'226)	747'972
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>		<u>(3'555'715)</u>	<u>(1'295'667)</u>	<u>3'104'289</u>
<b>OPERATIONAL &amp; FINANCIAL RESULT BEFORE ALLOCATIONS</b>	<b>22</b>	<u>(3'555'715)</u>	<u>(1'295'667)</u>	<u>3'104'289</u>
<i>IEC Standards &amp; Services</i>		(3'696'400)	144'195	1'876'628
IECEE		54'400	(228'831)	383'168
IECEX		79'305	70'795	192'329
IECQ		6'231	5'482	80'719
IECRE		749	37'570	59'195
Guarantee Fund		0	(1'268'393)	512'250
Global Impact Fund		0	(56'485)	0
<b>ALLOCATIONS</b>	<b>23</b>			
<b>Allocations (to) / from Capital &amp; Reserves</b>		<u>3'555'715</u>	<u>1'295'667</u>	<u>(3'104'289)</u>
Capital Fund IEC Standards & Services		0	0	0
Capital Fund IEC Standards & Services for GIF		0	400'194	0
Capital Fund IECEE		(54'400)	228'831	1'616'832
Capital Fund IECEE for GIF		0	61'189	0
Capital Fund IECEX		(79'305)	(70'795)	(192'328)
Capital Fund IECEX for GIF		0	25'660	0
Capital Fund IECQ		(6'231)	(5'482)	(80'719)
Capital Fund IECQ for GIF		0	5'230	0
Capital Fund IECRE		(749)	(37'570)	(59'195)
Guarantee Fund		0	1'268'393	(512'250)
<b>Designated Funds</b>				
Reserve for Standards Development & Business Platform		670'000	670'298	670'298
Reserve for Equipment Depreciation & Renewal		100'000	48'951	79'452
Reserve for Innovation & Digitalization		2'926'400	(863'444)	(1'000'000)
Reserve for Operational & Financial Risk		0	0	(626'378)
Reserve for Strategy/Masterplan		0	0	(1'000'000)
IECEE Development and implementation of new services		0	0	(1'000'000)
IECEE Development and support of IECEE Infrastructure		0	0	(1'000'000)
Global Impact Fund		0	(492'273)	0
Global Impact Fund		0	56'485	0
<b>ANNUAL POSITION AFTER ALLOCATIONS</b>		<u>0</u>	<u>0</u>	<u>0</u>

## Cashflow

<b>IEC Cashflow Statement 2022 - 2021</b>	<b>2022</b>	<b>2021</b>
	CHF	CHF
Result after allocations	0	0
Depreciation (revaluations resulting in profit) of tangible fixed assets	48'951	79'452
Depreciation (revaluations resulting in profit) of intangible fixed assets and trademarks	853'502	844'511
Increase of reserves and provisions that do not affect the fund's cash	(1'175'859)	3'076'173
Other income/(expense) that do not affect the fund's cash such as unrealised gain or loss on investments	3'260'589	542'922
(Decrease) of receivables from deliveries and services	(63'064)	(598'364)
(Decrease)/increase of other receivables and prepayments and accrued income	(614'970)	286'609
(Decrease)/increase of payables from goods and services	(382'712)	(123'824)
(Decrease)/increase of other short-term liabilities and accrued liabilities and deferred income	(319'862)	(630'062)
<b>Cash inflow/drain from operating activities (operative cash flow)</b>	<b>1'606'575</b>	<b>3'477'417</b>
(Purchase) of tangible fixed assets	(38'187)	(35'835)
(Purchase) of intangible fixed assets and trademarks	(89'915)	(140'617)
Disposal/(purchase) of financial assets (including loans, investments, securities etc.)	787'787	(1'196'290)
<b>Cash inflow/drain from investing activities</b>	<b>659'685</b>	<b>(1'372'742)</b>
<b>Cash inflow/drain from financing activities</b>	<b>0</b>	<b>0</b>
<b>Change in cash and cash equivalents</b>	<b>2'266'260</b>	<b>2'104'675</b>
Cash and cash equivalents at the beginning of the year	12'222'273	10'117'598
Cash and cash equivalents at the end of the year	14'488'533	12'222'273
<b>Change in cash and cash equivalents</b>	<b>2'266'260</b>	<b>2'104'675</b>

## Statement of Changes in Equity

IEC Statement of Changes in Equity	Balance at 31 Dec 2022	Allocation at 31 Dec 2022	(Use) at 31 Dec 2022	Balance at 31 Dec 2021	Allocation at 31 Dec 2021	(Use) at 31 Dec 2021	Balance at 01 Jan 2021
<b>Free Capital</b>	<b>15'513'524</b>	<b>113'847</b>	<b>721'103</b>	<b>16'120'781</b>	<b>715'411</b>	<b>2'000'000</b>	<b>17'405'370</b>
<b>Capital Fund IEC Standards &amp; Services</b>	<b>8'939'667</b>	<b>0</b>	<b>400'194</b>	<b>9'339'861</b>	<b>0</b>	<b>0</b>	<b>9'339'861</b>
<b>Capital Fund IEC CA Systems</b>	<b>6'573'857</b>	<b>113'847</b>	<b>320'909</b>	<b>6'780'920</b>	<b>715'411</b>	<b>2'000'000</b>	<b>8'065'509</b>
<i>Capital Fund IECEE</i>	3'848'292	0	290'019	4'138'312	383'168	2'000'000	5'755'144
<i>Capital Fund IECEX</i>	2'319'260	70'795	25'660	2'274'125	192'329	0	2'081'797
<i>Capital Fund IECQ</i>	524'951	5'482	5'230	524'699	80'719	0	443'980
<i>Capital Fund IECRE</i>	(118'646)	37'570	0	(156'216)	59'195	0	(215'412)
<b>Designated Funds</b>	<b>24'523'595</b>	<b>1'355'717</b>	<b>775'734</b>	<b>23'943'612</b>	<b>4'626'378</b>	<b>749'750</b>	<b>20'066'983</b>
<b>Designated funds IEC Standards &amp; Services</b>	<b>21'787'807</b>	<b>863'444</b>	<b>719'249</b>	<b>21'643'612</b>	<b>2'626'378</b>	<b>749'750</b>	<b>19'766'983</b>
Reserve for Operational & Financial Risk	2'903'871	0	0	2'903'871	626'378	0	2'277'493
Reserve for Fluctuation of Investment Portfolio	1'300'000	0	0	1'300'000	0	0	1'300'000
Reserve for Equipment Depreciation & Renewal	1'719'400	0	48'951	1'768'351	0	79'452	1'847'802
Reserve for Standards Development & Business Platform	1'340'598	0	670'298	2'010'896	0	670'298	2'681'194
Reserve for General Meeting	800'000	0	0	800'000	0	0	800'000
Reserve for Strategy/Masterplan	5'110'148	0	0	5'110'148	1'000'000	0	4'110'148
Reserve for Innovation & Digitalization	8'613'790	863'444	0	7'750'346	1'000'000	0	6'750'346
<b>Designated funds IEC CA Systems</b>	<b>2'300'000</b>	<b>0</b>	<b>0</b>	<b>2'300'000</b>	<b>2'000'000</b>	<b>0</b>	<b>300'000</b>
IECEE Development and implementation of new services	1'000'000	0	0	1'000'000	1'000'000	0	0
IECEE Development and support of IECEE Infrastructure	1'000'000	0	0	1'000'000	1'000'000	0	0
IECEX Reserve for Innovation & Promotion	300'000	0	0	300'000	0	0	300'000
<b>Global Impact Fund</b>	<b>435'788</b>	<b>492'273</b>	<b>56'485</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Guarantee Fund</b>	<b>7'894'579</b>	<b>0</b>	<b>1'268'394</b>	<b>9'162'973</b>	<b>512'250</b>	<b>0</b>	<b>8'650'722</b>
<b>Total Capital &amp; Reserves</b>	<b>47'931'699</b>	<b>1'469'564</b>	<b>2'765'231</b>	<b>49'227'366</b>	<b>5'854'039</b>	<b>2'749'750</b>	<b>46'123'076</b>

The Statement of Changes in Equity should be read in conjunction with the last section of the Balance Sheet, Capital & Reserves, and the Statement of Income & Expenditure under 'Allocations (to) / from Capital & Reserves' for a comprehensive view of the movements of IEC funds. See also Note 31, Matrix of IEC Business Units, and the final Annex with individual Balance Sheets and Statements of Income & Expenditure for Standards & Services, the four Conformity Assessment Systems, the Guarantee Fund and the IEC Global Impact Fund.

### I. Organization - Structure and objectives

The International Electrotechnical Commission ("IEC") is an organization constituted as a non-profit-making corporate association with legal entity in accordance with Articles 60 et seq. of the Swiss Civil Code. The legal seat of the IEC is in Geneva, Switzerland.

The IEC is a global, not-for-profit membership organization.

The IEC objective is to promote international cooperation on all questions of standardization and related matters, such as the verification of conformity to standards in the fields of electricity, electronics and related technologies, and thus to promote international understanding. This objective, inter alia, is achieved by issuing publications, including International Standards.

These financial statements relate to the association and include its Standardization & supporting activities, the Guarantee Fund and the four IEC Conformity Assessment Systems which together form the IEC.

The purpose of the Guarantee Fund is to ensure that, at all times, throughout the financial year, the IEC is able to meet its debts and liabilities.

IEC Global Impact Fund provides grants to SMEs to work on Projects within a given country or region. Each Project provides a solution to a specific environmental or societal issue by leveraging the safety and efficiency benefits that can be achieved through the application of IEC International Standards and Conformity Assessment.

IECEE, IECQ, IECEx and IECRE are the IEC's four Conformity Assessment and product, services, management system, personnel competence certification, inspection and training systems:

- IECEE: System for conformity assessment of electrotechnical equipment and components
- IECQ: System for approval and certification program for electronic components
- IECEx: System for certification to standards for equipment for use in explosive atmospheres.
- IECRE: System for certification to standards relating to equipment for use in renewable energy applications

The IEC was founded in London, UK in 1906, moving subsequently to its current Geneva, Switzerland location in 1948.

### II. Significant Accounting Policies

The significant accounting policies adopted by IEC in the preparation of the financial statements are set out below.

#### Statement of Compliance

These financial statements comply with the full accounting and reporting requirements of the Swiss GAAP FER as a whole, in particular RPC 21 (Accounting for charitable and international non-profit organizations).

The financial statements present a true and fair view of the financial position, the cash flows and the results of operations.

The financial statements have been prepared on the historical cost basis, except for securities of the Guarantee Fund which are revalued at fair value.

#### Basis of Preparation

The financial statements are presented in Swiss Francs (CHF), since the majority of IEC's activities are conducted in this currency.



Fair value is the amount for which a financial asset, liability or instrument could be exchanged between knowledgeable and willing parties in an arm's length transaction.

The preparation of financial statements in conformity with Swiss GAAP FER requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenditure. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. If in the future such estimates and assumptions, which are based on management's best judgement at the date of the financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change.

The accounting principles set out below have been applied consistently to all periods presented in these financial statements.

### Foreign Currency Translation

Assets and liabilities that arise in currencies other than Swiss francs are translated at the rates of exchange prevailing at year-end. Revenues and expenses are translated at the rates of exchange prevailing on the relevant transaction date.

Realized and unrealized profits and losses on exchange are included in financial result.

The following exchange rates were used at year-end:

2022	2021
EUR 1 = CHF 0.99010	EUR 1 = CHF 1.04525
USD 1 = CHF 0.92510	USD 1 = CHF 0.92334
SGD 1 = CHF 0.70640	SGD 1 = CHF 0.68365

### Cash and cash Equivalents

Cash and cash equivalents comprise cash balances and short-term investments in an active market with original maturities of three months or less. The cash flow from operating activities is calculated using the indirect method.

### Investments

Securities within IEC Pool investment (pooled amounts from IEC Standards & Services and IEC CA Systems) are valued at fair value. Securities of the Guarantee Fund are valued at fair value as they are placed in an Asset Management portfolio with two major Swiss banks.

### Accounts Receivable

Accounts receivable and other short-term receivables are carried at their nominal value less any impairment required for business reasons.

### Fixed Assets

#### Tangible Fixed Assets

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is calculated on a straight-line basis over the estimated useful life of the assets. The baseline threshold for activation is CHF 1'000. — per object, below which items are expensed directly.

- |  |           |              |
|--|-----------|--------------|
| <input type="checkbox"/> office furniture        | (5 years) | 20% annually |
| <input type="checkbox"/> fixtures and fittings   | (3 years) | 33% annually |
| <input type="checkbox"/> computers and equipment | (3 years) | 33% annually |

## **Trademarks**

The IEC brand is represented by the five registered trademarks: IEC, IECEE, IECEX, IECQ and IECRE. When a customer or end-user buys an IEC Standard or Conformity Assessment service or product, the associated trademark is a label of quality and authenticity which provides certain rights or advantages to the user. The cost of implementing enhanced trademark protection was first activated as a separate class of intangible assets in 2019 with depreciation beginning in 2020. The total intangible trademark asset amount will be depreciated over 10 years, on an ongoing basis.

## **Intangible Assets in Progress**

The Standards Development & Business Platform was activated as an intangible asset in 2017. It was considered to be effectively in use as of 2020, the first year of depreciation. The total intangible asset amount will be depreciated over 5 years, with the final instalment in 2024.

## **Impairment of Assets**

The carrying amounts of the IEC's assets are reviewed at each Balance Sheet date to determine whether there is an indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised in the Statement of Income & Expenditure whenever the carrying amount of an asset exceeds its recoverable amount.

The recoverable amount of an asset is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of time value of money and the risks specific to the asset.

## **Provisions**

A provision is recognised in the Balance Sheet when IEC can make a reliable estimate, and has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation.

## **Pension Plan**

IEC maintains a defined contribution retirement plan for its employees. Pension obligations and assets are managed by a legally independent fund as determined by the legal requirements for Swiss pension funds (LPP). IEC contributions are recognised as an expense in the Statement of Income and Expenditure as incurred. The Pension Fund is a defined contribution plan paid jointly by the employer and the employee.

## **Capital & Reserves**

The accumulated Capital & Reserves represent excess of income over expenditure since the inception of IEC and are available to be utilised to mitigate potential operational and market risk and to invest in project funding to ensure the perennity of the organization and its ability to respond adequately to the future needs of members and stakeholders over the long term. Designated Funds are specifically allocated by the IEC for future use to purposes which support these principles. The IEC currently has no Restricted Funds. See Statement of Changes in Equity and note 10. Capital & Reserves.

## **Free Capital**

Free Capital serves to meet the day-to-day Treasury and Working Capital needs of the IEC and the IEC CA Systems.

## **Designated Funds**

Designated Funds are reserves attributed by the organization to a specific purpose. These funds can also be re-designated to protect the organization if it is faced with significant operational financial risk. They are deemed to meet the strategic needs of the organization.

The *Reserve for Operational Financial Risk* combines the reserves for general business risk, bad debtors and exchange rate loss.

The *Reserve for Fluctuation of Portfolio* provides assurance for volatile financial markets.

The *Reserve for Equipment Depreciation & Renewal* is used to cover annual depreciation on Fixed Assets. It represents the insurance value of the IEC's furniture, equipment and installations.

The *Reserve for the Standards Development & Business Platform* serves the amortization of this intangible asset over 5 years at 20% per annum from 2020. See note 6. Intangible Assets in Progress.

The *Reserve for the General meeting* is to be used for extra costs in case an annual meeting may have to be held in Switzerland instead of at the planned destination.

The *Reserve for Strategy/Masterplan* is the residual amount of a reserve created in 2010 for the implementation of the previous Masterplan. In 2021, an additional amount was allocated.

The *Reserve for Innovation & Digitalization* is designated to fund new activities, business opportunities and digitalization. In 2022, an additional amount was allocated

The *IECEE Development and implementation of new services* was created with a transfer from IECEE Capital Fund at 31 December 2021.

The IECEE Development and support of IECEE Infrastructure was created with a transfer from IECEE Capital Fund at 31 December 2021.

The *IECEX Reserve for Innovation & Promotion* was created at 31 December 2020.

The *Global Impact Fund* was created at 31 December 2022

### **Guarantee Fund**

The Guarantee Fund is a separate investment account managed by the Cantonal Bank of Geneva.

### **Revenue Recognition**

Revenue is recorded within the period when due and collection confirmed. For the last quarter of royalties from members and sales outlets, a reliable estimation is made based on information received at the beginning of the following year.

### **Expenditure Recognition**

Expenditure is recognized as related to the defined period in the financial statements on an accrual basis.

### **Income tax & Status**

The IEC received exemption from income tax as a non-profit international organization from the Geneva cantonal authorities as from its establishment in Switzerland in 1948.

A new Fiscal Agreement was signed on 16 December 2008 with the Swiss Federal Council – effective as of 1 January 2009.

The principal advantages for the IEC are:

- Exemption from all direct and indirect federal, cantonal and communal taxes
- Exemption from VAT on all goods and services acquired for the sole use of the Association within Switzerland and abroad
- Exemption from income tax on the salaries of all foreign personnel
- Unrestricted access to work permits for non-Swiss nationals

The IEC will deal directly with the Swiss Mission in Geneva for all such issues.

### III. Specific Notes to the Financial Statements

#### 1. Cash and cash equivalents

Cash and cash equivalents	2022			2021		
	IEC St & S	IEC CA Systems	G. Fund	IEC St & S	IEC CA Systems	G. Fund
	CHF	CHF	CHF	CHF	CHF	CHF
Cash	1'201	0	0	2'019	0	0
Bank Balances	12'369'013	1'983'830	134'489	9'017'178	2'658'139	544'938
<b>Total cash and cash equivalents</b>	<b>12'370'214</b>	<b>1'983'830</b>	<b>134'489</b>	<b>9'019'196</b>	<b>2'658'139</b>	<b>544'938</b>
	<b>14'488'533</b>			<b>12'222'273</b>		

A special Swiss Franc and Euro agreement has been negotiated with the banks to avoid negative interest rates on current accounts below a certain negotiated threshold amount and Money Market deposits are no longer viable.

#### 2. Securities & maturities

Securities ( IEC Pool investment for Standards & Services and IEC CA Systems )	2022		2021	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
Funds of Bonds	13'856'322	4'105'028	15'546'997	4'617'284
Funds of Real Estate	2'133'547	511'640	1'882'360	451'404
Funds of Equities	702'907	215'446	965'707	295'996
Stuctured products	941'463	213'129	1'648'682	434'769
<b>Total Securities (IEC Pool investment)</b>	<b>17'634'239</b>	<b>5'045'243</b>	<b>20'043'747</b>	<b>5'799'453</b>
	<b>22'679'482</b>		<b>25'843'200</b>	

Securities Guarantee Fund	2022		2021	
	Guarantee Fund		Guarantee Fund	
	CHF		CHF	
Bonds		144'412		207'217
Funds of Bonds		3'912'446		4'061'910
Funds of Real Estate		1'316'160		1'520'803
Funds of Equities		2'096'820		2'568'281
Stuctured products		60'140		56'433
<b>Total Securities (Guarantee Fund)</b>		<b>7'529'978</b>		<b>8'414'644</b>

<b>Total Securities</b>	<b>30'209'460</b>	<b>34'257'844</b>
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The IEC Investment Guidelines agreed in 2018 define the approach to short, medium- and long-term investments. Investment Grade Securities may be selected from highly rated institutions for the medium and long term according to strictly defined criteria.

#### 3. Accounts receivable

Accounts receivable	2022		2021	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
Publications and royalties	2'223'636	10'190	1'931'946	10'040
Membership Dues (all years)	384'213	49'973	608'535	176'520
CA products receivables	0	775'159	0	653'066
Current account with Pension Fund	73'706	0	0	0
<b>Total accounts receivable</b>	<b>2'681'555</b>	<b>835'322</b>	<b>2'540'481</b>	<b>839'626</b>
	<b>3'516'877</b>		<b>3'380'107</b>	

#### 4. Other receivables

Other receivables	2022		2021	
	IEC St & S	G. Fund	IEC St & S	G. Fund
	CHF	CHF	CHF	CHF
Withholding tax	108'919	54'125	98'526	27'208
AVS	81'856	0	0	0
<b>Total other receivables</b>	<b>190'775</b>	<b>54'125</b>	<b>98'526</b>	<b>27'208</b>
	<b>244'900</b>		<b>125'734</b>	

#### 5. Prepaid expenses & accrued income

Prepaid expenses & accrued income	2022			2021		
	IEC St & S	IEC CA Systems	G. Fund	IEC St & S	IEC CA Systems	G. Fund
	CHF	CHF	CHF	CHF	CHF	CHF
Prepaid expenses	147'525	432'452	0	784'610	411'860	0
Accrued income	4'696'000	212'351	622	3'659'027	210'537	818
<b>Total prepaid expenses &amp; accrued income</b>	<b>4'843'525</b>	<b>644'803</b>	<b>622</b>	<b>4'443'637</b>	<b>622'397</b>	<b>818</b>
	<b>5'488'950</b>			<b>5'066'852</b>		

Prepaid expenses are insurance premiums 2023 and various subscriptions 2023

Accrued income is the estimation of Q4 royalties at CHF 3.06M on Resellers, CHF 1.64M on NCs, and accrued interest.

#### 6. Long Term Assets

The **Rental Guarantee** is for the IEC office space in Geneva. See Note 24 – Leases.

**Fixed assets** - Until 2016, all purchases were entirely expensed/depreciated at the end of each year under the previous accounting principles. There were no disposals of fixed assets in 2022 or 2021.

2022	Office furniture	Office equipment	IT equipment	Total
<b>Tangible Assets</b>				
Opening balance at 1 January	70'765	12'742	288'095	371'602
Additions	9'441	4'706	24'040	38'187
<b>Closing Balance at 31 December</b>	<b>80'206</b>	<b>17'448</b>	<b>312'135</b>	<b>409'789</b>
Accumulated depreciation at 1 January	(51'822)	(11'400)	(253'928)	(317'150)
Current year depreciation	(14'841)	(2'733)	(31'377)	(48'951)
<b>Closing Balance at 31 December</b>	<b>(66'663)</b>	<b>(14'133)</b>	<b>(285'305)</b>	<b>(366'101)</b>
<b>Net book value et 31 December</b>	<b>13'542</b>	<b>3'315</b>	<b>26'830</b>	<b>43'688</b>

2021	Office furniture	Office equipment	IT equipment	Total
<b>Tangible Assets</b>				
Opening balance at 1 January	67'866	12'213	255'688	335'767
Additions	2'899	529	32'407	35'835
<b>Closing Balance at 31 December</b>	<b>70'765</b>	<b>12'742</b>	<b>288'095</b>	<b>371'602</b>
Accumulated depreciation at 1 January	(37'669)	(8'565)	(191'464)	(237'698)
Current year depreciation	(14'153)	(2'835)	(62'464)	(79'452)
<b>Closing Balance at 31 December</b>	<b>(51'822)</b>	<b>(11'400)</b>	<b>(253'928)</b>	<b>(317'150)</b>
<b>Net book value et 31 December</b>	<b>18'943</b>	<b>1'342</b>	<b>34'167</b>	<b>54'452</b>



## Trademarks

2022						Total
Trademarks	IEC St&S	IECEE	IECEX	IECQ	IECRE	
Opening balance at 1 January	91'670	286'445	950'345	384'532	29'130	1'742'122
Additions	37'970	5'500	35'485	10'960	0	89'915
<b>Closing Balance at 31 December</b>	<b>129'640</b>	<b>291'945</b>	<b>985'830</b>	<b>395'492</b>	<b>29'130</b>	<b>1'832'037</b>
Accumulated depreciation at 1 January	15'802	56'014	184'431	73'889	4'228	334'363
Current year depreciation	12'955	29'195	98'583	39'549	2'913	183'204
<b>Closing Balance at 31 December</b>	<b>28'757</b>	<b>85'209</b>	<b>283'014</b>	<b>113'438</b>	<b>7'141</b>	<b>517'555</b>
<b>Net book value et 31 December</b>	<b>100'883</b>	<b>206'736</b>	<b>702'816</b>	<b>282'054</b>	<b>21'989</b>	<b>1'314'478</b>

2021						Total
Trademarks	IEC St&S	IECEE	IECEX	IECQ	IECRE	
Opening balance at 1 January	66'345	273'695	893'960	354'360	13'145	1'601'505
Additions	25'325	12'750	56'385	30'172	15'985	140'617
<b>Closing Balance at 31 December</b>	<b>91'670</b>	<b>286'445</b>	<b>950'345</b>	<b>384'532</b>	<b>29'130</b>	<b>1'742'122</b>
Accumulated depreciation at 1 January	6'635	27'370	89'396	35'436	1'315	160'151
Current year depreciation	9'167	28'645	95'035	38'453	2'913	174'213
<b>Closing Balance at 31 December</b>	<b>15'802</b>	<b>56'014</b>	<b>184'431</b>	<b>73'889</b>	<b>4'228</b>	<b>334'364</b>
<b>Net book value et 31 December</b>	<b>75'869</b>	<b>230'431</b>	<b>765'915</b>	<b>310'643</b>	<b>24'903</b>	<b>1'407'758</b>

## Intangible assets in progress

2022	Content Creation			Content Delivery		Total
	Collaboration Platform	XML conversion	Online Authoring	API + Data feeds	Online Collections	
<b>Intangible fixed assets</b>	CHF	CHF	CHF	CHF	CHF	CHF
Opening balance at 1 January	1'606'982	1'342'237	202'273	100'000	100'000	3'351'492
Additions	0	0	0	0	0	0
<b>Closing Balance at 31 December</b>	<b>1'606'982</b>	<b>1'342'237</b>	<b>202'273</b>	<b>100'000</b>	<b>100'000</b>	<b>3'351'492</b>
Accumulated depreciation at 1 January	(642'793)	(536'895)	(80'909)	(40'000)	(40'000)	(1'340'597)
Current year depreciation	(321'396)	(268'447)	(40'455)	(20'000)	(20'000)	(670'298)
<b>Closing Balance at 31 December</b>	<b>(964'189)</b>	<b>(805'342)</b>	<b>(121'364)</b>	<b>(60'000)</b>	<b>(60'000)</b>	<b>(2'010'895)</b>
<b>Net book value at 31 December</b>	<b>642'793</b>	<b>536'895</b>	<b>80'909</b>	<b>40'000</b>	<b>40'000</b>	<b>1'340'597</b>

2021	Content Creation			Content Delivery		Total
	Collaboration Platform	XML conversion	Online Authoring	API + Data feeds	Online Collections	
<b>Intangible fixed assets</b>	CHF	CHF	CHF	CHF	CHF	CHF
Opening balance at 1 January	1'606'982	1'342'237	202'273	100'000	100'000	3'351'492
Additions	0	0	0	0	0	0
<b>Closing Balance at 31 December</b>	<b>1'606'982</b>	<b>1'342'237</b>	<b>202'273</b>	<b>100'000</b>	<b>100'000</b>	<b>3'351'492</b>
Accumulated depreciation at 1 January	(321'396)	(268'447)	(40'455)	(20'000)	(20'000)	(670'298)
Current year depreciation	(321'396)	(268'447)	(40'455)	(20'000)	(20'000)	(670'298)
<b>Closing Balance at 31 December</b>	<b>(642'793)</b>	<b>(536'895)</b>	<b>(80'909)</b>	<b>(40'000)</b>	<b>(40'000)</b>	<b>(1'340'596)</b>
<b>Net book value at 31 December</b>	<b>964'189</b>	<b>805'342</b>	<b>121'364</b>	<b>60'000</b>	<b>60'000</b>	<b>2'010'896</b>

Intangible assets represent major long-term value projects, such as the Standards Development and Business Platform, which includes the conversion of standards into XML designed to provide ongoing economic value to the organization on completion. 2020 was the first year of depreciation. The total intangible asset amount will be depreciated over 5 years, with the final instalment in 2024.

## 7. Short-term liabilities

Short-term liabilities	2022		2021	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
Suppliers	214'956	58'801	618'882	0
Royalties to be paid	4'987'191	0	6'315'316	0
Corporate accounts	0	0	235'836	0
Current Account with Pension Fund	0	0	203'324	0
Social charges and insurances to be paid	7'478	0	45'065	0
Accrued liabilities	452'985	137'558	257'974	170'236
<b>Total short-term liabilities</b>	<b>5'662'610</b>	<b>196'359</b>	<b>7'676'396</b>	<b>170'236</b>
	<b>5'858'969</b>		<b>7'846'632</b>	

## 8. Royalties to be paid

Royalties to be paid to National Committees	2022	2021
	CHF	CHF
Royalties on IEC CO sales	663'868	674'997
Royalties on CO appointed Sales Outlets	1'469'924	1'400'000
Pending royalties	2'853'399	4'240'319
<b>Total royalties to be paid</b>	<b>4'987'191</b>	<b>6'315'316</b>

Royalties are paid quarterly to NC's (National Committees) on the IEC-SEC (IEC Secretariat) sales, and income from IEC-SEC appointed Sales Outlets, in the following period once the balances are finalized and remittances received.

Pending royalties are accrued amounts which the IEC has been unable to pay to specific National Committees for various structural reasons beyond its control. The IEC negotiates in each case with recipients to find practical modalities.

## 9. Provisions

The Provision for untaken holiday represents the theoretical financial liability for days of staff vacation remaining at 31 December. These holidays are all normally taken by 30 April of the following year.

The Provision for Extraordinary Expense concerns a legacy tax and social security issue in relation to a member of the executive management. The provisioned amount in 2018 was to cover all remaining commitments. The residual 2022 provision represents items still to be formally finalized and communicated by the competent tax authorities, including a reimbursement from the Swiss Social Security Services received in 2022.

The Provision for IECEX & IECQ concerns liabilities in case of the cessation of activities of the IECEX & IECQ offices in Australia.

## 10. Capital & Reserves

The IEC currently has no Restricted Funds. Its Capital & Reserves comprise Free Capital and Designated Funds. See both the table of Statement of Changes in Equity and the paragraph under Significant Accounting Policies on Capital & Reserves.

## 11. Global Impact Fund

The Global Impact Fund was created in 2022 to advance the IEC vision of “a safer and more efficient world” and demonstrates the catalytic impact of IEC International Standards and IEC Conformity Assessment Systems in addressing many of today’s social, economic, and environmental challenges. As a reflection of this commitment, the IEC launched the fund through a three-year annual contribution of 1% of its capital & reserves over the 2022-2025 pilot phase. This seed funding will build a global partnership aligned with the IEC’s values and mission with additional funding sources being sought from 2023 onwards. The first project on circularity and e-waste, where an SME will be funded to implement this work, entered the selection stage in late 2022 and will move to implementation in 2023.

<b>IEC Global Impact Fund</b>	<b>2022</b>	<b>2021</b>
	CHF	CHF
<b>Allocations at 31 December 2022:</b>		
Standards & Services & Guarantee Fund	400'194	0
IECEE	61'189	0
IECQ	25'660	0
IECEX	5'230	0
IECRE *	0	0
	<b>492'273</b>	<b>0</b>

Initial start-up expenditure in 2022 amounted to CHF 56'485, with the residual balance at 31 December 2022 of CHF 435'788 being presented on the Balance Sheet for the Designated Fund relative to the Global Impact Fund.

## 12. Membership Dues

<b>Membership Dues</b>	<b>2022</b>	<b>2021</b>
	CHF	CHF
<b>IEC St &amp; S</b>		
Group A	5'545'800	5'530'800
Non-Group A	5'149'300	5'211'300
Associate	582'200	526'700
<b>Total IEC St &amp; S</b>	<b>11'277'300</b>	<b>11'268'800</b>
<b>IEC CA Systems</b>		
IECEE	1'281'174	1'221'722
IECEX	337'000	326'000
IECQ	205'000	202'500
IECRE	105'000	91'000
<b>Total IEC CA Systems</b>	<b>1'928'174</b>	<b>1'841'222</b>
<b>Total Membership Dues</b>	<b>13'205'474</b>	<b>13'110'022</b>



### 13. Net sales

<b>Net sales</b>	<b>2022</b>	<b>2021</b>
	CHF	CHF
Hard copies	171'817	176'027
Electronic copies	4'385'869	4'784'745
Networking, special and corporate accounts	1'767'806	1'594'851
IEC CA Systems publications	4'378	2'955
<b>Total</b>	<b>6'329'870</b>	<b>6'558'578</b>
Mailing	14'218	14'200
	<b>6'344'088</b>	<b>6'572'779</b>
Commission & other expenses	(123'333)	(164'418)
Royalties to National Committees & partners	(3'443'412)	(3'594'629)
<b>Net sales</b>	<b>2'777'343</b>	<b>2'813'732</b>

### 14. Net royalties

<b>Net royalties</b>	<b>2022</b>	<b>2021</b>
	CHF	CHF
Royalties from NCs	6'728'955	6'741'992
Royalties from Sales outlets	14'726'584	10'856'519
Sales outlets royalties to National Committees	(7'699'556)	(5'969'239)
<b>Net royalties</b>	<b>13'755'983</b>	<b>11'629'272</b>

As from 2020 an adjustment is made to include a direct reseller payment to an NC which was not previously included. This adjustment had no effect on the overall result of IEC Net Royalties.

### 15. Other income

Other income is minimal and comprises training income from the IEC Academy, commission on the levy of tax at source, reimbursement of CO<sub>2</sub> tax, payment for parking by consultants and other small miscellaneous items.

### 16. Personnel expenses

Salaries and related charges for IEC including IEC CA Systems were as follows:

<b>Personnel expenses</b>	<b>2022</b>		<b>2021</b>	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
Gross salaries	14'263'574	2'830'841	14'376'773	2'572'186
Social charges	1'259'757	83'116	1'293'639	93'359
Pension Fund expenses	2'756'949	171'789	2'722'339	172'150
Other personnel expenses	191'782	0	99'193	133'000
<b>Total personnel expenses</b>	<b>18'472'063</b>	<b>3'085'746</b>	<b>18'491'944</b>	<b>2'970'695</b>
	<b>21'557'809</b>		<b>21'462'639</b>	

There were 136 employees at end-Dec 2022 for a FTE, full-time equivalent, of 129.7 (2021: 137 employees. full-time equivalent of 128.5).

## 17. Office & administration

Office & administration	2022		2021	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
IT	2'085'927	163'782	1'721'142	145'438
Legal & audit	186'545	19'963	182'385	9'500
White papers	96'422	0	80'670	0
Other office & administration	1'784'546	787'923	1'214'437	854'105
<b>Total Office &amp; administration</b>	<b>4'153'440</b>	<b>971'668</b>	<b>3'198'634</b>	<b>1'009'043</b>
	<b>5'125'108</b>		<b>4'207'677</b>	

## 18. Communications & printing

Communications & printing	2022		2021	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
Communications	333'226	17'382	387'780	57'081
Printing	61'996	0	72'488	0
<b>Total Communications &amp; printing</b>	<b>395'222</b>	<b>17'382</b>	<b>460'268</b>	<b>57'081</b>
	<b>412'604</b>		<b>517'349</b>	

## 19. Meetings & travel expenses

Meetings & travel expenses	2022		2021	
	IEC St & S	IEC CA Systems	IEC St & S	IEC CA Systems
	CHF	CHF	CHF	CHF
Meetings	283'115	15'346	154'106	61
Travel	1'147'319	89'176	193'214	2'015
Special events	0	77'220	0	52'787
<b>Total Meetings &amp; travel expenses</b>	<b>1'430'435</b>	<b>181'742</b>	<b>347'320</b>	<b>54'863</b>
	<b>1'612'177</b>		<b>402'183</b>	

## 20. Depreciation

See note 6 on Fixed Assets and the paragraph under Accounting Principles on Tangible and Intangible Fixed Assets.

## 21. Net financial revenue

Net financial revenue	2022				2021			
	IEC St & S	IEC CA Systems	G. Fund	Total	IEC St & S	IEC CA Systems	G. Fund	Total
	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF
Interest income on investments & treasury	22'342	0	78'988	101'330	85'493	81'236	80'730	247'459
Interests on dues outstanding	6'501	0	0	6'501	10'614	0	0	10'614
Unrealised gain	308'479	0	3'706	312'185	444'217	0	558'047	1'002'264
Realised gain	0	0	0	0	0	0	71'789	71'789
Unrealised exchange gain	1'969	0	0	1'969	0	0	0	0
Realised exchange gain	21'271	0	0	21'271	8	0	0	8
<b>Total of income</b>	<b>360'562</b>	<b>0</b>	<b>82'694</b>	<b>443'256</b>	<b>540'332</b>	<b>81'236</b>	<b>710'566</b>	<b>1'332'134</b>
Bank charges and commissions	131'108	0	32'332	163'440	82'150	0	39'271	121'421
Unrealised loss	1'779'039	491'290	1'250'946	3'521'275	237'543	0	102'107	339'650
Realised loss	138'958	0	9'872	148'830	0	0	3'308	3'308
Unrealised exchange losses	0	0	53'468	53'468	66'153	0	53'539	119'692
Realised exchange losses	0	0	4'469	4'469	0	0	91	91
<b>Total of charges</b>	<b>2'049'105</b>	<b>491'290</b>	<b>1'351'087</b>	<b>3'891'482</b>	<b>385'846</b>	<b>0</b>	<b>198'316</b>	<b>584'162</b>
<b>Total net financial revenue</b>	<b>(1'688'543)</b>	<b>(491'290)</b>	<b>(1'268'393)</b>	<b>(3'448'226)</b>	<b>154'486</b>	<b>81'236</b>	<b>512'250</b>	<b>747'972</b>
	<b>(3'448'226)</b>				<b>747'972</b>			

## 22. Operational & Financial Result before Allocations

This result indicates the final amount to be allocated to or (from) Capital & Reserves after all IEC operational and financial activities are considered for 2022.

## 23. Allocations

Specific allocations (to) or from Capital & Reserves on the Balance Sheet.

The principal allocations to Designated Funds, of CHF 863'444 to the Reserve for Innovation & Digitalization and CHF 492'273 for the Global Impact Fund are the sum of the Operational & Financial Result plus other allocations for depreciation.

Allocations from Capital and Reserves to cover depreciation in 2022 comprise CHF 48'951 from the Reserve for Equipment Depreciation & Renewal and CHF 670'298 from the Reserve for Standards Development & Business Platform. A further allocation of CHF 56'485 was made to cover Global Impact Fund expenditure in 2022.

To be read in conjunction with the Table of Changes in Equity for a complete view of movements to and from Capital & Reserves and the Matrix of IEC Business Units in Note 31.

## 24. Leases

Non-cancellable operating lease rentals are payable as follows:

Lease	2022	2021
	CHF	CHF
Up to 1 year	580'980	546'000
Between 1 and 5 years	0	69'960
More than 5 years	0	0
<b>Total</b>	<b>580'980</b>	<b>615'960</b>

The office rental lease (Less than one year) with the State of Geneva came to an end at the end of 2017 and is now on a year-to-year tacit renewal basis with the FIPOI – Foundation for Buildings for International Organizations of the State of Geneva.

Other leasing represents rental of printing and copying machines for publications and brochures with an annual term renewal in 2023.

## 25. Related Parties

The IEC has a related party relationship with its board members, officers and an executive officer. The surveillance of Related Parties has been reinforced this year with data collected directly from board members and IEC staff.

### Board Members & Officers

Board members serve on a voluntary basis and receive no remuneration. The President, Deputy President and the Treasurer are reimbursed for effective cost of travel and accommodation for participation in board and other meetings.

### Key Executive Management

Key management of the IEC Secretariat referenced below includes the IEC Secretary-General, Directors, and Heads of Department.

Key Management	2022	2021
	CHF	CHF
Short-term employee benefits	4'015'155	4'271'354
Post-employment benefits	766'977	792'873
<b>Total</b>	<b>4'782'132</b>	<b>5'064'227</b>

Total remuneration expense is included under Personnel Expenses in the Statement of Income & Expenditure.

There were no loans to key executive management for the years ended 31 December 2022 and 31 December 2021.

## **26. Guarantees**

Guarantees concern office rental only and are recoverable on vacating the premises subject to the prevailing contracts.

## **27. Fees paid to the Auditor**

Fees paid to the auditors amount to CHF 40'000 for both 2022 and 2021.

## **28. Capital Commitments & Contingencies**

The IEC encounters certain risks and uncertainties in conducting its affairs. These risks and uncertainties have financial statement implications. In all instances, these have been considered in the financial statements, despite the fact that the outcomes of these uncertainties cannot be predicted with absolute certainty. Management has concluded that provisions for these risks are appropriate, and any adverse resolution of these uncertainties will not have a material impact on the financial position or results.

## **29. Subsequent Events**

No events have occurred between balance sheet date and the date of this report that require adjustment to, or disclosure in, these financial statements.

## **30. Approval**

The IEC Financial Statements are published, with a view to approval, not later than 1st April each year. They are prepared for the Secretary-General by the CFO and Head of Finance, verified by a professional auditor and signed by the Treasurer and President. They are recommended by the Treasurer to the General Assembly for approval, following review by the Governance Review and Audit Committee (GRAC) and IEC Board at their meetings in April to June. The Treasurer will then request IEC Full Members to approve these Financial Statements at the IEC General Assembly in October 2023.

### 31. Matrix IEC Business Units 2022 / 2021

#### Matrix 2022

BALANCE SHEET AS AT 31 DECEMBER 2022 - IEC

	Standards&Services	IECEE	IECEX	IECQ	IECRE	Guarantee Fund	GIF	Elimination	2022
									CHF
<b>ASSETS</b>									
<b>Current Assets</b>	<b>38'122'248</b>	<b>5'804'653</b>	<b>2'417'982</b>	<b>682'744</b>	<b>261'404</b>	<b>7'894'579</b>	<b>435'788</b>	<b>(1'670'677)</b>	<b>53'948'720</b>
Cash & cash equivalents	12'370'214	1'128'907	610'839	131'889	112'195	134'489	0	0	14'488'533
<b>Securities</b>	<b>17'634'239</b>	<b>4'530'157</b>	<b>216'215</b>	<b>298'872</b>	<b>0</b>	<b>7'529'978</b>	<b>0</b>	<b>0</b>	<b>30'209'460</b>
Securities (IEC Pool investment)	17'634'239	4'530'157	216'215	298'872					22'679'482
Securities (Guarantee Fund))						7'529'978			7'529'978
<b>Accounts receivable</b>	<b>3'083'495</b>	<b>145'590</b>	<b>1'094'005</b>	<b>117'612</b>	<b>135'700</b>	<b>175'365</b>	<b>435'788</b>	<b>(1'670'677)</b>	<b>3'516'878</b>
Publications and royalties	2'223'637	9'930	180	80					2'233'827
Membership Dues (all years)	384'213	11'273	5'250	10'000	23'450				434'186
CA products receivable		53'416	513'436	96'056	112'250				775'159
Current accounts with:									
- IEC ST&S		70'970	541'289	11'476		175'365	435'788	(1'234'888)	
- IECEX	401'939							(401'939)	
- IECEE			33'850					(33'850)	
Pension Fund	73'706								73'706
<b>Other receivables</b>	<b>190'775</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>54'125</b>	<b>0</b>	<b>0</b>	<b>244'900</b>
<b>Prepaid expenses and accrued income</b>	<b>4'843'525</b>	<b>0</b>	<b>496'923</b>	<b>134'370</b>	<b>13'509</b>	<b>622</b>	<b>0</b>	<b>0</b>	<b>5'488'950</b>
<b>Long Term Assets</b>	<b>1'621'739</b>	<b>206'735</b>	<b>702'817</b>	<b>282'054</b>	<b>21'989</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2'835'334</b>
Rental Guarantee	136'570								136'570
Trademarks	100'883	206'735	702'817	282'054	21'989				1'314'478
Tangible fixed assets, net	43'688								43'688
Intangible assets	1'340'598								1'340'598
<b>TOTAL ASSETS</b>	<b>39'743'986</b>	<b>6'011'388</b>	<b>3'120'799</b>	<b>964'797</b>	<b>283'393</b>	<b>7'894'579</b>	<b>435'788</b>	<b>(1'670'677)</b>	<b>56'784'054</b>
<b>LIABILITIES, CAPITAL AND RESERVES</b>									
<b>Current Liabilities</b>	<b>9'016'513</b>	<b>163'097</b>	<b>501'538</b>	<b>439'846</b>	<b>402'039</b>	<b>0</b>	<b>0</b>	<b>(1'670'677)</b>	<b>8'852'355</b>
<b>Short-term liabilities</b>	<b>6'892'499</b>	<b>163'097</b>	<b>66'852</b>	<b>5'160</b>	<b>402'039</b>	<b>0</b>	<b>0</b>	<b>(1'670'677)</b>	<b>5'858'969</b>
Suppliers	214'956	16'445	42'356						273'757
Royalties to be paid	4'987'191								4'987'191
Corporate accounts (note + revenue recognition)	0								0
Current Account with:									
- IEC ST&S					401'939			(401'939)	
- IECEE System	70'970							(70'970)	
- IECEX System	541'289							(541'289)	
- IECQ System	11'476							(11'476)	
- Guarantee Fund	175'365							(175'365)	
- Global Impact Fund	435'788							(435'788)	
- IECEE		33'850						(33'850)	
Pension Fund	0								0
Social charges and insurances to be paid	7'478								7'478
Accrued liabilities	447'985	112'802	24'496	5'160	100				590'543
<b>Deferred Income</b>	<b>1'637'489</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1'637'489</b>
Membership Dues received in advance	1'242'631								1'242'631
Publications income received in advance	394'858								394'858
<b>Provisions</b>	<b>486'525</b>	<b>0</b>	<b>434'686</b>	<b>434'686</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1'355'897</b>
Provision for untaken holiday	354'677								354'677
Provision for Extraordinary Expense	131'848								131'848
Provision for IECEX & IECQ			434'686	434'686					869'372
<b>Capital &amp; Reserves</b>	<b>30'727'474</b>	<b>5'848'292</b>	<b>2'619'260</b>	<b>524'951</b>	<b>(118'646)</b>	<b>7'894'579</b>	<b>435'788</b>	<b>0</b>	<b>47'931'699</b>
<b>Free Capital</b>	<b>8'939'667</b>	<b>3'848'292</b>	<b>2'319'260</b>	<b>524'951</b>	<b>(118'646)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>15'513'525</b>
<b>Guarantee Fund</b>						<b>7'894'579</b>	<b>0</b>	<b>0</b>	<b>7'894'579</b>
<b>Designated Funds</b>	<b>21'787'806</b>	<b>2'000'000</b>	<b>300'000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>435'788</b>	<b>0</b>	<b>24'523'595</b>
Reserve for Operational & Financial Risk	2'903'871								2'903'871
Reserve for Fluctuation of Investment Portfolio	1'300'000								1'300'000
Reserve for Equipment Depreciation & Renewal	1'719'400								1'719'400
Reserve for Standards Development & Business Pla	1'340'598								1'340'598
Reserve for General Meeting	800'000								800'000
Reserve for Strategy/Masterplan	5'110'148								5'110'148
Reserve for Innovation & Digitalization	8'613'790								8'613'790
IECEE Development and implementation of new services		1'000'000							1'000'000
IECEE Development and support of IECEE Infrastructure		1'000'000							1'000'000
IECEX Reserve for Innovation & Promotion			300'000						300'000
Global Impact Fund							435'788		435'788
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<b>39'743'986</b>	<b>6'011'388</b>	<b>3'120'799</b>	<b>964'797</b>	<b>283'393</b>	<b>7'894'579</b>	<b>435'788</b>	<b>(1'670'677)</b>	<b>56'784'054</b>

Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures

STATEMENT OF INCOME & EXPENDITURE IEC  
FOR THE YEAR ENDED 31 DECEMBER 2022

International Electrotechnical Commission Geneva

	Standards&Services	IECEE	IECEX	IECQ	IECRE	Guarantee Fund	GIF	
								<b>2022</b>
								<b>CHF</b>
<b>INCOME</b>								
Membership Dues	11'277'300	1'281'174	337'000	205'000	105'000			13'205'474
Net sales	2'772'966	256	3'010	1'112	0	0	0	2'777'343
Gross sales	6'339'710	256	3'010	1'112				6'344'088
Commission & other expenses	(123'333)							(123'333)
Royalties to NCs	(3'443'412)							(3'443'412)
Net royalties	13'755'983	0	0	0	0	0	0	13'755'983
Gross royalties	21'455'538							21'455'538
Royalties to NCs	(7'699'556)							(7'699'556)
IEC CA systems operations	0	605'423	1'652'768	553'547	282'400	0	0	3'094'138
Participation fees		321'500	15'000		17'000			353'500
Certificates			1'258'850	448'112	246'400			1'953'362
Assessment fees			357'868	33'234				391'102
TRF Forms		258'440						258'440
Training				56'600				56'600
Other		25'483	21'050	15'601	19'000			81'134
Other income	31'923	0	0	0				31'923
<b>TOTAL OPERATIONAL INCOME</b>	<b>27'838'171</b>	<b>1'886'853</b>	<b>1'992'778</b>	<b>759'659</b>	<b>387'400</b>	<b>0</b>	<b>0</b>	<b>32'864'861</b>
<b>EXPENDITURE</b>								
Personnel expenses	18'472'063	1'190'161	1'111'320	511'888	272'377	0	0	21'557'809
Corporate services & business planning	6'712'536							6'712'536
Standards development	6'322'640							6'322'640
Promotion	1'863'585							1'863'585
IT	3'573'302							3'573'302
Conformity assessment		1'190'161	1'111'320	511'888	272'377			3'085'746
Rent & maintenance	927'338	42'000	92'812	10'000	10'000			1'082'150
Office & administration	4'048'163	255'523	564'380	150'898	57'867	0	48'276	5'125'108
IT	2'242'481		7'227					2'249'709
Legal & audit	192'739	3'600	7'061	725	2'383			206'508
White papers	96'422							96'422
Other office & administration	1'516'521	251'923	550'092	150'173	55'484		48'276	2'572'469
Communications & printing	395'222	0	17'382	0	0	0	0	412'604
Communications	333'226		17'382					350'608
Printing	61'996							61'996
Meetings & travel expenses	1'430'435	128'497	21'054	19'310	4'672	0	8'209	1'612'177
Meeting	283'115	15'000					346	298'461
Travel	1'147'319	113'497	21'054	19'310	4'672		7'863	1'313'716
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<b>25'273'221</b>	<b>1'616'181</b>	<b>1'806'948</b>	<b>692'096</b>	<b>344'916</b>	<b>0</b>	<b>56'485</b>	<b>29'789'848</b>
<b>OPERATIONAL RESULT</b>	<b>2'564'950</b>	<b>270'672</b>	<b>185'830</b>	<b>67'563</b>	<b>42'484</b>	<b>0</b>	<b>(56'485)</b>	<b>3'075'012</b>
Depreciation	(732'213)	(46'195)	(98'583)	(40'549)	(4'913)	0	0	(922'453)
Net financial revenue	(1'688'542)	(453'308)	(16'452)	(21'531)	0	(1'268'393)	0	(3'448'226)
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<b>144'195</b>	<b>(228'830)</b>	<b>70'795</b>	<b>5'482</b>	<b>37'570</b>	<b>(1'268'393)</b>	<b>(56'485)</b>	<b>(1'295'667)</b>
<b>OPERATIONAL &amp; FINANCIAL RESULT BEFORE ALLOCATIONS</b>								<b>(1'295'667)</b>
IEC Standards & Services	144'195							144'195
IECEE		(228'830)						(228'831)
IECEX			70'795					70'795
IECQ				5'482				5'482
IECRE					37'570			37'570
Guarantee Fund						(1'268'393)		(1'268'393)
Global Impact Fund							(56'485)	(56'485)
<b>ALLOCATIONS</b>	<b>(144'195)</b>	<b>228'830</b>	<b>(70'795)</b>	<b>(5'482)</b>	<b>(37'570)</b>	<b>1'268'393</b>	<b>56'485</b>	
<b>Allocations (to) / from Capital &amp; Reserves</b>								<b>1'295'667</b>
Capital Fund IEC Standards & Services								0
Capital Fund IEC Standards & Services for GIF	400'194							400'194
Capital Fund IECEE		228'830						228'831
Capital Fund IECEE for GIF		61'189						61'189
Capital Fund IECEX			(70'795)					(70'795)
Capital Fund IECEX for GIF			25'660					25'660
Capital Fund IECQ				(5'482)				(5'482)
Capital Fund IECQ for GIF				5'230				5'230
Capital Fund IECRE					(37'570)			(37'570)
Guarantee Fund						1'268'393		1'268'393
<b>Designated Funds</b>								
Reserve for Standards Development & Business Platform	670'298							670'298
Reserve for Equipment Depreciation & Renewal	48'951							48'951
Reserve for Innovation & Digitalization	(863'444)							(863'444)
Reserve for Operational & Financial Risk								0
Reserve for Strategy/Masterplan								0
IECEE Development and implementation of new services								0
IECEE Development and support of IECEE Infrastructure								0
Global Impact Fund	(400'194)	(61'189)	(25'660)	(5'230)				(492'273)
Global Impact Fund							56'485	56'485
<b>ANNUAL POSITION AFTER ALLOCATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

# Matrix 2021

BALANCE SHEET AS AT 31 DECEMBER 2021 - IEC

	International Electrotechnical Commission Geneva							2021	
	Standards&Services	IECEE	IECEX	IECQ	IECRE	Guarantee Fund	GIF		Elimination
									CHF
<b>ASSETS</b>									
<b>Current Assets</b>	<b>37'986'301</b>	<b>6'956'813</b>	<b>2'292'009</b>	<b>844'571</b>	<b>535'958</b>	<b>9'162'973</b>	<b>0</b>	<b>(2'725'815)</b>	<b>55'052'810</b>
<b>Cash &amp; cash equivalents</b>	<b>9'019'197</b>	<b>1'501'364</b>	<b>449'270</b>	<b>297'206</b>	<b>410'298</b>	<b>544'938</b>	<b>0</b>	<b>0</b>	<b>12'222'273</b>
<b>Securities</b>	<b>20'043'747</b>	<b>5'228'802</b>	<b>241'112</b>	<b>329'539</b>	<b>0</b>	<b>8'414'644</b>	<b>0</b>	<b>0</b>	<b>34'257'844</b>
Securities (IEC Pool investment)	20'043'747	5'228'802	241'112	329'539		8'414'644			25'843'200
Securities (Guarantee Fund))									8'414'644
<b>Accounts receivable</b>	<b>4'381'194</b>	<b>226'272</b>	<b>1'132'050</b>	<b>89'840</b>	<b>101'200</b>	<b>175'365</b>	<b>0</b>	<b>(2'725'815)</b>	<b>3'380'107</b>
Publications and royalties	1'931'946	4'790	5'250						1'941'986
Membership Dues (all years)	608'535	136'070		10'000	30'450				785'055
CA products receivable		85'412	417'064	79'840	70'750				653'066
Current accounts with:									
- IEC ST&S			709'736			175'365	0	(885'101)	0
- IECEE	942'118							(942'118)	
- IECQ	181'519							(181'519)	
- IECRE	717'076							(717'076)	
Pension Fund	0								0
<b>Other receivables</b>	<b>98'526</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>27'208</b>	<b>0</b>	<b>0</b>	<b>125'734</b>
<b>Prepaid expenses and accrued income</b>	<b>4'443'637</b>	<b>375</b>	<b>469'577</b>	<b>127'986</b>	<b>24'460</b>	<b>818</b>	<b>0</b>	<b>0</b>	<b>5'066'852</b>
<b>Long Term Assets</b>	<b>2'277'786</b>	<b>230'430</b>	<b>765'915</b>	<b>310'643</b>	<b>24'902</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3'609'676</b>
Rental Guarantee	136'570								136'570
Trademarks	75'868	230'430	765'915	310'643	24'902				1'407'758
Tangible fixed assets, net	54'452								54'452
Intangible assets	2'010'896								2'010'896
<b>TOTAL ASSETS</b>	<b>40'264'087</b>	<b>7'187'243</b>	<b>3'057'924</b>	<b>1'155'214</b>	<b>560'860</b>	<b>9'162'973</b>	<b>0</b>	<b>(2'725'815)</b>	<b>58'662'485</b>
<b>LIABILITIES, CAPITAL AND RESERVES</b>									
<b>Current Liabilities</b>	<b>9'280'614</b>	<b>1'048'931</b>	<b>483'799</b>	<b>630'515</b>	<b>717'076</b>	<b>0</b>	<b>0</b>	<b>(2'725'815)</b>	<b>9'435'120</b>
<b>Short-term liabilities</b>	<b>8'561'498</b>	<b>1'048'931</b>	<b>49'113</b>	<b>195'829</b>	<b>717'076</b>	<b>0</b>	<b>0</b>	<b>(2'725'815)</b>	<b>7'846'632</b>
Suppliers	618'882								618'882
Royalties to be paid	6'315'316								6'315'316
Corporate accounts (note + revenue recognition)	235'836								235'836
Current Account with:									
- IEC ST&S		942'118		181'519	717'076			(1'840'713)	0
- IECEE System								0	
- IECEX System	709'736							(709'736)	
- IECQ System								0	
- Guarantee Fund	175'365							(175'365)	
Pension Fund	203'324								203'324
Social charges and insurances to be paid	45'065								45'065
Accrued liabilities	257'974	106'813	49'113	14'310					428'210
<b>Deferred Income</b>	<b>352'400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>352'400</b>
Membership Dues received in advance	352'400								352'400
<b>Provisions</b>	<b>366'716</b>	<b>0</b>	<b>434'686</b>	<b>434'686</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1'236'088</b>
Provision for untaken holiday	343'409								343'409
Provision for Extraordinary Expense	23'307								23'307
Provision for IECEX & IECQ			434'686	434'686					869'372
<b>Capital &amp; Reserves</b>	<b>30'983'473</b>	<b>6'138'312</b>	<b>2'574'125</b>	<b>524'699</b>	<b>(156'216)</b>	<b>9'162'973</b>	<b>0</b>	<b>0</b>	<b>49'227'366</b>
<b>Free Capital</b>	<b>9'339'861</b>	<b>4'138'312</b>	<b>2'274'125</b>	<b>524'699</b>	<b>(156'216)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>16'120'781</b>
<b>Guarantee Fund</b>						<b>9'162'973</b>	<b>0</b>	<b>0</b>	<b>9'162'973</b>
<b>Designated Funds</b>	<b>21'643'612</b>	<b>2'000'000</b>	<b>300'000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>23'943'612</b>
Reserve for Operational & Financial Risk	2'903'871								2'903'871
Reserve for Fluctuation of Investment Portfolio	1'300'000								1'300'000
Reserve for Equipment Depreciation & Renewal	1'768'351								1'768'351
Reserve for Standards Development & Business Pla	2'010'896								2'010'896
Reserve for General Meeting	800'000								800'000
Reserve for Strategy/Masterplan	5'110'148								5'110'148
Reserve for Innovation & Digitalization	7'750'346								7'750'346
IECEE Development and implementation of new services		1'000'000							1'000'000
IECEE Development and support of IECEE Infrastructure		1'000'000							1'000'000
IECEX Reserve for Innovation & Promotion			300'000						300'000
Global Impact Fund									0
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<b>40'264'087</b>	<b>7'187'243</b>	<b>3'057'924</b>	<b>1'155'214</b>	<b>560'860</b>	<b>9'162'973</b>	<b>0</b>	<b>(2'725'815)</b>	<b>58'662'486</b>

Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures



STATEMENT OF INCOME & EXPENDITURE IEC  
FOR THE YEAR ENDED 31 DECEMBER 2021

	International Electrotechnical Commission Geneva						2021
	Standards&Services	IECEE	IECEX	IECQ	IECRE	Guarantee Fund	
							CHF
<b>INCOME</b>							
Membership Dues	11'268'800	1'221'722	326'000	202'500	91'000		13'110'022
Net sales	2'810'776	0	1'615	1'340	0	0	2'813'732
Gross sales	6'569'823		1'615	1'340			6'572'779
Commission & other expenses	(164'418)						(164'418)
Royalties to NCs	(3'594'629)						(3'594'629)
Net royalties	11'629'272	0	0	0	0	0	11'629'272
Gross royalties	17'598'511						17'598'511
Royalties to NCs	(5'969'239)						(5'969'239)
IEC CA systems operations	0	635'845	1'758'178	507'264	298'950	0	3'200'237
Participation fees		326'577	12'000	20'000	26'000		384'577
Certificates			1'278'697	413'454	247'950		1'940'101
Assessment fees			440'481	0			440'901
TRF Forms		308'847					308'848
Training				65'400			65'400
Other		421	27'000	8'410	25'000		60'410
Other income	123'784	0	0	0			123'784
<b>TOTAL OPERATIONAL INCOME</b>	<b>25'832'632</b>	<b>1'857'567</b>	<b>2'085'793</b>	<b>711'104</b>	<b>389'950</b>	<b>0</b>	<b>30'877'047</b>
<b>EXPENDITURE</b>							
Personnel expenses	18'491'944	1'153'409	1'058'400	487'516	271'370	0	21'462'639
Corporate services & business planning	6'428'071						6'428'071
Standards development	6'233'190						6'233'190
Promotion	2'232'932						2'232'932
IT	3'597'751						3'597'751
Conformity assessment		1'153'409	1'058'400	487'516	271'370		2'970'695
Rent & maintenance	853'407	42'000	89'514	10'000	10'000		1'004'921
Office & administration	3'198'634	271'087	629'499	63'984	44'472	0	4'207'677
IT	1'721'142						1'731'383
Legal & audit	182'385	3'000	20'371	3'423	2'472		212'251
White papers	80'670						80'670
Other office & administration	1'214'437	268'087	609'128	60'561	42'000		2'183'373
Communications & printing	460'268	1'539	23'164	32'378	0	0	517'349
Communications	387'780	1'539	23'164	32'378	0		444'861
Printing	72'488						72'487
Meetings & travel expenses	347'320	52'930	506	1'427	0	0	402'182
Meeting	154'106	82					154'106
Travel	193'214	52'848	506	1'427	0		248'077
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<b>23'351'573</b>	<b>1'520'965</b>	<b>1'801'083</b>	<b>595'305</b>	<b>325'842</b>	<b>0</b>	<b>27'594'769</b>
<b>OPERATIONAL RESULT</b>	<b>2'481'059</b>	<b>336'602</b>	<b>284'710</b>	<b>115'799</b>	<b>64'108</b>	<b>0</b>	<b>3'282'279</b>
Depreciation	(758'917)	(28'645)	(95'034)	(38'453)	(4'913)		(925'962)
Net financial revenue	154'486	75'210	2'652	3'373	0	512'250	747'972
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<b>1'876'628</b>	<b>383'168</b>	<b>192'329</b>	<b>80'719</b>	<b>59'195</b>	<b>512'250</b>	<b>3'104'289</b>
<b>OPERATIONAL &amp; FINANCIAL RESULT BEFORE ALLOCAT</b>	<b>1'876'628</b>	<b>383'168</b>	<b>192'329</b>	<b>80'719</b>	<b>59'195</b>	<b>512'250</b>	<b>3'104'289</b>
IEC Standards & Services	1'876'628						1'876'628
IECEE		383'168					383'168
IECEX			192'329				192'329
IECQ				80'719			80'719
IECRE					59'195		59'195
Guarantee Fund						512'250	512'250
Global Impact Fund							0
<b>ALLOCATIONS</b>							
Allocations (to) / from Capital & Reserves	(1'876'628)	(383'168)	(192'328)	(80'719)	(59'195)	(512'250)	(3'104'289)
Capital Fund IEC Standards & Services							0
Capital Fund IEC Standards & Services for GIF							0
Capital Fund IECEE		1'616'832					1'616'832
Capital Fund IECEE for GIF							0
Capital Fund IECEX			(192'328)				(192'328)
Capital Fund IECEX for GIF							0
Capital Fund IECQ				(80'719)			(80'719)
Capital Fund IECQ for GIF							0
Capital Fund IECRE					(59'195)		(59'195)
Guarantee Fund						(512'250)	(512'250)
<b>Designated Funds</b>							
Reserve for Standards Development & Business Platform	670'298						670'298
Reserve for Equipment Depreciation & Renewal	79'452						79'452
Reserve for Innovation & Digitalization	(1'000'000)						(1'000'000)
Reserve for Operational & Financial Risk	(626'378)						(626'378)
Reserve for Strategy/Masterplan	(1'000'000)						(1'000'000)
IECEE Development and implementation of new services		(1'000'000)					(1'000'000)
IECEE Development and support of IECEE Infrastructure		(1'000'000)					(1'000'000)
Global Impact Fund							0
Global Impact Fund							0
<b>ANNUAL POSITION AFTER ALLOCATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



**Appendix<sup>1</sup> to the IEC Statutory Financial Statements 2022**  
**Individual IEC Entity Financial Statements:**

- **IEC Standards & Services**
- **IECEE**
- **IECEX**
- **IECQ**
- **IECRE**
- **IEC Guarantee Fund**
- **IEC Global Impact Fund**

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<sup>1</sup> The information in this Annex is an extract of note 31 of the IEC Statutory Financial Statements for 2022

**BALANCE SHEET AS AT 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

Standards &amp; Services

(with comparative figures for 2021)

	<u>2022</u>	<u>2021</u>
	<u>CHF</u>	<u>CHF</u>
<b>ASSETS</b>		
<b>Current Assets</b>	<b><u>38'122'248</u></b>	<b><u>37'986'301</u></b>
<b>Cash &amp; cash equivalents</b>	<b>12'370'214</b>	<b>9'019'197</b>
<b>Securities (IEC Pool investment)</b>	<b>17'634'239</b>	<b>20'043'747</b>
<b>Accounts receivable</b>	<b>3'083'495</b>	<b>4'381'194</b>
Publications and royalties	2'223'637	1'931'946
Membership Dues (all years)	384'213	608'535
Current accounts with:		
- IECEE System	0	942'118
- IECQ System	0	181'519
- IECRE	401'939	717'076
- Pension Fund	73'706	0
<b>Other receivables</b>	<b>190'775</b>	<b>98'526</b>
<b>Prepaid expenses and accrued income</b>	<b>4'843'525</b>	<b>4'443'637</b>
<b>Long Term Assets</b>	<b><u>1'621'739</u></b>	<b><u>2'277'786</u></b>
Rental Guarantee	136'570	136'570
Trademarks	100'883	75'868
Tangible fixed assets	43'688	54'452
Intangible fixed assets	1'340'598	2'010'896
<b>TOTAL ASSETS</b>	<b><u>39'743'986</u></b>	<b><u>40'264'087</u></b>
<b>LIABILITIES, CAPITAL AND RESERVES</b>		
<b>Current Liabilities</b>	<b><u>9'016'513</u></b>	<b><u>9'280'614</u></b>
<b>Short-term liabilities</b>	<b>6'892'499</b>	<b>8'561'498</b>
Suppliers	214'956	618'882
Royalties to be paid	4'987'191	6'315'316
Corporate accounts	0	235'836
Current accounts with:		
- IECEE System	70'970	0
- IECEX System	541'289	709'736
- IECQ System	11'476	0
- Guarantee Fund	175'365	175'365
- Global Impact Fund	435'788	0
- Pension Fund	0	203'324
Social charges and insurances to be paid	7'478	45'065
Accrued liabilities	447'985	257'974
<b>Deferred Income</b>	<b>1'637'489</b>	<b>352'400</b>
Membership Dues received in advance	1'242'631	352'400
Publications income received in advance	394'858	0
<b>Provisions</b>	<b>486'525</b>	<b>366'716</b>
Provision for untaken holiday	354'677	343'409
Provision for Extraordinary Expense	131'848	23'307
<b>Capital &amp; Reserves</b>	<b><u>30'727'474</u></b>	<b><u>30'983'473</u></b>
<b>Free Capital</b>	<b>8'939'667</b>	<b>9'339'861</b>
Capital Fund	8'939'667	9'339'861
<b>Designated Funds</b>	<b>21'787'806</b>	<b>21'643'612</b>
Reserve for Operational & Financial Risk	2'903'871	2'903'871
Reserve for Fluctuation of Investment Portfolio	1'300'000	1'300'000
Reserve for Equipment Depreciation & Renewal	1'719'400	1'768'351
Reserve for Standards Development & Business Platform	1'340'598	2'010'896
Reserve for General Meeting	800'000	800'000
Reserve for Strategy/Masterplan	5'110'148	5'110'148
Reserve for Innovation & Digitalization	8'613'790	7'750'346
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<b><u>39'743'986</u></b>	<b><u>40'264'087</u></b>

**STATEMENT OF INCOME & EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

Standards & Services

(with comparative figures for 2021)

	Budget 2022 (unaudited)	Actuals 2022	Actuals 2021
	CHF	CHF	CHF
<b>INCOME</b>			
<b>Membership Dues</b>	11'300'000	11'277'300	11'268'800
<b>Net sales</b>	2'775'000	2'772'966	2'810'776
<i>Gross sales</i>	6'365'000	6'339'710	6'569'823
<i>Commission &amp; other expenses</i>	(135'000)	(123'333)	(164'418)
<i>Royalties to NCs</i>	(3'455'000)	(3'443'412)	(3'594'629)
<b>Net royalties</b>	9'960'000	13'755'983	11'629'272
<i>Gross royalties</i>	13'355'000	21'455'538	17'598'511
<i>Royalties to NCs</i>	(3'395'000)	(7'699'556)	(5'969'239)
<b>Other income</b>	165'000	31'923	123'784
<b>TOTAL OPERATIONAL INCOME</b>	<u>24'200'000</u>	<u>27'838'171</u>	<u>25'832'632</u>
<b>EXPENDITURE</b>			
<b>Personnel expenses</b>	20'016'000	18'472'063	18'491'944
<i>Corporate services &amp; business planning</i>	7'147'000	6'712'536	6'428'071
<i>Standards development</i>	7'098'000	6'322'640	6'233'190
<i>Promotion</i>	2'029'000	1'863'585	2'232'932
<i>IT</i>	3'742'000	3'573'302	3'597'751
<b>Rent &amp; maintenance</b>	860'000	927'338	853'407
<b>Office &amp; administration</b>	4'170'400	4'048'163	3'198'634
<i>IT consultants</i>	2'090'400	1'965'431	1'443'544
<i>IT software</i>	370'000	277'051	277'598
<i>Legal &amp; audit</i>	250'000	192'739	182'385
<i>White papers</i>	200'000	96'422	80'670
<i>Other office &amp; administration</i>	1'260'000	1'516'521	1'214'437
<b>Communications &amp; printing</b>	580'000	395'222	460'268
<i>Communications</i>	460'000	333'226	387'780
<i>Printing</i>	120'000	61'996	72'488
<b>Meetings &amp; travel expenses</b>	1'650'000	1'430'435	347'320
<i>Meeting</i>	250'000	283'115	154'106
<i>Travel</i>	1'400'000	1'147'319	193'214
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<u>27'276'400</u>	<u>25'273'221</u>	<u>23'351'573</u>
<b>OPERATIONAL RESULT</b>	<u>(3'076'400)</u>	<u>2'564'950</u>	<u>2'481'059</u>
<b>Depreciation</b>	(770'000)	(732'213)	(758'917)
<b>Net financial revenue</b>	150'000	(1'688'542)	154'486
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<u>(3'696'400)</u>	<u>144'195</u>	<u>1'876'628</u>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<u>(3'696'400)</u>	<u>144'195</u>	<u>1'876'628</u>
<b>Allocations (to) / from Capital &amp; Reserves</b>	3'696'400	(144'195)	(1'876'628)
Capital Fund	0	400'194	0
Global Impact Fund	0	(400'194)	0
<b>Designated Funds</b>	3'696'400	(144'195)	(1'876'628)
Reserve for Standards Development & Business Platform	670'000	670'298	670'298
Reserve for Equipment Depreciation & Renewal	100'000	48'951	79'452
Reserve for Innovation & Digitalization	2'926'400	(863'444)	(1'000'000)
Reserve for Operational & Financial Risk	0	0	(626'378)
Reserve for Strategy/Masterplan	0	0	(1'000'000)
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<u>0</u>	<u>0</u>	<u>0</u>

**BALANCE SHEET AS AT 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECEE

(with comparative figures for 2021)

	<b>2022</b>	<b>2021</b>
	<b>CHF</b>	<b>CHF</b>
<b>ASSETS</b>		
<b>Current Assets</b>	<b>5'804'653</b>	<b>6'956'813</b>
<b>Cash &amp; cash equivalents</b>	<b>1'128'907</b>	<b>1'501'364</b>
<i>Banks, current accounts</i>	<i>1'128'907</i>	<i>1'501'364</i>
<b>Securities</b>	<b>4'530'157</b>	<b>5'228'802</b>
<i>IEC Pool Investments</i>	<i>4'530'157</i>	<i>5'228'802</i>
<b>Accounts receivable</b>	<b>74'619</b>	<b>226'272</b>
<i>Membership Dues (all years)</i>	<i>11'273</i>	<i>136'070</i>
<i>Publications</i>	<i>9'930</i>	<i>4'790</i>
<i>Applications and surcharges</i>	<i>53'416</i>	<i>85'412</i>
<b>Other receivables</b>	<b>70'970</b>	<b>0</b>
<i>IEC current account</i>	<i>70'970</i>	<i>0</i>
<b>Prepaid expenses and accrued income</b>	<b>0</b>	<b>375</b>
<i>Accrued income</i>	<i>0</i>	<i>375</i>
<b>Long term Assets</b>	<b>206'735</b>	<b>230'430</b>
<i>Trademark</i>	<i>206'735</i>	<i>230'430</i>
<b>TOTAL ASSETS</b>	<b>6'011'388</b>	<b>7'187'243</b>
<b>LIABILITIES, CAPITAL AND RESERVES</b>		
<b>Current Liabilities</b>	<b>163'096</b>	<b>1'048'931</b>
<b>Short-term liabilities</b>	<b>163'096</b>	<b>1'048'931</b>
Suppliers	<i>16'445</i>	<i>0</i>
<i>Compensation to Test Report Form originators</i>	<i>71'300</i>	<i>15'500</i>
<i>Accrued liabilities</i>	<i>41'502</i>	<i>91'313</i>
<i>IEC current account</i>	<i>0</i>	<i>942'118</i>
<i>Other liabilities</i>	<i>33'850</i>	<i>0</i>
<b>Capital &amp; Reserves</b>	<b>5'848'292</b>	<b>6'138'312</b>
<b>Free Capital</b>	<b>3'848'292</b>	<b>4'138'312</b>
<i>Capital Fund IECEE</i>	<i>3'848'292</i>	<i>4'138'312</i>
<b>Designated Funds</b>	<b>2'000'000</b>	<b>2'000'000</b>
<i>Development and implementation of new services</i>	<i>1'000'000</i>	<i>1'000'000</i>
<i>Development and support of IECEE Infrastructure</i>	<i>1'000'000</i>	<i>1'000'000</i>
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<b>6'011'388</b>	<b>7'187'243</b>

**STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECEE

(with comparative figures for 2021)

	Budget 2022 (unaudited)	Actuals 2022	Actuals 2021
	CHF	CHF	CHF
<b>INCOME</b>			
<b>Membership Dues</b>	<b>1'331'100</b>	<b>1'281'174</b>	<b>1'221'722</b>
<b>Sales</b>	<b>0</b>	<b>256</b>	<b>0</b>
<b>System operations</b>	<b>550'000</b>	<b>605'423</b>	<b>635'845</b>
<i>Application fees</i>	<i>300'000</i>	<i>321'500</i>	<i>326'577</i>
<i>Test Report Forms</i>	<i>250'000</i>	<i>258'440</i>	<i>308'847</i>
<i>Other income</i>	<i>0</i>	<i>25'483</i>	<i>421</i>
<b>TOTAL OPERATIONAL INCOME</b>	<b>1'881'100</b>	<b>1'886'853</b>	<b>1'857'567</b>
<b>EXPENDITURE</b>			
<b>Personnel expenses</b>	<b>1'150'000</b>	<b>1'190'161</b>	<b>1'153'409</b>
<b>Rent &amp; maintenance</b>	<b>42'000</b>	<b>42'000</b>	<b>42'000</b>
<i>Rent, heating and cleaning</i>	<i>32'000</i>	<i>32'000</i>	<i>32'000</i>
<i>Maintenance</i>	<i>10'000</i>	<i>10'000</i>	<i>10'000</i>
<b>Office &amp; administration</b>	<b>305'700</b>	<b>255'523</b>	<b>271'087</b>
<i>Insurance</i>	<i>1'200</i>	<i>1'200</i>	<i>1'200</i>
<i>Participation to the use of fixed assets</i>	<i>0</i>	<i>0</i>	<i>17'000</i>
<i>Compensation to Test Report Form originators</i>	<i>60'000</i>	<i>51'700</i>	<i>55'900</i>
<i>Office equipment</i>	<i>12'000</i>	<i>12'000</i>	<i>12'000</i>
<i>Indirect IEC costs</i>	<i>177'000</i>	<i>177'000</i>	<i>170'244</i>
<i>Telecommunications</i>	<i>5'000</i>	<i>1'331</i>	<i>4'008</i>
<i>Miscellaneous</i>	<i>7'500</i>	<i>8'693</i>	<i>7'135</i>
<i>Legal and audit</i>	<i>3'000</i>	<i>3'600</i>	<i>3'600</i>
<i>Special projects</i>	<i>40'000</i>	<i>0</i>	<i>0</i>
<b>Communication &amp; printing</b>	<b>15'000</b>	<b>0</b>	<b>1'539</b>
<b>Meetings &amp; travel expenses</b>	<b>265'000</b>	<b>128'497</b>	<b>52'930</b>
<i>Travel expenses</i>	<i>110'000</i>	<i>36'277</i>	<i>62</i>
<i>Meeting expenses</i>	<i>35'000</i>	<i>15'000</i>	<i>82</i>
<i>Assessor trainings</i>	<i>120'000</i>	<i>77'220</i>	<i>52'786</i>
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<b>1'777'700</b>	<b>1'616'181</b>	<b>1'520'965</b>
<b>OPERATIONAL RESULT</b>	<b>103'400</b>	<b>270'671</b>	<b>336'602</b>
<b>Depreciation</b>	<b>(59'000)</b>	<b>(46'195)</b>	<b>(28'645)</b>
<b>Net financial revenue</b>	<b>10'000</b>	<b>(453'308)</b>	<b>75'210</b>
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<b>54'400</b>	<b>(228'831)</b>	<b>383'168</b>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<b>54'400</b>	<b>(228'831)</b>	<b>383'168</b>
<b>Allocations (to) / from Capital &amp; Reserves</b>	<b>(54'400)</b>	<b>228'831</b>	<b>(383'168)</b>
<i>Capital Fund IECEE</i>	<i>(54'400)</i>	<i>228'831</i>	<i>1'616'832</i>
<i>Development and implementation of new services</i>	<i>0</i>	<i>0</i>	<i>(1'000'000)</i>
<i>Development and support of IECEE Infrastructure</i>	<i>0</i>	<i>0</i>	<i>(1'000'000)</i>
<i>Capital Fund IECEE</i>	<i>0</i>	<i>61'189</i>	<i>0</i>
<i>Global Impact Fund</i>	<i>0</i>	<i>(61'189)</i>	<i>0</i>
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BALANCE SHEET AS AT 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECEX

(with comparative figures for 2021)

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>	<b>CHF</b>	<b>CHF</b>
<b>Current Assets</b>	<b><u>2'417'982</u></b>	<b><u>2'292'009</u></b>
<b>Cash &amp; cash equivalents</b>	<b>610'839</b>	<b>449'270</b>
<i>Banks, current accounts</i>	610'839	449'270
<b>Securities</b>	<b>216'215</b>	<b>241'112</b>
<i>IEC Pool Investments</i>	216'215	241'112
<b>Accounts receivable</b>	<b>1'094'005</b>	<b>1'132'050</b>
<i>Membership Dues (all years)</i>	5'250	5'250
<i>Publications</i>	180	0
<i>Certificates and surcharges</i>	513'436	417'064
<i>IEC St&amp;S current account</i>	541'289	709'736
<i>Other receivable</i>	33'850	0
<b>Prepaid expenses and accrued income</b>	<b>496'923</b>	<b>469'577</b>
<i>Prepaid expenses (IECEX secretariat)</i>	298'082	283'888
<i>Accrued income</i>	198'841	185'689
<b>Long term Assets</b>	<b><u>702'817</u></b>	<b><u>765'915</u></b>
<i>Trademarks</i>	702'817	765'915
<b>TOTAL ASSETS</b>	<b><u><u>3'120'799</u></u></b>	<b><u><u>3'057'924</u></u></b>
 <b>LIABILITIES, CAPITAL AND RESERVES</b>		
 <b>Current Liabilities</b>	<b><u>501'538</u></b>	<b><u>483'799</u></b>
<b>Short-term liabilities</b>	<b>66'852</b>	<b>49'113</b>
<i>Suppliers</i>	42'356	0
<i>Accrued liabilities</i>	24'496	49'113
<b>Provisions</b>	<b>434'686</b>	<b>434'686</b>
<i>Provision</i>	434'686	434'686
<b>Capital &amp; Reserves</b>	<b><u>2'619'260</u></b>	<b><u>2'574'125</u></b>
<b>Free Capital</b>	<b>2'619'260</b>	<b>2'574'125</b>
<i>Capital Fund IECEX</i>	2'319'260	2'274'125
<i>Reserve for Innovation &amp; Promotion</i>	300'000	300'000
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<b><u><u>3'120'799</u></u></b>	<b><u><u>3'057'924</u></u></b>

**STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECEX

(with comparative figures for 2021)

	Budget 2022 (unaudited)	Actuals 2022	Actuals 2021
	CHF	CHF	CHF
<b>INCOME</b>			
<b>Membership Dues</b>	<b>330'000</b>	<b>337'000</b>	<b>326'000</b>
<b>Sales</b>	<b>3'000</b>	<b>3'010</b>	<b>1'615</b>
<b>System operations</b>	<b>1'492'000</b>	<b>1'652'768</b>	<b>1'758'178</b>
<i>Surcharges</i>	<i>65'000</i>	<i>39'000</i>	<i>46'000</i>
<i>RTPP annual fees</i>	<i>15'000</i>	<i>18'000</i>	<i>14'500</i>
<i>Application fees</i>	<i>15'000</i>	<i>15'000</i>	<i>12'000</i>
<i>Certificate equipment</i>	<i>1'100'000</i>	<i>873'050</i>	<i>957'972</i>
<i>Certificates services</i>	<i>85'000</i>	<i>92'250</i>	<i>105'250</i>
<i>Certificates persons</i>	<i>150'000</i>	<i>254'550</i>	<i>169'475</i>
<i>Other income</i>	<i>60'000</i>	<i>3'050</i>	<i>12'500</i>
<i>Assessment fees</i>	<i>2'000</i>	<i>357'868</i>	<i>440'481</i>
<b>TOTAL OPERATIONAL INCOME</b>	<b>1'825'000</b>	<b>1'992'778</b>	<b>2'085'793</b>
<b>EXPENDITURE</b>			
<b>Personnel expenses</b>	<b>1'111'320</b>	<b>1'111'320</b>	<b>1'058'400</b>
<b>Rent &amp; maintenance</b>	<b>95'000</b>	<b>92'812</b>	<b>89'514</b>
<b>Office &amp; administration</b>	<b>220'375</b>	<b>564'380</b>	<b>629'499</b>
<i>Office equipment</i>	<i>7'500</i>	<i>9'924</i>	<i>6'969</i>
<i>Contribution to overhead costs</i>	<i>160'375</i>	<i>160'375</i>	<i>147'060</i>
<i>Miscellaneous, legal and audit</i>	<i>7'500</i>	<i>7'061</i>	<i>20'371</i>
<i>Website</i>	<i>10'000</i>	<i>7'227</i>	<i>5'328</i>
<i>Special projects</i>	<i>35'000</i>	<i>29'378</i>	<i>19'629</i>
<i>Costs to conduct assessments</i>	<i>0</i>	<i>350'415</i>	<i>430'142</i>
<b>Communication &amp; printing</b>	<b>80'000</b>	<b>17'382</b>	<b>23'164</b>
<b>Meetings &amp; travel expenses</b>	<b>150'000</b>	<b>21'054</b>	<b>506</b>
<i>Special event</i>	<i>40'000</i>	<i>0</i>	<i>0</i>
<i>Travel and meetings expenses</i>	<i>110'000</i>	<i>21'054</i>	<i>506</i>
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<b>1'656'695</b>	<b>1'806'948</b>	<b>1'801'083</b>
<b>OPERATIONAL RESULT</b>	<b>168'305</b>	<b>185'830</b>	<b>284'710</b>
<b>Depreciation</b>	<b>(91'500)</b>	<b>(98'583)</b>	<b>(95'034)</b>
<b>Net financial revenue</b>	<b>2'500</b>	<b>(16'452)</b>	<b>2'652</b>
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<b>79'305</b>	<b>70'795</b>	<b>192'329</b>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<b>79'305</b>	<b>70'795</b>	<b>192'329</b>
<b>Allocations (to) / from Capital &amp; Reserves</b>	<b>(79'305)</b>	<b>(70'795)</b>	<b>(192'328)</b>
<i>Capital Fund IECEX</i>	<i>(79'305)</i>	<i>(70'795)</i>	<i>(192'328)</i>
<i>Capital Fund IECEX</i>	<i>0</i>	<i>25'660</i>	<i>0</i>
<i>Global Impact Fund</i>	<i>0</i>	<i>(25'660)</i>	<i>0</i>
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BALANCE SHEET AS AT 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECQ

(with comparative figures for 2021)

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>	<b>CHF</b>	<b>CHF</b>
<b>Current Assets</b>	<b><u>682'744</u></b>	<b><u>844'571</u></b>
<b>Cash &amp; cash equivalents</b>	<b>131'889</b>	<b>297'206</b>
<i>Banks, current accounts</i>	131'889	297'206
<b>Securities</b>	<b>298'872</b>	<b>329'539</b>
<i>IEC Pool Investments</i>	298'872	329'539
<b>Accounts receivable</b>	<b>117'612</b>	<b>89'840</b>
<i>Membership Dues (all years)</i>	10'000	10'000
<i>Publications</i>	80	0
<i>Training certificates and assessments</i>	96'056	79'840
<i>IEC current account</i>	11'476	0
<b>Prepaid expenses and accrued income</b>	<b>134'370</b>	<b>127'986</b>
<i>Prepaid expenses (IECQ secretariat)</i>	134'370	127'972
<i>Accrued income</i>	0	14
<b>Long term Assets</b>	<b><u>282'054</u></b>	<b><u>310'643</u></b>
<i>Trademarks</i>	282'054	310'643
<b>TOTAL ASSETS</b>	<b><u><u>964'797</u></u></b>	<b><u><u>1'155'214</u></u></b>
 <b>LIABILITIES, CAPITAL AND RESERVES</b>		
<b>Current Liabilities</b>	<b><u>439'846</u></b>	<b><u>630'515</u></b>
<b>Short-term liabilities</b>	<b>5'160</b>	<b>195'829</b>
<i>Accrued liabilities</i>	5'160	14'310
<i>IEC current account</i>	0	181'519
<b>Provisions</b>	<b>434'686</b>	<b>434'686</b>
<i>Provision</i>	434'686	434'686
<b>Capital &amp; Reserves</b>	<b><u>524'951</u></b>	<b><u>524'699</u></b>
<b>Free Capital</b>	<b>524'951</b>	<b>524'699</b>
<i>Capital Fund IECQ</i>	524'951	524'699
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<b><u><u>964'797</u></u></b>	<b><u><u>1'155'214</u></u></b>



**STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECQ

(with comparative figures for 2021)

	Budget 2022 (unaudited)	Actuals 2022	Actuals 2021
	CHF	CHF	CHF
<b>INCOME</b>			
<b>Membership Dues</b>	217'500	205'000	202'500
<b>Sales</b>	2'500	1'112	1'340
<b>System operations</b>	520'500	553'547	507'264
<i>Surcharges</i>	25'000	17'952	16'464
<i>Application fees</i>	10'000	0	20'000
<i>Certificate fees</i>	370'000	430'160	396'990
<i>Other income</i>	65'500	15'601	8'410
<i>Training</i>	50'000	56'600	65'400
<i>Assessment fees</i>	0	33'234	0
<b>TOTAL OPERATIONAL INCOME</b>	<b>740'500</b>	<b>759'659</b>	<b>711'104</b>
<b>EXPENDITURE</b>			
<b>Personnel expenses</b>	515'144	511'888	487'516
<b>Rent &amp; maintenance</b>	10'000	10'000	10'000
<b>Office &amp; administration</b>	77'425	150'898	63'984
<i>Participation to the use of fixed assets</i>	0	0	1'000
<i>Office equipment</i>	3'000	6'040	5'273
<i>Contribution to overhead costs</i>	69'425	69'425	50'123
<i>Miscellaneous, legal and audit</i>	5'000	6'919	7'588
<i>Training costs</i>	0	35'280	0
<i>Costs to conduct assessments</i>	0	33'234	0
<b>Marketing &amp; printing</b>	20'000	0	32'378
<b>Meetings &amp; travel expenses</b>	75'000	19'310	1'427
<i>Travel and meetings expenses</i>	75'000	19'310	1'427
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<b>697'569</b>	<b>692'096</b>	<b>595'305</b>
<b>OPERATIONAL RESULT</b>	<b>42'931</b>	<b>67'563</b>	<b>115'799</b>
<b>Depreciation</b>	<b>(37'200)</b>	<b>(40'549)</b>	<b>(38'453)</b>
<b>Net financial revenue</b>	<b>500</b>	<b>(21'531)</b>	<b>3'373</b>
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<b>6'231</b>	<b>5'482</b>	<b>80'719</b>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<b>6'231</b>	<b>5'482</b>	<b>80'719</b>
<b>Allocations (to) / from Capital &amp; Reserves</b>	<b>(6'231)</b>	<b>(5'482)</b>	<b>(80'719)</b>
<i>Capital Fund IECQ</i>	(6'231)	(5'482)	(80'719)
<i>Capital Fund IECQ</i>	0	5'230	0
<i>Global Impact Fund</i>	0	(5'230)	0
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BALANCE SHEET AS AT 31 DECEMBER 2022**

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECRE

(with comparative figures for 2021)

	<u>2022</u>	<u>2021</u>
	CHF	CHF
<b>ASSETS</b>		
<b>Current Assets</b>	<u>261'404</u>	<u>535'958</u>
<b>Cash &amp; cash equivalents</b>	<b>112'195</b>	<b>410'298</b>
<i>Banks, current accounts</i>	112'195	410'298
<b>Accounts receivable</b>	<b>135'700</b>	<b>101'200</b>
<i>Membership Dues (all years)</i>	23'450	30'450
<i>Applications and other receivables</i>	112'250	70'750
<b>Prepaid expenses and accrued income</b>	<b>13'509</b>	<b>24'460</b>
<i>Accrued income</i>	13'509	24'460
<b>Long term Assets</b>	<u>21'989</u>	<u>24'902</u>
<i>Trademarks</i>	21'989	24'902
<b>TOTAL ASSETS</b>	<u><b>283'393</b></u>	<u><b>560'860</b></u>
<b>LIABILITIES, CAPITAL AND RESERVES</b>		
<b>Current Liabilities</b>	<u>402'039</u>	<u>717'076</u>
<b>Short-term liabilities</b>	<b>402'039</b>	<b>717'076</b>
<i>IEC current account</i>	401'939	717'076
<i>Transitory Liabilities</i>	100	0
<b>Capital &amp; Reserves</b>	<u>(118'646)</u>	<u>(156'216)</u>
<b>Free Capital</b>	<b>(118'646)</b>	<b>(156'216)</b>
<i>Capital Fund IECRE</i>	(118'646)	(156'216)
<b>TOTAL LIABILITIES, CAPITAL &amp; RESERVES</b>	<u><b>283'393</b></u>	<u><b>560'860</b></u>

# STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2022

INTERNATIONAL ELECTROTECHNICAL COMMISSION

IECRE

(with comparative figures for 2021)

	Budget 2022 (unaudited)	Actuals 2022	Actuals 2021
	CHF	CHF	CHF
<b>INCOME</b>			
<b>Membership Dues</b>	<b>105'000</b>	<b>105'000</b>	<b>91'000</b>
<b>System operations</b>	<b>347'550</b>	<b>282'400</b>	<b>298'950</b>
<i>Other participation fees</i>	31'000	17'000	26'000
<i>Annual CB/TL fees</i>	28'000	19'000	25'000
<i>Certificate fees</i>	273'550	246'400	247'950
<i>Assessment fees</i>	15'000	0	0
<b>TOTAL OPERATIONAL INCOME</b>	<b>452'550</b>	<b>387'400</b>	<b>389'950</b>
<b>EXPENDITURE</b>			
<b>Personnel expenses</b>	<b>329'317</b>	<b>272'377</b>	<b>271'370</b>
<b>Rent &amp; maintenance</b>	<b>10'000</b>	<b>10'000</b>	<b>10'000</b>
<i>Rent, heating and cleaning</i>	10'000	10'000	10'000
<b>Office &amp; administration</b>	<b>58'484</b>	<b>57'867</b>	<b>44'472</b>
<i>Contribution to overhead costs</i>	55'484	55'484	42'000
<i>Miscellaneous (legal and audit)</i>	3'000	2'383	2'472
<b>Communications &amp; printing</b>	<b>10'000</b>	<b>0</b>	<b>0</b>
<b>Meetings &amp; travel expenses</b>	<b>42'000</b>	<b>4'672</b>	<b>0</b>
<i>Travel expenses</i>	42'000	4'672	0
<b>TOTAL OPERATIONAL EXPENDITURE</b>	<b>449'801</b>	<b>344'917</b>	<b>325'842</b>
<b>OPERATIONAL RESULT</b>	<b>2'749</b>	<b>42'483</b>	<b>64'108</b>
<b>Depreciation</b>	<b>(2'000)</b>	<b>(4'913)</b>	<b>(4'913)</b>
<b>Net financial revenue</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>OPERATIONAL &amp; FINANCIAL RESULT</b>	<b>749</b>	<b>37'570</b>	<b>59'195</b>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<b>749</b>	<b>37'570</b>	<b>59'195</b>
<b>Allocations (to) / from Capital &amp; Reserves</b>	<b>(749)</b>	<b>(37'570)</b>	<b>(59'195)</b>
<i>Capital Fund IECRE</i>	(749)	(37'570)	(59'195)
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<b>0</b>	<b>0</b>	<b>0</b>

**BALANCE SHEET AS AT 31 DECEMBER 2022**  
**GUARANTEE FUND OF THE INTERNATIONAL ELECTROTECHNICAL COMMISSION - GENEVA**  
(with comparative figures for 2021)

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>	<b>CHF</b>	<b>CHF</b>
<b>Current assets</b>	<b><u>7'894'579</u></b>	<b><u>9'162'973</u></b>
<b>Cash &amp; Cash equivalents</b>	<b>134'489</b>	<b>544'938</b>
<b>Securities</b>	<b>7'529'978</b>	<b>8'414'644</b>
<i>Bonds</i>	4'056'858	4'269'127
<i>Equities</i>	2'096'820	2'568'281
<i>Real estate</i>	1'316'160	1'520'803
<i>Other</i>	60'139	56'433
<b>Accounts receivable</b>	<b>175'365</b>	<b>175'365</b>
<i>Current account with IEC</i>	175'365	175'365
<b>Other receivables</b>	<b>54'125</b>	<b>27'208</b>
<i>Withholding tax</i>	54'125	27'208
<b>Prepaid expenses and accrued income</b>	<b>622</b>	<b>818</b>
<i>Accrued interest income</i>	622	818
<b>TOTAL ASSETS</b>	<b><u>7'894'579</u></b>	<b><u>9'162'973</u></b>
 <b>LIABILITIES , CAPITAL AND RESERVES</b>		
<b>Capital &amp; Reserves</b>		
<b>Free Capital</b>	<b>7'894'579</b>	<b>9'162'973</b>
<i>Capital Fund</i>	7'894'579	9'162'973
 <b>TOTAL LIABILITIES, CAPITAL AND RESERVES</b>	<b><u>7'894'579</u></b>	<b><u>9'162'973</u></b>

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2022**

GUARANTEE FUND OF THE INTERNATIONAL ELECTROTECHNICAL COMMISSION - GENEVA

(with comparative figures for 2021)

	<u>2022</u>	<u>2021</u>
INCOME	CHF	CHF
<b>Income on assets under management</b>	<b>82'695</b>	<b>710'566</b>
<i>Dividend and interest income</i>	<i>78'988</i>	<i>80'730</i>
<i>Unrealised capital gain</i>	<i>3'706</i>	<i>558'047</i>
<i>Realised capital gain</i>	<i>0</i>	<i>71'789</i>
<b>TOTAL INCOME</b>	<b><u>82'695</u></b>	<b><u>710'566</u></b>
EXPENDITURE		
<b>Expenses on assets under management</b>	<b>1'351'088</b>	<b>198'316</b>
<i>Unrealised capital loss</i>	<i>1'250'946</i>	<i>102'107</i>
<i>Realised capital loss</i>	<i>9'872</i>	<i>3'308</i>
<i>Unrealised exchange losses</i>	<i>53'468</i>	<i>53'539</i>
<i>Realised exchange losses</i>	<i>4'469</i>	<i>91</i>
<i>Commissions and bank charges</i>	<i>32'332</i>	<i>39'191</i>
<i>Other bank charges</i>	<i>0</i>	<i>80</i>
<b>TOTAL EXPENDITURE</b>	<b><u>1'351'088</u></b>	<b><u>198'316</u></b>
<b>NET FINANCIAL RESULT</b>	<b><u>(1'268'393)</u></b>	<b><u>512'250</u></b>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<b><u>(1'268'393)</u></b>	<b><u>512'250</u></b>
<b>Allocations (to) / from Capital &amp; Reserves</b>	<b>1'268'393</b>	<b>(512'250)</b>
<i>Capital Guarantee Fund</i>	<i>1'268'393</i>	<i>(512'250)</i>
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<b><u>0</u></b>	<b><u>0</u></b>

**BALANCE SHEET AS AT 31 DECEMBER 2022**  
**INTERNATIONAL ELECTROTECHNICAL COMMISSION**  
**Global Impact Fund**

	<u>2022</u>
<b>ASSETS</b>	<b>CHF</b>
	<hr/>
<b>Current assets</b>	<b><u>435'788</u></b>
	<hr/>
<b>Accounts receivable</b>	<b>435'788</b>
<i>Current account with IEC</i>	<i>435788</i>
	<hr/>
<b>TOTAL ASSETS</b>	<b><u><u>435'788</u></u></b>
	<hr/>
<b>LIABILITIES , CAPITAL AND RESERVES</b>	
<b>Capital &amp; Reserves</b>	
<b>Designated reserve</b>	<b>435'788</b>
	<i>435788</i>
	<hr/>
<b>TOTAL LIABILITIES, CAPITAL AND RESERVES</b>	<b><u>435'788</u></b>

**STATEMENT OF INCOME & EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2022  
INTERNATIONAL ELECTROTECHNICAL COMMISSION  
Global Impact Fund**

	<u>2022</u>
<b>EXPENDITURE</b>	
Personnel	48'276
Meeting	346
Travel	7'863
<b>TOTAL EXPENDITURE</b>	<u>56'485</u>
<b>NET FINANCIAL RESULT</b>	<u>56'485</u>
<b>ANNUAL RESULT BEFORE ALLOCATIONS</b>	<u>56'485</u>
<b>Allocations (to) / from Capital &amp; Reserves</b>	<b>(56'485)</b>
<i>Global Impact Fund</i>	<i>(56'485)</i>
<b>ANNUAL RESULT AFTER ALLOCATIONS</b>	<u>0</u>