



2020 FINANCIAL STATEMENTS

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Generali Foundation
The Human Safety Net ONLUS

Headquartered at Piazza Duca degli Abruzzi 2 - 34132 - Trieste
Endowment fund Euro 4,000,000 fully paid
Tax Code 047 90017740326

CONTENTS



The Financial Statements of Generali Foundation The Human Safety Net Onlus outlines financial performance in compliance with the current law.



The Human Safety Net activity report gives an overview of our work in 2020.

Both documents can be downloaded at:
www.thehumansafetynet.org/activity-report

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This document contains the 2020 annual report of Generali Foundation The Human Safety Net Onlus, which forms an integral part of the financial reports submitted for approval by the entity's Board of Directors along with the report by the Statutory Auditors.

ANNUAL REPORT

Generali Foundation
The Human Safety Net ONLUS

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ANNUAL REPORT

I. MISSION AND PROGRAMMES

Generali Foundation – The Human Safety Net ONLUS (the “Foundation”) is the engine driving The Human Safety Net’ (“THSN”) initiative, initiated by Assicurazioni Generali S.p.A. (“Generali”). It is implemented by the Foundation itself and the Generali Group business units which are active in these communities, in order to unlock the potential of the people who are the most disadvantaged and at risk of social isolation in the countries in which Generali operates.

The Human Safety Net was launched in October 2017. Its purpose is to draw on the financial and technical resources, as well as the network of people and skills held by Generali’s employees and agents, and to channel them towards common goals while encouraging opportunities for contact with local communities, leading to long lasting change in the lives of the beneficiaries. The Human Safety Net expresses the Group’s purpose “help people shape a safer future by caring for their lives and dreams”, and to extend this to the most vulnerable communities. This is a fundamental part of Generali’s commitment to sustainability, and to the reaching of the Sustainable Development Goals (SDG).

2020 was a difficult year that is leaving the world with more vulnerable people, and which made things even more difficult for those who were already living on the fringes of society. When the Covid-19 pandemic hit, The Human Safety Net acted quickly to respond to the emergency, targeting its activities in order to support vulnerable families and refugees, and working to ensure the continuity of its programmes.

COUNTRIES AND PARTNERS

In 2020, The Human Safety Net was active on three continents, in 22 different countries: Italy, Germany, France, Spain, Switzerland, Austria, Czech Republic, Serbia, Romania, Poland, Slovakia, Slovenia, Croatia, Hungary, Bulgaria, Indonesia, Vietnam, Malaysia, Turkey, India, Argentina and Hong Kong. Its programmes are managed locally, by the 56 no profit organisations and social enterprises in The Human Safety Net’s network.



PROGRAMMES

The Human Safety Net is active in three focus areas. The mission common to all of these areas is “to unlock the potential of people living in vulnerable circumstances, so that they can transform the lives of their families and communities”, together with social enterprises and non-government organisations (“NGOs”), on three programmes:

The Human Safety Net for Families:

Around 250 million children all over the world are at risk of social exclusion. As demonstrated by a number of scientific studies, the first 6 years of life are vitally important in the growth of a child, as 90% of the brain develops during that time.

In early years, all interactions with parents and caregivers help to lay strong foundations for the child’s next steps. The Families programme supports children by giving their parents the tools they need to support their children’s emotional, social and cognitive development. All this helps to increase parents’ confidence in their own abilities, improves family interactions and favours the social inclusion of these families. This reflects the Sustainable Development Goals laid down by the United Nations and the Nurturing Care Framework, an international document that promotes integrated development for infants.

The Human Safety Net for Refugee Start-Ups:

Since 2015, more than 3.5 million refugees have arrived in Europe. Many of them have the skills, passion and resilience to set up their own businesses. Integrating people through work is vital to welcoming them into the wider society.

The programme offers on training and coaching, access to work spaces and finance, so that the refugees can make business plans, register their ventures and start trading, in order to become entrepreneurs and integrate them into their host countries.

The Human Safety Net for Babies:

Around the world, almost 30 million babies every year are at risk of death or serious developmental disorders due to being born prematurely or with complications. To prevent this, reduce the number of cases and limit the permanent consequences for children, babies and their parents, access to high-quality services is needed, with a focus on families both before, during and after the birth.

Support is fundamental, particularly for families who are at risk of social exclusion. Our programme works with hospitals and researchers, healthcare providers, NGOs and parents in order to raise awareness around prematurity and newborn asphyxia, ensure adequate treatments and strengthen parenting support for the most vulnerable families.

The COVID-19 pandemic has presented unprecedented challenges for our partners and beneficiaries. Most organisations have had to pause their activities and focus on providing emergency assistance to their beneficiaries. In person activities have been interrupted, and the virus has forced THSN’s partners to shift their operations online. This has led to the urgent need for intervention in order to accelerate the digitalization of the no-profit sector.

The Human Safety Net has responded to the emergency by launching aid projects during the emergency, and by investing in digital equipment and solutions by supporting 17 partners with short-term and long-term digital packages, in collaboration with external partners.

The Foundation is the engine behind this initiative. It elaborates the strategy, identifies the methodology, and act as a competence centre for the Programmes by working alongside the Group’s Business Units to select partners, after a robust due diligence process. The Foundation coordinates the planning and implementation of our Programmes, some of them on a co-funding basis. It monitors the experience and teachings learnt from the global system of monitoring, assessment and learning, based on the international standard of the London Benchmarking Group.

In 2020, "Scale up Impact" was launched. This is an innovative way of supporting projects based on a multi-year strategy, which helps to replicate successful models and transform people's lives at national scale by working with partners from social sector, and with the public-private sectors. Four projects have been funded in France, Serbia, Argentina and Italy. Thanks to the Scale Up Impact grants, we will continue to support high potential programmes and NGOs.

In 2020, important external partnerships were activated with other companies, including Cisco, Dell, Fondazione Italiana Accenture and Hogan Lovells. Starting with these partnerships, our aim is to keep building a network of global players who share our mission of unlocking the human potential.

Volunteering engaging Group's employees and agents, is a vital and practical part of the Human Safety Net's commitment towards our partners and beneficiaries.

In accordance with best international practice, the Foundation has adopted a policy of zero tolerance of abuse of children and vulnerable persons, by introducing a "Child and Vulnerable Adults Protection Policy" (<https://thsn.egnyte.com/fl/Hx26QeljGz>). This is an ethical policy addressed to anyone who provides volunteering activities for THSN (employees or agents). It offers information on how to manage activities when working with vulnerable children and adults.

Finally, 2021 will see the public opening of the new home at the Procuratie Vecchie in the heart of Venice. The new space will bring innovators, international institutions and the public together, to work on and propose new solutions for social change.

OBJECT

For the purposes of compliance with Legislative Decree 117/2017 (the Third Sector Code), various amendments to the Foundation's Bylaws were approved on 4 March 2020 by the Foundation's Board of Directors, they were ratified on 12 March 2020 by the Board of Directors of Generali. The amendments will come into force with the entry of the Foundation on the National Register for the Third Sector ("RUNTS"), whose creation is subject to the issue of implementation rules. On the same date, further changes were made to the Foundation's Bylaws in order to allow the immediate recourse to new investments intended for public projects. These changes are not linked to the new law, and so have come into effect earlier than the others.

As mentioned in Article 3 of the Bylaws:

The Foundation's sole object is the pursuit of social solidarity (Article 10 of Legislative Decree no. 460 of 4 December 1997), through its activity in sectors including: social, sanitary and socio-sanitary welfare; charity, education and training; cooperation in international solidarity and development; the protection of civil rights; support for scientific research of particular social interest, or through the allocation of those activities to universities, research institutions and other foundations that perform those activities directly, in areas and according to conditions that correspond to the current legal framework (art.3.1)

The Foundation shall also be entitled to perform its activities through (i) donations to other non-profit organisations, and (ii) investments for the implementation of public utility projects (art.3.2).

The Foundation may not perform activities other than those mentioned above, with the exception of those indicated in Article 4 below, which are closely related to the Foundation's object (art. 3.3)

In the furtherance of its object (art.4.3), the Foundation may, among other things:

- a) participate in public or private associations, foundations, entities and institutions, whose activities are intended directly or indirectly for the pursuit of objects similar to those of the Foundation itself; the Foundation may, if it considers it appropriate, contribute to the establishment of such associations;
- b) enter into agreements for the award of part of the activities to a third party;
- c) stipulate any appropriate deed or contract, also for the financing of the authorised operations, including but not limited to the taking-out of short- or long-term loans and mortgages, the acquisition of title or rights to land and real estate, the stipulation of any form of agreement, including those transcribed on public registers, with public or private entities that may be appropriate or useful in the furtherance of the Foundation's object;
- d) administer and manage its proprietary assets and those owned as leaseholder, borrower or otherwise within its possession;
- e) undertake the direct or indirect management and promotion of welfare, residential and social facilities and establishments;
- f) set up scholarships and awards for the persons identified in its corporate object, by means of bursaries paid out by the Foundation and funded by third parties in accordance with the rules and procedures agreed in advance between the Foundation and the third-party sponsor, in accordance with the Resolution No. 186/E of the Revenue Agency, subject to the control of the competent bodies of the Foundation and with the obligation to report to the third-party sponsor;
- g) carry out marketing activities in support of its corporate object, including in the publishing and audiovisual sector, within the limits imposed by current legislation;
- h) perform any other activity compatible with, or in support of, the pursuit of its corporate object.

ORGANIZATION AND MANAGEMENT MODEL, AND SUPERVISORY BODY

The current Organisation and Management Model (the "Model") of the Foundation was adopted pursuant to Legislative Decree 231/2001 and was approved by the Board on 26 October 2018.

The Foundation's supervisory body ("SB") is a single-member body represented by Raffaele Cusmai, an external lawyer who was appointed by the Board of Directors on 14 December 2018 for a three-year term. The Model consists of a General Section and a Special Section, and is available on the Foundation's website (<https://www.thehumansafetynet.org/it/administrative-liability>). The General Section of the Model contains a description of the regulatory framework, and illustrates the structure of the Model and its purposes. The Special Section contains an analysis of the crimes governed by the 231 Decree, as well as the general principles of conduct applicable in each case.

The Foundation's Organisation and Management Model was updated with the Board's approval on 7 July 2020, in relation to the new public health provisions, in order to include the epidemiological risk in the context of Special Section F, which is dedicated to criminal offences relating to health and safety in the workplace. Subsequently, with the approval of the Board on 14 December 2020, there was an update to the aspects concerning the collection of funds from third parties in Special Sections A and G of the Model, which are dedicated respectively to crimes against the public administration and the crimes of handling stolen goods, money laundering and the use of illegally obtained cash, goods or utilities, and money laundering.

In order to assure the effective provision of information to the SB, the Foundation has a "Guideline on the management of information to the Supervisory Body" to clearly illustrate the type of information that needs to be reported.

In 2020 the Supervisory Body submitted periodic reports on its work, to the Board of Directors.

ASSETS

The assets of the Foundation, as mentioned in the Bylaws, are made up of an endowment fund of Euro 4,000,000 (four million euros) and subsequent increases to that fund (art.5.1).

The Foundation can also receive contributions to be used in the furtherance of its object, by means of payments from the founding entity, Assicurazioni Generali, and from other companies in the same insurance group, and also from third parties (art.5.2).

The Foundation shall allocate any operating profits to its social objectives (art. 6.1).

The Foundation may not distribute, even indirectly, any operating profits or surpluses, nor any funds, reserves or capital during the life of the organisation unless the allocation or distribution has been imposed by law, or is made in favour of another non-profit organisation which by law, statute or regulation, forms part of the same structure. The Foundation shall utilise the operating profits or surpluses to carry out its institutional activities and related activities (art.6.2).

If the Foundation is dissolved for any reason it shall transfer its assets to another non-profit or public utility organisation, having consulted the supervisory body (Article 3, paragraph 190 of Law no. 662 of 23 December 1996), unless a different allocation of assets is imposed by law (art.6.3).

The Foundation was named as universal heir in the will of Mr. Luigi Filippini. The legacy was accepted with the benefit of inventory in March 2012. The legacy is made up of movable and immovable assets and has a total value of 1,222,983 euro. The inherited assets was released from the restrictions on the disposal of goods in July 2018.

BODIES OF THE FOUNDATION

Under Article 7 of the Bylaws, the Foundation is structured as follows:

- Board of Directors;
- Secretary;
- Board of Auditors.

Bodies of the Foundation

Board of Directors	Board of Auditors
Chair person Gabriele Galateri di Genola	Chair person Cristina Morgan
Vice Chairman Aldo Minucci	Standing Auditors Roberto Odierna Massimo Romano
Directors Simone Bemporad Philippe Donnet Monica Alessandra Possa Lucia Silvia	Executive Officer Emma Ursich Secretary of the Board of Directors Michele Amendolagine

THE BOARD OF DIRECTORS

The Board of Directors of Assicurazioni Generali shall appoint the Board of Directors of the Foundation and shall determine the number of directors, from a minimum of three up to a maximum of seven, and shall determine their term of office, up to a maximum of three years. The Directors may be re-elected (art.8.1).

The term of office of the Foundation's current Board of Directors will expire on the day of the first meeting of the Board of Directors of the Company, which will be elected by the Meeting of Shareholders called to approve the financial statements for the year ending 31/12/2021.

The Board of Directors met 6 times during the year.

SECRETARY

The Board (art. 8.8 of the Bylaws) appoints a Secretary who may also be a non-member of the Board.

BOARD OF STATUTORY AUDITORS

The Board of Statutory Auditors consists of three standing members and two substitutes, who are appointed by the Board of Directors of Generali. They remain in office for three years and may be re-elected (art. 13.1 of the Bylaws). The Board of Statutory Auditors currently in office will end its term of office with the approval of the financial statements to 31/12/2022.

EXTERNAL AUDITING FIRM

The Board of Directors of the Fondazione of 22 October 2020 awarded the contract for the auditing of the financial statements for 2020-2022 period to KPMG SpA, "in line with the choice made by Founding Body". This mandate is not imposed by law.

II. PROPOSED ALLOCATION OF OPERATING DEFICIT

Directors,

as can be seen from the financial statements, there is an operating deficit of EUR 333,977 for the year, mainly from core operations. During the year, to meet its donations, The Human Safety Net used sums from past years' donations. It is proposed that the provisions set aside during past years be used to cover the whole of the operating deficit.

BALANCE SHEET

Generali Foundation
The Human Safety Net ONLUS

Headquartered at Piazza Duca degli Abruzzi 2 - 34132 – Trieste
Endowment fund Euro 4,000,000 fully paid
Tax Code 047 90017740326

BALANCE SHEET

Assets	Amounts in euros	2020	2019
A)	Subscriptions still to be paid		
B)	FIXED ASSETS		
I.	Intangible assets		
1.	R&D and advertising expenses	0	0
2.	Industrial patents and intellectual property rights	0	0
3.	Maintenance costs	0	0
4.	Long-term costs	0	0
5.	Others	0	0
	Total fixed assets - Intangible	0	0
II.	Tangible assets		
I.	Land and buildings	200,000	600,000
II.	Plant and machinery	0	0
III.	Other assets	0	2,426
IV.	Assets in progress and payments on account	0	0
	Total fixed assets - Tangible	200,000	602,462
III.	Financial assets		
1.	Equity investments	572,170	572,170
2.	Receivables due within 12 months	0	0
3.	Other securities	0	3,997,774
	Total fixed assets - Financial	572,170	4,569,944
	TOTAL FIXED ASSETS	772,170	5,172,370
C)	CURRENT ASSETS		
I.	Inventories		
1.	Raw and ancillary materials and consumables	0	0
2.	Work in process and semi-finished products	0	0
3.	Assets in progress and payments on account	0	0
4.	Finished products and goods	0	0
5.	Advances	0	0
	Total working capital - Inventories	0	0
II.	Receivables		
1.	Trade due after 12 months	0	0
2.	Tax due after 12 months	3,281	0
3.	Others due after 12 months	1,721	348,353
	Total current assets - Receivables	5,002	348,353
III.	Current financial assets		
1.	Equity investments	0	0
2.	Other securities	0	0
	Total current assets - Current financial assets	0	0
IV.	Cash and cash equivalents		
1.	Bank and post office deposit accounts	5,233,770	770,740
2.	Cheques	0	0
3.	Cash and cash equivalents	0	0
	Total current assets - Cash and cash equivalents	5,233,770	770,740
	TOTAL CURRENT ASSETS	5,238,772	1,119,093
D)	ACCRUALS AND DEFERRALS		
	Other accruals and deferrals	0	0
	TOTAL ASSETS	6,010,942	6,291,463

Liabilities	Amounts in euros	2020	2019
A)	NET ASSETS		
I.	Endowment fund	4,000,000	4,000,000
II.	Restricted assets		
1.	Statutory reserves	0	0
2.	Funds restricted by decisions of Foundation bodies	0	0
3.	Funds restricted for third parties	0	0
	Total net assets - Restricted assets	0	0
III.	Free assets		
1.	Operating result for the year (profit)	-333,977	384,770
2.	Reserves from past years	2,257,408	1,872,639
3.	Operating result from previous years (loss)	0	0
	Total net assets - Free assets	1,923,431	2,257,409
	TOTAL NET ASSETS	5,923,431	6,257,409
B)	PROVISIONS FOR RISKS AND CHARGES		
I.	Pension funds and similar obligations	0	0
II.	Other funds	0	0
	TOTAL PROVISIONS FOR RISKS AND CHARGES	0	0
C)	POST-EMPLOYMENT BENEFITS	0	0
D)	PAYABLES		
I.	Bank borrowings due after 12 months	0	0
II.	Other lenders due after 12 months	0	0
III.	Advances due after 12 months	0	0
IV.	Trade suppliers / beneficiaries due after 12 months	47,911	0
V.	Tax due after 12 months	0	461
VI.	Pension funds and social security institutions due after 12 months	0	0
VII.	Other payables due after 12 months	20,000	32,000
	TOTAL PAYABLES	67,911	32,461
E)	ACCRUALS AND DEFERRALS		
	Other accruals and deferrals	19,600	1,593
	TOTAL LIABILITIES	6,010,942	6,291,463

MANAGEMENT REPORT

Generali Foundation
The Human Safety Net ONLUS

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MANAGEMENT REPORT

	Amounts in euros	
	2020	2019
1)		
A. INCOME AND COSTS OF ORDINARY ACTIVITIES	3,689,558	3,604,845
1.1 Project grants	0	0
1.2 Contracts with public bodies	0	0
1.3 Members and associates	0	0
1.4 Non-members	0	0
1.5 Donations	3,689,558	3,604,845
1.6 Other revenues and income	0	0
B. COSTS OF ORDINARY ACTIVITIES	3,942,428	3,248,597
1.1 Purchases	0	0
1.2 Services	12,356	680
1.3 Leased assets	0	0
1.4 Staff	0	0
1.5 Amortisation	0	0
1.6 Cash donations	3,930,072	3,247,917
1.7 Other operating costs	0	0
RESULT OF ORDINARY ACTIVITIES (1.A-1.B)	-252,870	356,248

	Amounts in euros	
	2020	2019
2)		
A. INCOME FROM FUNDRAISING	0	0
2.1 Other	0	0
B. PROMOTION AND FUNDRAISING COSTS	0	0
2.1 Ordinary promotion	0	0
RESULT OF FUNDRAISING ACTIVITIES (2.A-2.B)	0	0
3)		
A. INCOME AND REVENUE FROM ANCILLARY ACTIVITIES	0	0
3.1 From related and/or ancillary business operations	0	0
3.2 Contracts with public bodies	0	0
3.3 Members and associates	0	0
3.4 Non-members	0	0
3.5 Other income and revenue	0	0
B. COSTS OF ANCILLARY ACTIVITIES	2,497	7,633
3.1 Purchases	0	0
3.2 Services	0	2,037
3.3 Leased assets	0	0
3.4 Staff	167	165
3.5 Amortisation	0	0
3.6 Other operating costs	2,330	5,431
RESULT OF ANCILLARY ACTIVITIES (3.A-3.B)	-2,497	-7,633
4)		
A. FINANCIAL INCOME	45,948	41,015
4.1 From banking relations	0	0
4.2 Other financial investments	21,445	41,014
a) Equity investments in other companies	19,220	34,596
b) Notes included in fixed assets	2,225	6,418
c) Notes included in current assets	0	0
4.3 Buildings portfolio	0	0
4.4 Other assets	22,924	0
4.5 Extraordinary income	1,579	1
B. FINANCIAL EXPENSES	124,558	1,579
4.1 From banking relations	19,558	1,578
4.2 Other financial investments	0	0
a) Equity investments in other companies	0	0
b) Notes included in fixed assets	0	0
4.3 Buildings portfolio	0	0
4.4 Other assets	105,000	0
4.5 Extraordinary expenses	0	1
RESULT OF FINANCIAL AND ASSET MANAGEMENT (4.A-4.B)	-78,610	39,436
RESULT BEFORE TAX (1+2+3+4)	-333,977	388,051
Income tax for the year	0	3,281
OPERATING RESULT FOR THE YEAR	-333,977	384,770

NOTES TO THE FINANCIAL STATEMENTS

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING 31/12/2020

PREAMBLE

Generali Foundation - Human Safety Net ONLUS is recognised as a foundation pursuant to art. 14 of the Italian Civil Code. It obtained formal recognition with Presidential Decree no. 983 of 7 October 1995, which was published in Official Gazette no. 84 of 11 April 1986.

THE FOUNDATION

The Foundation performs all the instrumental operations necessary for the furtherance of its aims as defined in the foregoing Article 3, and shall act in accordance with the principles of cost-effectiveness and prudent management (art. 4.1).

The Foundation's institutional activities are conducted in a way that protects the interests envisaged in these Bylaws, the transparency of its decisions and the reasons for those decisions, the efficient use of resources and the effectiveness of its intervention.

The Foundation's financial reports are prepared in accordance with guidelines and models on the preparation of financial statements for non-profit entities, approved by the Board of the Non-Profit Organisation Agency (now the Ministry for Employment and Social Policies) on 11 February 2009, and according to the accounting standards for non-profit organisations prepared by the Italian National Council of Accountants, the Italian Accounting Body and the Ministries of Employment and Social Policies.

Due to the specific characteristics of this sector, and for all matters not provided for in the above standards, the provisions of the Civil Code apply.

The Founding Entity of the Foundation, Assicurazioni Generali, is committed to reimbursing the Foundation with the operating and administration costs incurred during the year, by the end of the month following each year end.

In 2018 Generali Italia formally stated its intention to provide the Foundation with the funds needed to cover the commitments authorised by the Board of Directors, up to a limit of €2,500,000 per annum for the 2018-2020 period. The same financial commitment was renewed in 2020 for the three-year period 2020-2022, up to the limit of €3,500,000 per year, following the increase in the annual contribution to the Foundation that was authorised by the Board of the Founding Entity in March 2020.

Below is a table summarising the balances on the 2020 financial report.

2020 MANAGEMENT REPORT

Income from ordinary activities	3,689,558
Costs of ordinary activities	-3,942,428

RESULT OF ORDINARY ACTIVITIES

-252,870

Income and costs of ancillary activities	-2,497
Income and costs of financial activities	-78,610

RESULT BEFORE TAX

-333,977

Income taxes	0
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OPERATING RESULT

-333,977

The result of ordinary activities comes from the use of funds sourced from donations received in 2019 to cover some of the outgoings in 2020.

The result from pre-tax operations was affected by the sale of some of the assets from the Filippini legacy, which led to a gain of €22,924 and a loss of €105,000, which was only partially offset by a gain of €22,924.

In 2020 it was not necessary to set aside a provision for income taxes (IRES) at year end.

The amount recognised on the financial statements and in the Notes are stated in euros, rounded up or down to the nearest unit.

The financial statements are submitted for examination by the entity's Board of Statutory Auditors, which issues its own report on the final accounts as required by Article 13.4 of the Bylaws. This year, for the first time, the accounts were also audited by the auditing firm KPMG.

These Notes consist of:

Part A

Valuation criteria

Part B

Information on the balance sheet and management report

Part C

Other information

Part A

VALUATION CRITERIA

VALUATION CRITERIA

The valuation of the balance sheet items reflects the system used in the preparation and presentation of financial reports as contained in Accounting standard 1 for non-profit organisations. It is based on a going-concern approach and the principle of accruals; the valuation follows the principles of ease of understanding, impartiality, materiality and prudence, the prevalence of substance over form and with a view to preserving the aspect, also taking into account the purposes of compatibility and verifiability.

The valuation criteria used in the preparation of these financial statements conform to the provisions of Article 2426 of the Civil Code.

The balance sheet items corresponding to the assets acquired by the Foundation from bequests are posted in accordance with the provisions on successions, as contained in Book II of the Civil Code.

The valuation criteria adopted in the formation of the financial statements are given below.

FIXED ASSETS

Tangible assets

Tangible assets relate to the assets received by the Foundation in wills and testaments, and which are now available.

Land and buildings are valued according to market value, which is defined in a valuation report based on the estimate carried out by Conio Agency S.r.l.

There was no depreciation on the land and buildings for the year 2020.

The assets entered on public registers and other property is valued on the basis of the value stated in the inventory of the estate, according to a prudent valuation, as the goods are well used and have no appreciable market value.

The assets registered on public registers and other property that became available for the year 2020 have not been depreciated.

FINANCIAL ASSETS

Financial assets are valued at the average weighted cost, adjusted by any write-downs deriving from long-term impairments of value, and for fixed-income securities, by the share of the trading discounts accruing during the year, equal to the positive or negative difference between the purchase cost and the redemption value. All or part of the original cost of the securities is written back if the reasons for the write-downs cease to exist.

CURRENT ASSETS

Receivables

Receivables are posted at nominal value, which corresponds to the presumed realisable value.

Cash and cash equivalents

These funds are recognised at nominal value.

ACCRUALS

Accruals are posted according to the matching principle, for operations that cover a time period of multiple financial years.

PAYABLES

Payables are recognised at nominal value.

NET ASSETS

Endowment fund

The endowment fund is posted at nominal value, and includes the assets of the Foundation, in accordance with Article 5.1 of the current Bylaws.

Free assets

Free assets are booked at nominal value. This item includes the value of the Foundation's available funds, which comprise the operating result for the year and the results of previous years carried forward, entered in the relevant reserve. There are no restrictions on the free assets, which can thus be used to pursue the Foundation's institutional purposes.

Financial items

Income and costs are allocated to the year in accordance with the accruals principle, on a receipts basis where applicable.

INCOME TAXES

Any income taxes for the year are posted in accordance with current regulations for "non-commercial entities" as identified in Article 73 (para. 1c and para. 2 et seq), and by Title II, Chapter III of the Income Tax Consolidation Act (Presidential Decree 917/1986 as amended).

Part B

INFORMATION ON THE BALANCE SHEET AND THE MANAGEMENT REPORT

BALANCE SHEET – ASSETS

B) Fixed assets

||. Tangible assets

Balance at 31/12/2020	Balance at 31/12/2019	Change
200,000	602,426	-402,426

Fondazione Generali The Human Safety Net Onlus was named as the universal successor in the will of Luigi Filippini. In 2020, assets from the Filippini estate were sold, specifically a property in Via Bagnolo, Assisi in the province of Perugia, at a price of EUR 320,000. This brought in a gain of EUR 22,924. A motor vehicle was also sold at a price equal to the book value (EUR 350).

In January 2021, the final property from the estate was sold: a property located in Via Bagnolo, Assisi (district of Santa Maria degli Angeli in the province of Perugia), at a price of EUR 200,000. The book value was then adjusted to reflect the realisation value, resulting in a loss of EUR 105,000 posted in 2020.

III. Financial assets

Balance at 31/12/2020	Balance at 31/12/2019	Change
572,170	4,569,944	- 3,997,774.00

The sum of €572,170 relates to the 38,440 shares in Assicurazioni Generali held by the Foundation, of which 33,858 were received from the Filippini legacy, and were recognised at the market value on the date of the deceased's death (10/07/2011).

From the comparison of current values at the end of the year and those of load, a latent capital loss emerges of approximately € 23,278. The change compared to the previous year is due to the redemption of government bonds (BOTs) purchased in 2019 and redeemed in February 2020.

C) Working capital**II. Receivables**

Balance at 31/12/2020	Balance at 31/12/2019	Change
5,002	348,353	-343,351

The accounts receivable at year-end are less than 12 months old. The breakdown is as follows:

Category	2020	2019
Tax credits	3,281	0
Other receivables	1,721	348,353
Total	5,002	348,353

The tax credits are the corporation tax advance payments (IRES), paid in June and November 2020.

The balance of Euro 1,721 relates to an amount payable to a non-EC association, which had received a charitable donation, due to problems with the donation, related to the laws in force in the non-EC country, a lower amount will be reimbursed by the association for bank charges held in the transfer of the amount from the foreign bank. The amount will be refunded. The variation from the previous year is due to the funds collected from Assicurazioni Generali for € 335,084 relating to the "We Share" operation.

IV. Cash and cash equivalents

Balance at 31/12/2020	Balance at 31/12/2019	Change
5,233,770	770,740	4,463,030

The balance of EUR 5,233,770 consists mainly of the balance on the current accounts used by the Foundation for its ordinary activities. The accounts are held with Banca Generali S.p.A.

The increase in available funds compared to the previous year is mainly due to the disinvestment of government bonds of €4 million, maturing on 14 February 2020.

During 2020, a new bank account was opened with Banca Generali S.p.A. to receive donations made to the Foundation from the digital platform set up on the website (<https://www.thehumansafetynet.org/it/donation>) Web Donations Tools.

BALANCE SHEET- EQUITY AND LIABILITIES**A) Net equity**

Balance at 31/12/2020	Balance at 31/12/2019	Change
5,923,431	6,257,408	-333,977

The net assets at year-end, equal to €5,923,431, consist of the endowment fund of €4 million, the reserves set aside in previous years of €2,257,408 and the negative operating result for the current year, of €333,977.

Details of the assets are given below:

Type/Description	Amount	Share Available A	Share Available B	Share Available C	Summary of the amounts used in the past three years
Endowment fund	4,000,000		4,000,000		
Profit reserve from past years	2,257,408	2,257,408	2,257,408	2,257,408	500,716 (1)
Total	6,257,408	2,257,408	6,257,408	2,257,408	
Operating result for the year	-333,977				
Total	5,923,431	2,257,408	6,257,408	2,257,408	

Key:

A: possibility of use for endowment fund

B: possibility of use to cover losses

C: possibility of use for allocation to restricted funds

(1) Used to cover management deficit for 2017

D) Payables

Balance at 31/12/2020	Balance at 31/12/2019	Change
67,911	32,461	35,450

An account payable has been posted in the sum of €20,000 relating to the deposit paid in August 2020 to buy the property located in Via Becchetti, Santa Maria degli Angeli, Assisi, which was sold in 2021. The invoices receivable also include a provision for the accounts auditing of €5,000 and a pro-forma invoice for €2,911 from the notary public for the sale of the property, which has already been completed. It also includes the sum of 40,000 euro in favour of the Novak Djokovic Foundation, which was recognised in January 2021.

D) Accrued expenses

Balance at 31/12/2020	Balance at 31/12/2019	Change
19,600	1,593	18,007

Accrued expenses are costs that pertain to the year but are actually incurred in the next year; in this case, the item relates to negative creditor interest and costs.

MANAGEMENT REPORT

The management report gives information about the activities performed by the Foundation in the context of its institutional mission, and refers to the areas of operation in which the entity acquired and used its resources.

The Foundation uses a model that provides evidence of the interim results achieved.

1) Income and costs of ordinary activities**A. Income and costs of ordinary activities**

Balance at 31/12/2020	Balance at 31/12/2019	Change
3,689,558	3,604,845	84,713

Income from ordinary activities represents the donations received by the Foundation during the year for Generali Italia, by way of donations, equal to €3,651,793. The sum includes the sum of €37,765 collected by way of donations (natural and legal persons).

B. Costs of ordinary activities

Balance at 31/12/2020	Balance at 31/12/2019	Change
3,942,438	3,248,597	693,831

The breakdown of costs per category is as follows:

Category	2020	2019
1.2 – Services	12,356	680
1.6 – Cash donations	3,930,072	3,247,917
Total	3,942,438	3,248,597

The costs of services are those directly attributable to the institutional activities. They also include legal and notarial fees which are required to complete the succession procedures, and bank charges of Euro 6,815 and Euro 541 respectively. The costs of accounts auditing, of Euro 5,000 are also included.

During 2020, the Foundation provided funds totalling €3,650,072 to the associations listed below:

FOR FAMILIES:

Big Brothers Big Sisters Österreich, Austria
 "For Our Children" Foundation, Bulgaria
 Albero della Vita, Italy
 Anne Çocuk Egitim Vakfi (ACEV), Turkey,
 Ashoka Italia Onlus, Associació Educativa Itaca
 Associació Educativa Itaca, Spain
 Bürgerstiftung Lebensraum, Germany
 Caggemini*, Italia S.p.A., Italy
 Centar Za Podršku Roditeljstvu "Rastimo Zajedno", Croatia
 Centro Salute del Bambino Onlus, Italy
 Comitato italiano per l'UNICEF – Fondazione Onlus, Italia, Indonesia
 Fondazione Mission Bambini, Italy
 Fundacion Tomillo, Spain
 Fundatia Noi Orizonturi Lupeni, Romania
 Hacienda Camino, Argentina
 Hope WorldWide Indonesia, Indonesia
 Novak Djokovic Foundation, Serbia
 OneSky Foundation Limited, Malaysia
 Pratham Education Foundation, India
 Únia materských centier, Slovakia
 Verein Marie Meierhofer-Institut, Switzerland
 Yayasan Jarimatika (Ibu Profesional), Indonesia
 Zveza prijateljev, Ljubljana Moste-Polje, Slovenia

FOR BABIES:

Institut du Cerveau et de la Moelle Epiniere (ICM), France
 NADACE LEONTINKA, Czech Rep.

FOR REFUGEES:

Capacity, Switzerland
 Cometa Formazione Società Cooperativa Sociale, Italy
 Croce Rossa Italiana – Comitato di Milano, Italy
 Jobel Società Cooperativa Sociale
 Leet Hub St. Pauli, Germany
 Lernende Region Netzwerk Köln, Germany
 Singa Global, France
 Social Impact gGmbH, Germany

* Caggemini acts as the intermediary in channelling donations to schools and families as beneficiaries of the Ora di Futuro ("Time for a Future") project.

Finally, two projects were funded with the amount of €280,000, using sums from donations. The funds were paid to the following associations:

Italian Committee for UNICEF - Indonesia,
 The Chancellors, Masters & Scholars of the University of Oxford, Filippine e Malaysia.

Using, respectively, amounts from Assicurazioni Generali's donation to the "We Share" campaign, and the Filippini legacy.

B. Costs of ancillary activities

Balance at 31/12/2020	Balance at 31/12/2019	Change
2,497	7,633	-5,136

Almost all the costs relate to the taxes and duties pertaining to the Filippini legacy.

3) Financial income and expenses**A. Financial income**

Balance at 31/12/2020	Balance at 31/12/2019	Change
45,948	41,015	4,933

The breakdown of this item is as follows:

- Dividends of 19,220 euros relating to the Assicurazioni Generali S.p.A. shares;
- Issue discount and income from securities entered under fixed assets, of 2,225 euro;
- Gain of Euro 22,924 from property sales
- Contingent assets of Euro 1,579.

B. Financial expenses

Balance at 31/12/2020	Balance at 31/12/2019	Change
124,558	1,578	122,980

The balance comes from the loss of Euro 105,000 due to the alignment of the book value with the presumed realisation value, and negative creditor interest of Euro 19,558.

Early in 2021, Banca Generali reversed the negative creditor interest and recredited the amount, resulting in a contingent gain in the following year.

INCOME TAXES FOR THE YEAR

Balance at 31/12/2020	Balance at 31/12/2019	Change
0	3,281	-3,281

For the year 2020 there are no further provisions for income taxes for the year, in relation to the corporation tax payable on the taxable income for the current year.

Part C

OTHER INFORMATION

PERSONNEL

The Foundation does not have employees. To carry out its activities, it relies on assistance from Assicurazioni Generali S.p.A. and GBS S.c.p.A.

COMMITMENTS TOWARDS BENEFICIARIES

The Foundation has already authorised commitments to associations and non-profit organisations, as yet undisbursed, of €1,651,426.00 for 2021, €377,500.00 for 2022 and € 13,500.00 for 2023, for which Generali Italia will provide funds on the dates agreed in the signed contracts.

REMUNERATION OF DIRECTORS AND AUDITORS

Under the Bylaws of the Foundation, there is no remuneration for the Board of Directors and the Board of Auditors. In 2020, the auditing firm KPMG was engaged on a voluntary basis for the accounts auditing for 2020-2023, the fee for 2020 was Euro 5,000.

Chairman of the Board of Directors

