

TRANSPARENCY IN OUR MISSION

Transparency is a principle that is applicable to any organisation but it is even more expected from those who fund our activities with external resources. Below, we invite you to view the source of our funds and their destination because, for Entreculturás, the most important thing is your trust.





Source of funds.

In 2019, Entreculturas took in 19,833,301€ an amount that exceeds the budgeted forecast by more than 30% and results from the great effort made by the organisation in raising funds and opening new lines of financing.

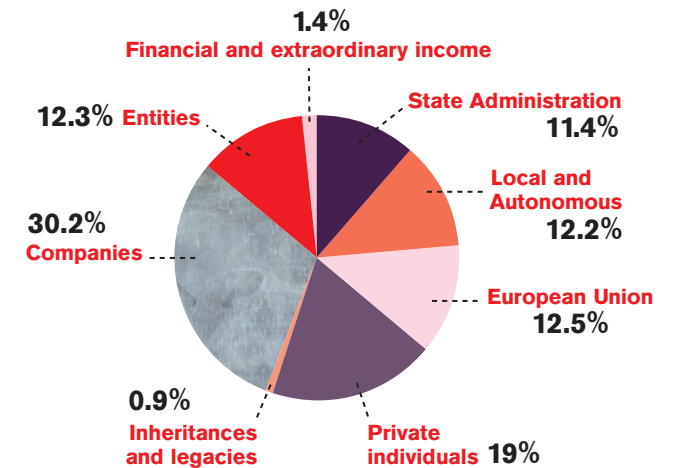
As for the origin of the funds, **public revenues experienced an increase of 74%** when compared to 2018, especially those from the State Administration (an increase of 49%) and from the European Union (6 times that collected in the previous year, due to the approval of new international cooperation projects and, in particular, the Humanitarian Aid Programme funded by the Directorate-General for Humanitarian Aid Operations of the European Union (DG ECHO). Revenues from local and regional governments also increased by 8%.

Private revenues increased by 15%. In particular, those from institutions increased by 34% and those from companies increased by 13%. Entreculturas has continued to seek these alliances with companies and institutions, involving more than 260 collaborators whose contributions accounted for 42.5% of the total funds obtained, in addition to other non-monetary collaborations.

Donations from individuals also increased by 3% and we have already added more than 7,000 members.

Breakdown of funding sources

Source	2018 (€)	2019 (€)
State Administration	1,519,222	2,260,976
Local and Autonomous	2,250,535	2,424,385
European Union	355,135	2,480,413
Total public sources	4,124,892	7,165,774
Private individuals	3,655,756	3,769,987
Inheritances and legacies	197,803	182,219
Companies	5,289,967	5,995,629
Entities	1,827,503	2,445,215
Financial and extraordinary income	88,730	274,476
Total private sources	11,059,759	12,667,526
Total	15,184,651	19,833,301





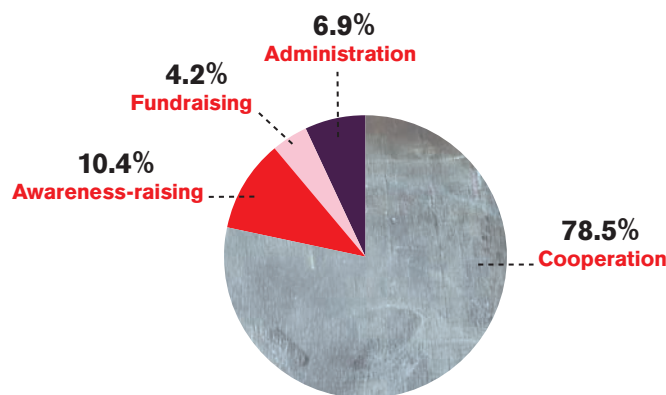
Use of funds.

The funds allocated to our mission in 2019 consisted of 17,722,210€ which represent 88.9% of the total funds raised. With this budget, we promoted 192 new projects in 38 countries (18 in Latin America, 15 in Africa, 4 in Asia and 1 in Europe), which has allowed us to serve a total of 230,087 people.

On the other hand, the funds allocated to management expenses, 2,214,598€ amounting to 11.11% of the total.

Breakdown of use of funds

Spending	2018(€)	2019(€)
Cooperation	11,265,509	15,653,332
Awareness-raising	2,126,364	2,068,878
Total Mission	13,391,873	17,722,210
Fundraising	660,148	838,945
Administration	1,313,023	1,375,653
Total management	1,973,171	2,214,598
Total	15,365,044	19,936,808



Divine 'I like to come to school to gain intelligence and be able to go very far'

Divine, every day after school, she must clean the house, fetch water and cook for the whole family. But she always finds a space to do her homework. She is convinced that education will open opportunities for her and continues to strive to learn and advance.

In countries like D. R. of the Congo, where primary school dropouts exceed 44% and 72% of the population lives in poverty, we are committed, together with Fe y Alegría, to offering quality education in the most vulnerable contexts.

mujeres.entreculturas.org



Balance sheet. (Extract) in euros

The accounts presented here reflect the results of the Entreculturas Foundation, whose audit and accounting report are available at the organisation's headquarters and on the website www.entreculturas.org

	31/12/2018	31/12/2019		31/12/2018	31/12/2019
ASSETS			NET WORTH AND LIABILITIES		
NON-CURRENT ASSETS	3,875,527	2,154,641	NET WORTH	4,314,977	4,853,151
Tangible fixed assets	39,309	35,673	Equity	3,349,330	3,245,822
Technical installations and other tangible fixed assets	39,309	35,673	Foundation endowment	6,010	6,010
Real estate investments	190,211	81,324	Reserves	3,523,713	3,343,320
Land	26,486	3,000	Year-end results	-180,393	-103,508
Buildings	163,725	78,324	Value-change adjustments	296,313	533,473
Long term financial investments	3,646,007	2,037,644	Value adjustments in assets available for sale	296,313	533,473
Asset management	1,146,007	787,644	Subsidies, donations and legacies received	669,334	1,073,856
Third-party credits	2,500,000	1,250,000	Subsidies pending allocation	499,217	1,012,626
			Donations of assets	170,117	61,230
CURRENT ASSETS	24,928,908	28,138,259	NON-CURRENT LIABILITIES	2,500,000	1,250,000
Users and other accounts receivable for the organisation's own activity	4,166,835	4,301,928	Long-term debts	2,500,000	1,250,000
Commercial debtors and other accounts payable	5,534,902	4,467,250	Long-term debts convertible into subsidies, donations and legacies	2,500,000	1,250,000
Other debts with Public Administrations	5,534,902	4,467,250	CURRENT LIABILITIES	21,989,458	24,189,749
Short-term financial investments	4,281,203	4,776,238	Beneficiaries-creditors	15,708,419	18,106,462
Debt securities	4,281,203	4,776,238	Commercial creditors and other accounts receivable	432,639	423,354
Cash and other equivalent liquid assets	10,945,968	14,592,843	Suppliers	112,710	86,890
Liquid assets	10,945,968	14,592,843	Miscellaneous creditors	160,960	180,740
			Staff (compensation pending payment)	2,494	3,199
			Other debt with Public Administrations	156,475	152,525
			Short term debt convertible into subsidies, donations and legacies	5,848,400	5,659,933
TOTAL ASSETS	28,804,435	30,292,900	TOTAL NET WORTH AND LIABILITIES	28,804,435	30,292,900



Profit and loss statement. (Extract) in euros

The total number of aid for projects is **14,731,523.76€** which is broken down into **13,662,936.26€** for cooperation projects and **1,068,587.5€** for aid to the social projects of the Society of Jesus and other institutions that share the same mission as Entreculturas.

	31/12/2018	31/12/2019
Income received by the entity from its own activity	15,062,935	19,526,634
User and affiliate fees	2,757,395	2,573,389
Promotion for fund-raising	8,976	14,591
Income from promotions, sponsors and collaborations	768,620	1,153,190
Subsidies, donations and legacies allocated to profit or loss for the fiscal year	11,564,814	15,832,124
Reimbursement of subsidies, donations and legacies	-36,870	-46,660
Monetary aid and other aid	-10,008,862	-14,732,639
Monetary aid and other aid	-10,008,605	-14,731,524
Collaboration and governing body costs	-257	-1,115
Staff costs	-3,066,050	-3,035,841
Wages, salaries and similar expenses	-2,365,968	-2,335,812
Social expenses Social security contributions	-700,082	-700,029
Other operating costs	-2,185,617	-2,062,948
External services	-2,182,992	-2,059,255
Taxes	-2,625	-3,693
Depreciation of fixed assets	-14,173	-16,186
Other costs	-10,662	149,969
Profit from sale of fixed assets	0	160,075
Other profits	-10,662	-10,106
SURPLUS	-222,429	-171,011
Financial income	37,963	33,209
From shares in equity instruments	2,425	0
From marketable securities and other financial instruments	35,538	33,209
Change in fair value of financial instruments	15,521	44,237
Trading portfolio and others	15,521	44,237
Exchange differences	2,347	4,180





	31/12/2018	31/12/2019
Loss on financial instruments	-13,795	-14,123
FINANCIAL BALANCE	42,036	67,503
PROFIT/LOSS BEFORE TAXES	-180,393	-103,508
PROFIT/LOSS FOR THE YEAR FROM ONGOING OPERATIONS	-180,393	-103,508
PROFIT/LOSS FOR THE YEAR	-180,393	-103,508
Change in recognised net worth in annual surplus	-180,393	-103,508
Profit/loss attributed directly to net worth	-180,393	-103,508
Financial assets available for sale	-248,999	237,160
Subsidies received	11,510,800	16,164,088
Donations and legacies received	7,119	65,658
Net worth change from income and expenditure recognised directly in net worth	11,268,920	16,466,906
Subsidies received	-11,559,469	-15,650,679
Donations and legacies received	-3,884	-174,545
Net worth variation from reclassifications of the annual surplus	-11,563,353	-15,825,224
Net worth change from income and expenditure attributed directly to net worth	-294,433	641,682
TOTAL RESULT, VARIATION OF NET WORTH IN THE FISCAL YEAR	-474,826	538,174
TOTAL INCOME	15,184,651	19,833,301
TOTAL EXPENDITURE	-15,365,044	-19,936,809
YEAR-END RESULTS	-180,393*	-103,508*

* This negative result is a projected deficit that is part of the plan designed to manage the years of the financial crisis (2012-2019), which began with an accumulation of a surplus in the first fiscal year to manage the deficit over the most difficult years, in order to safeguard the sustainability of Entreculturas' mission.

Evaluation, audit and transparency.



© Denis Boshic

At Entreculturas we submit our management to external controls to ensure smooth progress and maximum transparency in our work.

This year's 2019 **annual accounts** have been audited by **BDO Auditores, S.L.P.** The resulting audit report gave us a positive rating on all aspects covered, which means that our accounting reflects Entreculturas' net worth and financial situation.

In addition, at Entreculturas, we audit the projects we implement internally and/or externally as part of our commitment to quality and transparency.

More specifically, **we have audited 72% of the funds managed for projects over the past five years.** Accounting reports and audit reports are publicly available at the Entreculturas headquarters.



We also have the 'Accredited NGDO' seal granted by the **Fundación Lealtad**, a non-profit foundation that evaluates non-governmental organisations on the basis of their transparency in the use of resources and good management practices. Find the complete report at www.fundacionlealtad.org/ong/entreculturas



Entreculturas has also earned the 'assessed NGDO' seal after successfully complying with the requirement established in the 'Transparency and Good Governance Tool' from the **NGDO Coordinator for Development** in Spain. All relevant information is available at: www.webtransparencia.coordinadoraongd.org

Finally, with the intention of learning and improving our interventions, **we have managed 23 evaluations of Cooperation projects and programs** (11 of interventions in Latin America and the Caribbean, 3 in Africa and 3 in Asia, which means, in the last four years, 60% of the funds destined for cooperation), **Citizenship** (5) and **Volunteering** (1), as well as other activities to support measurement and evaluation (baselines, diagnoses, etc.).

The results of these evaluations can be consulted at: www.entreculturas.org/es/que-hacemos/evaluamos/evaluaciones

Within the organization we promote the culture of evaluation through training and workshops. In 2019 we carried out a training on Theory of Change focused on the staff, both from Entreculturas and our partner organizations, to understand the interventions and develop the necessary skills to design and implement evaluations under this approach (can be consulted at escuela.entreculturas.org/curso-teoria-del-cambio).



© Montsestrin Fotografía/Entreculturas