

2018 Disclosure ANBI details for Stichting IKEA Foundation

ANBI Name: Stichting IKEA Foundation
ANBI RSIN number: 815768199
Contact details: info@ikeafoundation.org

Objectives: The main objective of the IKEA Foundation is to improve the lives of children living in poverty by supporting programmes that help families afford a better everyday life and protect the planet.

Strategic Plan:

During the year the foundation developed and adopted a new and more focused organisational strategy. The aim was to identify thematic areas which will allow the foundation to increase its positive impact on people living in poverty and on climate action whilst taking advantage of the unique characteristics of the foundation and its origins. The new long-term strategy is based on a belief that all children deserve to look forward to a bright future full of opportunities, so we invest in partnerships that help families overcome the two biggest threats to children's futures: poverty and climate change.

We work with partners that help people - especially **young people, women and refugees** - earn a sustainable income and fight for a liveable planet.

By supporting income-generation through **agriculture, employment & entrepreneurship**, improving **access to renewable energy** and taking **climate action** we are helping create a better everyday life for the many people.

We get the best results by working with partners who know the most about the areas we want to support. We support programmes managed by knowledgeable, innovative and well-regarded organisations that are experts in their fields. Click [here](#) for more information on how we have impacted the lives of children and families over the past ten years.

It is a key part of our strategy to drive cooperation and best practice sharing among our partners to ultimately improve the quality and efficiency in investments made to support children and their families.

Board: At the end of 2018, the board consisted of the five members: Jonas Kamprad; Peter Kamprad; Johan Kuylenstierna (Chairman); Anders Moberg; Sten Palmquist.

The authority to represent the Foundation is vested in two board members acting jointly. The board has furthermore given the power of attorney to the management of the Foundation as described in the extract of the Chamber of Commercial Register.

Remuneration Policy: The IKEA Foundation's remuneration policy is based on the recognition and reward of each individual's contribution to the organization. Board members however are only reimbursed for out of pocket expenses.

Overview of activities: The main activities of the IKEA Foundation are to provide financial grants and in-kind support to our program partners. These grants fund holistic, long-term programs. For highlights of last year's activities, please click [here](#).

Balance Sheet

(After allocation of result)

	31 Dec. 2018 '000 €	31 Dec. 2017 '000 €
Intangible fixed assets	-	16
Tangible fixed assets	-	1
Financial fixed assets	6,505	4,200
Receivables and accrued income	116	6,062
Cash at bank	7,790	2,214
Total assets	14,411	12,493
Reserves	9,790	9,790
Short term liabilities	4,621	2,703
Total liabilities and reserves	14,411	12,493

Statement of income and expenditure

	2018 '000 €	2017 '000 €
Income		
Contributions from Stichting INGKA Foundation	183,709	159,469
Interest and other financial results	547	-745
Total income	184,256	158,724
Expenditure		
Grants and in-kind donations	175,494	144,343
Impairment of social impact loans	406	7,100
Program Management Costs	2,940	2,926
General expenses	5,416	4,355
Total expenditure	184,256	158,724
Surplus / (deficit)	-	-

Notes & Definitions

Notes to financial statements

Financial fixed assets consist of social impact loans to two organisations. The short-term liabilities relate to Stichting INGKA Foundation (the Foundation's grantor), financial commitments to partner organizations, and other creditors.

As at December 31st 2018, the off-balance sheet commitments amount to EUR 210 million for multi-year conditional commitments up to 2023 (of which EUR 111 million in 2019) to several partner organizations. The donations will be granted and paid each year conditional to approval of the annual progress reports and effective notification of the approval to the partner organizations.

Income: the Foundation's income mainly consist of contributions from Stichting INGKA Foundation. In the financial year 2018 the Foundation has not received any gifts or legacies from external parties, nor did the Foundation perform any fundraising activities.

Personnel expenses: total program management costs and general expenses include personnel expenses of EUR 5,052 thousand.

Reporting standards: the financial information has been extracted from the financial statements of the entity for the year 2018. These financial statements have been drawn up in accordance with the Guideline 640 for the Reporting for not for profit organizations (RJ 640), as published by the Dutch Accounting Standards Board (Raad voor de Jaarverslaggeving).

Accounting principles

Accounting principles used for the valuation of assets and liabilities and the determination of the result are based on historical costs. If not stated differently, assets and liabilities are shown at their nominal value. Revenues and costs are allocated to the period they relate to.

Transactions in foreign currencies

The reporting currency is the Euro. Assets, liabilities and off-balance sheet commitments denominated in foreign currencies are valued at the exchange rates prevailing at the balance sheet date. Transactions in foreign currencies are translated into the reporting currency against the rate of exchange at the date of the transaction.

Valuation principles for assets and liabilities

Intangible fixed assets: assets are stated at acquisition cost, less accumulated amortizations.

Amortizations are calculated as a percentage of the acquisition price using the straight-line method based on the economic useful life.

Tangible fixed assets: tangible fixed assets include furniture and office equipment and are stated at cost less depreciations.

Depreciations are calculated as a percentage of the acquisition price using the straight-line method based on the economic useful life.

Financial instruments: financial instruments of the foundation include social impact loans and other receivables, cash at bank, financial commitments to partner organizations and also trade creditors and other payables.

Financial instruments are initially recognized at fair value. After initial recognition, financial instruments are valued in the manner described below.

Financial fixed assets: loans are included at the lower of amortized cost and fair value. An impairment is reported when the fair value is lower than the amortized cost.

Receivables: receivables are carried at amortized cost using the effective interest method, less impairments.

Liabilities: financial commitments to partner organizations are recorded as a liability if and when the grant has been approved as an unconditional grant. The partner organizations receive a notification of the release of each installment of long-term projects that is conditional to the approval of the progress reports. Financial commitments to partner organizations, trade creditors and other payables are carried at amortized cost using the effective interest method.

Accounting principles for the determination of results

Income from contributions: the contributions from Stichting INGKA Foundation are recorded in the year for which the contribution has been approved by the board of Stichting INGKA Foundation. The total contributions received match the total expenditure made.

Interest and other financial results: relate to the interest on financial fixed assets and on bank accounts as well as foreign currency gains and losses on bank accounts and loans.

Grants and in-kind donations: commitments of financial grants to partner organizations are recognized and expensed in the period that the commitment has been approved as an unconditional grant. The partner organization receives a notification of the release of each installment of long-term projects that is conditional to approval of the progress reports.

The donations of goods are recorded and recognized in the period in which the in-kind donation has been effectively notified to the partner organization and when the purchase order has been confirmed by the supplier of the goods. The in-kind donations are acquired at arm's length purchase prices and subsequently donated to the partner organizations.

Program management costs: the costs of program management concern the costs incurred in selecting the right projects and partner organizations (strategic planning), in monitoring, assessing and evaluating the projects and programs. Under program management costs are accounted, next to consultancy costs, personnel and travel expenses of staff on the basis of a percentage of total time spent on the activities mentioned above.

General expenses: the general expenses include all indirect costs and the personnel and travel expenses as far as they are not directly charged to program management costs.