

The foundation

Life & Peace Institute

Organisation no. 817602-2302

Annual Report for 2018

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2018

Management report

General about the Activities

The activities during 2018 have been carried out within six different peacebuilding programmes (Ethiopia, Kenya, DRC, Somalia, Sudan, and the Horn of Africa Regional Programme). In 2018, LPI also initiated a new engagement in Sweden, with the first project *Let's Engage in the Global Goals*, and a new *Inclusive Peace in Practice* initiative at the global level.

The overall responsibility for planning, coordination and administration rests with the Executive Director, who is supported in her work by the Strategic Leadership Team. As a result of the restructuring initiated in 2017, in 2018 LPI extended its leadership and management teams in its country programmes, adding a new Director of Global Policy, a Nairobi-based Director of Programmes, two Senior Advisors, and a new Director of Knowledge and Learning. In addition, LPI recruited highly qualified Country Managers in Kenya, Somalia, and Ethiopia.

The Institute's Vision and Mission

The Life & Peace Institute (LPI) is an international centre for peace research and action. LPI envisions a world where peace, justice and nonviolent relations prevail through people's active work and commitment.

LPI's mission is: *LPI supports and promotes nonviolent approaches to conflict transformation through a combination of research and action that entails the strengthening of existing local capacities to prevent violence, mitigate its effects and rebuild communities after violence has ebbed or come to an end.*

Organisation

An international board governs the Institute. The board conducts at least five meetings per year to develop guidelines concerning the programmes, structure, management, research and other activities of the Institute. It also accepts the annual budget and adopts the annual implementation plan. The Christian Council of Sweden appoints the board for a four-year term. The membership of the board is constituted with the aim of providing balanced representation, where denominational membership, gender, as well as expertise within theology, peace and conflict studies, political science, and other relevant areas are considered.

The Executive Committee is appointed annually by the board to be of service to the board in between the board meetings, when called upon. The board for the period 2016-2019 was appointed in December 2015 by the Christian Council of Sweden.

LPI board members 2018(* Executive Committee member).

| | |
|-----------------------|-----------------------------------------------|
| Revd. Gustaf Ödquist* | President of Board, Church of Sweden |
| Dr. Thomas Bamat | Senior Advisor, Catholic Relief Services, USA |

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| | |
|-----------------------------|------------------------------------------------------------------------------------------|
| Revd. Dr. Myra Blyth* | Fellow and Tutor at Regent's Parks College, University of Oxford, England |
| Ms. Fulata Moyo | World Council of Churches Programme Executive for a Just Community of Women and Men |
| Revd. Dr. Vebjørn Horsfjord | Associate Professor of religious studies at Inland Norway University of Applied Science |
| Ms. Alice Nderitu | Mediator and Conflict Analyst |
| Shamsia Ramadhan | Program Manager, Capacity for Inter-religious Action Program at Catholic Relief Services |

The Institute's head office is based in Uppsala, Sweden. There are four additional offices responsible for peacebuilding programmes in Africa: in Nairobi, **Kenya**; Bukavu, **Democratic Republic of Congo (DRC)** Addis Ababa, **Ethiopia**, and Mogadishu, **Somalia**. The Sudan and programme is managed from the Nairobi office.

Strategic Priorities

Strategic Priority 1: Civil society support and inclusive engagement for peace

LPI supports civil society actors – especially and where possible relevant faith-based actors – in their conflict transformation work, through capacity building and joint engagement in research and action.

Strategic Priority 2: Policy engagement and awareness-raising

LPI engages directly and in collaboration with others on awareness-raising and policy work. It strives to enhance awareness of civil society conflict transformation processes, as well as raise pertinent policy issues deriving from the work in the field. Through this engagement LPI seeks to invite and motivate influential actors to assume their responsibilities for the promotion of justice and peace.

Strategic Priority 3: Knowledge and Learning to enhance practice

Through documentation and learning, LPI makes the knowledge and experiences of LPI and its partners available to peacebuilding practitioners and research communities. This is done in strategic partnerships with relevant local and international researchers, academic actors and peacebuilding practitioners. At the same time, LPI gathers relevant theories, research findings and experiences from other contexts and organisations, and communicates them within LPI and to its partners.

Advancement of the Purpose of the Institute

LPI's engagement has focused on support to local civil society organisations (CSOs), as well as building strategic partnerships with national, regional and international organisations and networks and strengthening links with donors and international actors to support environments conducive to nonviolent conflict transformation. Research, including participatory action research, plays an essential role in LPI's approach, both as a precondition for understanding the context of engagement and as a vehicle for transforming conflict.

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LPI has applied several mutually reinforcing strategies in its civil society support and broader conflict transformation work:

- **Promoting inclusive community-based peacebuilding processes with a long-term view:** The engagements are driven by local partners and technically accompanied (and in many cases financially supported) by LPI.
- **Capacity building**, including processes and methodologies of conflict transformation—such as Participatory Action Research (PAR), research methodology and methods, Sustained Dialogue, Planning, Monitoring, Evaluation & Learning (PMEL), mediation, negotiation, and organisational development—such as financial management and accounting, administrative skills and procedures, human resource management, leadership, organisational governance, resource mobilisation, including donor relations. Capacity building responds to the expressed and well-analysed needs of partners.
- **Policy engagement** particularly at the local, national and regional levels, either by LPI alone or in collaboration with local, regional or international partners.
- LPI also has a specific commitment to **learning and reflection**, not the least through its third strategic priority, the cross-fertilisation between conflict transformation theory and practice, and investment in documentation and monitoring and evaluation.

In 2018, the Institute worked alongside 50 local and national organisations (including 12 universities) as well as over a dozen international organisations, to engage with local communities in long-term peacebuilding processes across seven countries. Local, national and regional CSOs and academic partners based in Ethiopia, Somali, Sudan and Kenya in turn engaged constituents, communities, local authorities and other conflict stakeholders. Peacebuilding processes supported by LPI included Sustained Dialogues on university campuses and in community settings mobilizing particularly youth and women; cross-community dialogues and facilitation of peace agreements and actions; support to cross-community peacebuilding platforms; participatory research processes to build evidence as well as policy engagement on local, national, regional and global levels. About 40 000 everyday people were reached through dialogue, peace actions, research processes and other awareness raising activities with LPI's programmes. In addition, LPI continues to focus on the borderlands thematic, supporting a 26 member CSO Coalition platform that has been formed to engage the African Union (AU) on Pan-African issues, specifically on cross-border collaboration.

Other examples of the work of LPI in 2019 include:

- In Ethiopia, together with long-term the Peace & Development Centre (PDC), LPI expanded its Sustained Dialogue work to five universities across Ethiopia. At the end of the year, LPI's Ethiopia Programme brought together young people and partners from Ethiopia, Kenya and Sudan to exchange learning and lessons from Sustained Dialogue implementation in the three countries, as well as to learn in particular from the process in Kenya of adapting the methodology to the community setting. During a turbulent year in Ethiopia, LPI and partners explored options for adaptive programming and by the end of the year was on track for a more holistic reimagining of its programme 2019 to 2020.
- In Kenya, LPI expanded to two new geographic areas - Mandera, and Wajir – in partnership with *Wajir for Peace and Development Agency* and *Mandera for Peace and*

Development Committee. With these new partnerships, LPI expanded the Sustained Dialogue methodology to reach diverse young people in communities along the Kenya-Somalia border and offer space for them to come together to dialogue on, and address, issues of concern in their communities.

- In Somalia, LPI and partners expanded and strengthened its peacebuilding engagement with women and youth, both through dialogue to action projects as well as through participatory research and policy engagement. The *Women Conflict and Peace: Learning from Kismayo* report was disseminated to a wide-ranging audience of practitioners, peacebuilders and policymakers through LPI's wide network as well as several seminars in Somalia, Nairobi, Sweden and the Netherlands.
- In Sudan, LPI worked in partnership with Ahfad University for Women in Khartoum State and Dalanj University in South Kordofan State to implement dialogue processes with young women and men people on the two campuses. During the year, LPI brought together diverse experts from civil society and academia to strategise for the next phase of its Sudan Programme for 2019 onwards.
- In June 2018, the Ministers of Trade from IGAD Member States signed off and adopted the policy framework on informal cross-border trade and cross-border security governance. This policy framework – an important milestone which proposes key shifts in the conduct of informal cross-border trade in the IGAD region to promote human security and cross-border security governance – is the culmination of over four years of hard work on the part of LPI's HARP team alongside the other members of "the Quartet" (IGAD, Inter-Africa Group and the Organisation for Social Science Research in Eastern and Southern Africa).
- In DRC, LPI successfully, through its Liaison Officer, renewed its registration in the country, receiving the "Arrete inter-ministeriel" signed by the National Ministries of Planning and Finance in February 2019. With this, LPI secured legal operational status for the next five years. In 2018, LPI also upheld and extended relations with local CSOs, continued dialogue with potential donors and peer organisations. Particularly, LPI designed a collaborative evaluation process (see further information below).
- In Sweden, 2018 was the first year of LPI's new Sweden Engagement Programme, where LPI started to explore ways of further developing its work within Sweden. The pilot project *Let's Engage the Global Goals*, funded by the Swedish Mission Council (SMC), increased awareness and knowledge of the Global Goals among approximately 100 university students at three locations in Sweden (Uppsala, Jönköping and Södertörn) through collaborative relationships with student associations at each university.
- In partnership with Sida, LPI launched the inception phase of a four-year initiative called *Inclusive Peace in Practice: Linking Local Insights and Global Policy*. This new initiative will seek to prompt a fundamental re-thinking of how **global peace agendas translate to local practice**. It will critically examine and seek to change how international peace policies are conceived and localised – putting those most affected and traditionally most excluded from these conversations at the forefront.

The Uppsala office continues to provide technical input, control, support and guidance in the areas of financial management and control, gender sensitivity, PMEL, Safety and Security

Management, strategic communications etc. In 2018 LPI began the process of changing its accounting software package from XLedger to Sun System, has reviewed its Security and Safety Framework, and begun a process of reviewing its external brand identity. These system improvements will be implemented in early 2019.

Future Developments

In 2019, LPI will continue to strengthen its internal systems and procedures, including rolling out the new Sun System accounting software across all offices, launching its new brand identity and the new Security and Safety Framework.

Some of the key programmatic areas where LPI expects to see growth in 2019 include:

- LPI will launch a new three-year programme covering country engagement in Kenya, Sudan and Ethiopia, entitled *People, Power and Peace: An Integrated Approach*, as well as cross-organisational policy engagement, knowledge and learning activities.
- LPI will extend its work with Swedish youth beyond the universities through the new *Peacefinders: Youth leading for the Global Goals* project, as well continuing to establish relationships within Sweden.
- The *Inclusive Peace in Practice* inception period will focus on LPI learning alongside external actors at local and global levels in three strands: *internal learning* on bottom-up policy engagement, how LPI does this now, and more broadly taking stock of existing policy work across the Institute; *external mapping* of current global peacebuilding advocacy, key actors analysis, and exploring power dynamics, and; *joint reflection and programme design* using insights and the various assessments and analyses produced during the inception period to develop and draft the pilot programme document.
- In DRC, LPI will initiate the *Collaborative learning from the Bottom-up: Identifying lessons from a decade of peacebuilding in Eastern DRC through 'bottom-up evaluation'*. This initiative will draw lessons from peacebuilding efforts of various agencies, partnerships and interventions in North and South Kivu between 2008- 2018, through a bottom-up analysis of the broader peacebuilding sector. In addition to knowledge generation, the initiative will contribute to collaborative learning for multiple stakeholders using an iterative analysis of positive and negative outcomes of peacebuilding efforts through a participatory approach that puts local actors and communities central to the process.
- In Ethiopia, LPI will develop a 2019-2020 Roadmap considering recent changes in the country and regional context.

Donors and partners

LPI would like to express its warmest gratitude for the funds received and project support from its donors. In 2018, these included:

- | | |
|------------------------------------------|------------------------------------------------------|
| • Bread for the World | • Swedish International Development Agency/Sida |
| • Church of Sweden | • Swedish Mission Council |
| • Church collections/donations | • Trocaire |
| • European Commission | • United Nations Office for Project Services (UNOPS) |
| • Evangelical Lutheran Church of Finland | |

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- Folke Bernadotte Academy
- Saferworld
- Somalia Stability Fund (SSF)
- United States International Development Agency (USAID)
- United States Department of State (USDoS)

Staff

LPI's policies underpin the importance of a diverse staff in terms of cultural background and expertise, in all its various offices. Staff numbers include employees on fixed-term contracts and permanent contracts as well as long term consultants and short-term interns. Over the course of 2018, LPI had a total of 76 staff, 47% of who were women, and 53% were men.

LPI would like to express its gratitude to all its employees, interns and consultants for their excellent work in 2018. We sincerely appreciate the great commitment and positive attitude of our staff who continue to work in the challenging and often risky environments where LPIs programmes are implemented.

The financial development of the foundation

All figures in thousands SEK

| Year | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|-------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Income | 27 635 | 28 352 | 31 121 | 34 178 | 30 311 | 35 722 | 40 153 | 34 814 | 44 131 | 59 208 |
| Expenditure | 27 690 | 28 292 | 30 230 | 33 754 | 29 523 | 32 558 | 39 898 | 36 335 | 44 714 | 61 005 |
| Equity | 1 456 | 1 518 | 2 559 | 2 981 | 4 057 | 7 771 | 8 144 | 6 680 | 6 616 | 5 150 |

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| Statement of Income and Expenditures | Note | 2018 | 2017 |
|---------------------------------------------|-------------|----------------|----------------|
| Income | | | |
| Project Grants | 2 | 56 655 | 42 860 |
| General Grants | 3 | 1 231 | 1 261 |
| Collections/Donations | 4 | 12 | 11 |
| Other Operating Income | | 1 310 | |
| Total Income | | 59 208 | 44 131 |
| Expenditures | | | |
| Appropriation of Funds | | -17 569 | -16 482 |
| External Costs | | -22 109 | -12 648 |
| Personnel Costs | 5, 6 | -21 327 | -15 574 |
| Depreciation | 7 | 0 | -11 |
| Total Expenditures | | -61 005 | -44 714 |
| Operating Result | | -1 797 | -583 |
| Other Financial Posts | | | |
| Exchange Differences | | 328 | 519 |
| Interest Income | | 3 | |
| Total Financial Posts | | 331 | 519 |
| Net Result for the year | | -1 466 | -64 |

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| Balance Sheet | Note | 2018-12-31 | 2017-12-31 |
|--------------------------------------|-------------|-------------------|-------------------|
| Assets | | | |
| Fixed Assets | | | |
| Tangible Fixed Assets | | | |
| Equipment | 7 | 0 | 0 |
| Total Fixed Assets | | <u>0</u> | <u>0</u> |
| Current Assets | | | |
| Current Receivables | | | |
| Other Receivables | | 315 | 89 |
| Current Tax Receivables | | -9 | 19 |
| Prepaid Expenses and Accrued Income | 8 | 7 998 | 3 167 |
| Total | | <u>8 304</u> | <u>3 274</u> |
| Cash and Bank | | 24 344 | 28 932 |
| Total Current Assets | | <u>32 648</u> | <u>32 207</u> |
| Total Assets | | 32 648 | 32 207 |
| Equity and Liabilities | | | |
| Equity | | | |
| Earmarked Equity | | 2 000 | 2 000 |
| Restricted Equity | | 10 | 10 |
| Unrestricted Equity | | 3 140 | 4 606 |
| Total Equity | | <u>5 150</u> | <u>6 616</u> |
| Provisions | 9 | 1 852 | 1 856 |
| Current Liabilities | | | |
| Accounts Payable | | 219 | 202 |
| Other Current Liabilities | | 714 | 510 |
| Liability received not used grants | 2 | 22 284 | 21 844 |
| Accrued Expenses and Deferred Income | 10 | 2 429 | 1 179 |
| Total Current Liabilities | | <u>25 646</u> | <u>23 735</u> |
| Total Equity and Liabilities | | 32 648 | 32 207 |

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Change of Equity

| | Organisational Capital | Unrestricted Equity | Restricted Equity | Total |
|----------------------------|---------------------------|------------------------|----------------------|--------------|
| Opening Balance 2017-01-01 | 10 | 4 670 | 2 000 | 6 680 |
| Net Result for the year | | -64 | | -64 |
| Closing Balance 2017-12-31 | 10 | 4 606 | 2 000 | 6 616 |
| Opening Balance 2018-01-01 | 10 | 4 606 | 2 000 | 6 616 |
| Net Result for the year | | -1 466 | | -1 466 |
| Closing Balance 2018-12-31 | 10 | 3 140 | 2 000 | 5 150 |

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Note 1 Accounting and valuation principles

Amounts in 1 000 SEK

Accounting Principles

The annual report has been prepared in accordance with the Swedish Annual Accounts Act (1995:1554) and the general recommendation of the Swedish Accounting Standard Board BFNAR 2012:1 (K3).

The accounting principles are unmodified from previous year, unless otherwise stated.

Receivables

Receivables are recorded with the amount that after an individual evaluation is expected to be paid

Fixed assets

Fixed assets are declared at acquisition value, minus any depreciation and devaluation. Costs that can be directly associated with the acquisition of an asset are included in the acquisition value. Costs for maintenance and upkeep are booked as expenses.

Inventory, machinery and other equipment bought in projects are expensed at time of purchase. Inventories whose acquisition value is below 50% of the price base amount are, based on assessment of materiality, direct expensed.

A depreciation analysis always occurs for such assets that no longer fulfill the requirements to be defined as fixed assets. According to K3, no reclassification shall be done.

Fixed assets are depreciated systematically over the asset's estimated lifespan. When the amount of depreciation is calculated, the assets residual value is considered. Depreciation is linear.

The following depreciation times are used:

Other inventories – 5-10 years

Interest

Interest credited donors is accounted directly as debt and is not booked on the statement of income and expenditure.

Revenue recognition

Revenue is recognised to the actual value of the consideration received or receivable.

Gifts and donations are income obtained without agreement with the donor and where the donor does not require formal reporting.

Grants are income as a result of a contract and the donor usually require some form of feedback.

Gifts are usually recorded on a cash basis. To the extent that there are promises known at the balance sheet date of grants/gifts, they are recognised after individual assessment.

The project grants include grants that are destined for specific programmes/projects and associated with a condition requiring repayment obligation if the condition is not met.

The other contributions include contributions that are not bound to specific programmes/projects

Revenue recognition of grants is made when the foundation with reasonable certainty determines that repayment will not happen.

Provisions

The provisions referred to are obligations on the balance sheet date that is certain or likely but uncertain in amount or to the time when they are realizable.

Appropriation of Funds

This relates to expenses incurred by partner organisations within Life & Peace Institute-run projects.

Other currencies

Assets and liabilities in currencies other than SEK are valued at the exchange rate for the day of closing the books.

Restricted Equity

The post Restricted Equity consists of donations not yet utilized and other restricted equity. See the Change of Equity Report.

| Note 2 Project Grants | 2018-12-31 | 2017-12-31 |
|------------------------------------------------|-------------------|-------------------|
| Project Grants Utilized during the year | | |
| Sida, Sweden | 22 016 | 23 303 |
| European Commission | 15 514 | 5 468 |
| Swedish Mission Council | 6 833 | 3 778 |
| USAID | 4 174 | 3 829 |
| Bread for the World, Germany | 2 087 | 1 636 |
| US Department of State | 1 461 | 1 376 |
| SaferWorld | 645 | 933 |
| Church of Sweden, International Department | 498 | 790 |
| Rift Valley Institute | | 138 |
| Peace Direct | | 134 |
| Folke Bernadotte Academy, Sweden | 638 | |
| Trocaire | 732 | |
| Somalia Stability Fund | 1 214 | |
| Internal Funding | 615 | 1 272 |
| Other Grants | 228 | 203 |
| Total | 56 655 | 42 860 |
| Balanced Grants and Grants to be Repaid | 2018-12-31 | 2017-12-31 |
| Swedish International Development Agency | 13 366 | 10 285 |
| European Commission | 6 528 | 7 128 |
| Bread for the World, Germany | 526 | 2 622 |
| Swedish Mission Council | 892 | 1 193 |
| Trocaire | | 351 |
| US Department of State | | 157 |
| Church of Sweden, International Department | 74 | 22 |
| Other | | 62 |
| Grants to be repaid | 898 | 24 |
| Total | 22 284 | 21 844 |
| Project Grants have been used for | 2018 | 2017 |
| Kenya programme | -7 976 | -4 109 |
| Horn of Africa Regional programme | -19 387 | -11 621 |
| Somalia programme | -18 613 | -17 869 |
| Ethiopia programme | -8 190 | -6 290 |
| DRC programme | -843 | -1 272 |
| Global Policy programme | -303 | |
| Sudan programme | -1 557 | -1 413 |
| Sweden-based programmes | -360 | -287 |
| Total | -57 228 | -42 860 |

| Note 3 | General Grants | 2018 | 2017 |
|---------------|--------------------------------------------|--------------|--------------|
| | Church of Sweden | 300 | 300 |
| | Church of Sweden, International Department | 445 | 543 |
| | Swedish Mission Council | 383 | 329 |
| | Evangelical Lutheran Church of Finland | | 20 |
| | Church of Sweden, Gothenburg | | 20 |
| | Other | 104 | 48 |
| | Total | 1 231 | 1 261 |

| Note 4 | Collections/Donations | 2018 | 2017 |
|---------------|------------------------------|-------------|-------------|
| | Other Collections/Donations | 12 | 11 |
| | Total | 12 | 11 |

Note 5 Salaries and Other Renumeration by Country

Salaries and other remuneration by country

| | 2018 | 2017 |
|-----------------------------------------|---------------|---------------|
| Sweden | | |
| Executive Director | 729 | 702 |
| Other Employees | 4 487 | 2 843 |
| Ethiopia | | |
| Employees | 4 206 | 2 891 |
| Kenya | | |
| Employees | 4 914 | 3 876 |
| DRC | | |
| Employees | 279 | 602 |
| Sudan | | |
| Employees | 197 | 191 |
| Pension Costs | 1 141 | 978 |
| Social Fees | 2 157 | 1 683 |
| Total Salaries and Renumerations | 18 110 | 13 767 |
| Other Personnel Costs | 3 217 | 1 807 |
| Total Personnel Costs | 21 327 | 15 574 |

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Note 6 Average Number of Employees by Country

| | 2018 | | | 2017 | | |
|--------------|-----------|-----------|-----------|-----------|-----------|-----------|
| | Women | Men | Total | Women | Men | Total |
| Sweden | 7 | 3 | 10 | 5 | 3 | 8 |
| Ethiopia | 7 | 13 | 20 | 6 | 9 | 15 |
| Kenya | 13 | 13 | 26 | 8 | 7 | 15 |
| DRC | 1 | 2 | 3 | 1 | 1 | 2 |
| Sudan | 0 | 1 | 1 | 0 | 1 | 1 |
| Total | 28 | 32 | 60 | 20 | 21 | 41 |

Gender balance of the Board and Senior Leadership

| | 2018 | | | 2017 | | |
|---------------------------|------------------------|-----|-------|------------------------|-----|-------|
| | Number on Closing Date | | | Number on Closing Date | | |
| | Women | Men | Total | Women | Men | Total |
| Board Members | 4 | 3 | 7 | 4 | 3 | 7 |
| Strategic Leadership Team | 5 | 2 | 7 | 4 | 1 | 5 |

Note 7 Equipment

| | 2018-12-31 | 2017-12-31 |
|-------------------------------------------------|-------------|-------------|
| Opening Acquisition Costs | 447 | 447 |
| Change during the year | | |
| Purchase | | |
| Closing Accumulated Costs | 447 | 447 |
| Opening Depreciation | -447 | -436 |
| Changes during the year | | |
| Depreciation | | -11 |
| Closing Accumulated Depreciation | -447 | -447 |
| Closing Residual Value according to Plan | 0 | 0 |

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| | 2018-12-31 | 2017-12-31 |
|---------------------------------------------------|--------------|--------------|
| Note 8 Prepaid Expenses and Accrued Income | | |
| Prepaid Rent | 197 | 142 |
| Accrued Income | 4 004 | 2 309 |
| Transfers to Partner Organisations | 3 358 | 541 |
| Other Items | 439 | 175 |
| Total | 7 998 | 3 167 |

| | 2018-12-31 | 2017-12-31 |
|---------------------------------------------|--------------|--------------|
| Note 9 Provisions | | |
| Provision for severance payment in Ethiopia | 326 | 162 |
| Provision estimated taxes employees abroad | 1 526 | 1 694 |
| Total | 1 852 | 1 856 |

| | 2018-12-31 | 2017-12-31 |
|-----------------------------------------------------|--------------|--------------|
| Note 10 Accrued Expenses and Deferred Income | | |
| Accrued Holiday Pay including Social Fees | 611 | 284 |
| Other Items | 1 819 | 895 |
| Total | 2 429 | 1 179 |

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Uppsala 2019-05-18



Gustaf Ödquist
President



Myra Blyth



Thomas Bamat



Vebjørn Horsfjord



Fulata Lusungu Moyo



Alice Nderitu



Shamsia Ramadhan

Our audit report was submitted 2019-05-24



David Axelson-Fisk
Auditor

Öhrlings PricewaterhouseCoopers AB



Maria Wigenfeldt
Authorised Auditor

Auditor's Report

To the Board of Directors of Stiftelsen Liv- och Fredinstitutet (Life and Peace Institute), corporate identity number 817602-2302

Report on the annual accounts

Opinions

We have audited the annual accounts of Stiftelsen Liv- och Fredinstitutet (Life and Peace Institute) for 2018.

In our opinion, the annual accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of Stiftelsen Liv- och Fredinstitutet (Life and Peace Institute) as of 31 December 2018 and of its financial performance for the year then ended in accordance with the Annual Accounts Act. The administration report is consistent with the other parts of the annual accounts.

Basis for Opinions

We conducted our audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. Our responsibilities under those standards are further described in the *Auditor's Responsibilities* section and the *Co-auditor's Responsibilities* section, respectively

We are independent of the association in accordance with professional ethics for accountants in Sweden. I as Authorized Auditor have fulfilled my ethical responsibilities in accordance with these Requirements.

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

Other Information than the annual accounts

It is the nominee who has the responsibility for the other information. The other information is comprised of the Report "LPI External Report 2018" (but does not include the annual accounts and our Auditor's Report regarding those accounts.).

Our opinion on the annual accounts does not cover this other information and we do not express any form of assurance conclusion regarding this other information.

In connection with our audit of the annual accounts, our responsibility is to read the information identified above and consider whether the information is materially inconsistent with the annual accounts. In this procedure we also take into account our knowledge otherwise obtained in the audit and assess whether the information otherwise appears to be materially misstated.

Should we, based on the work performed concerning this information, 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.

Responsibilities of the Board of Directors

The Board of Directors is responsible for the preparation of the annual accounts and that they give a fair presentation in accordance with the Annual Accounts Act. The administrator is also responsible for such internal control as it determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Directors is responsible for the assessment of the association's ability to continue as a going concern. It discloses, as applicable, matters related to going concern and the use of the going concern basis of accounting. The going concern basis of accounting is however not applied if the administrator intends to liquidate the association, to cease operations, or have no realistic alternative but to do so.

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Authorized Auditor's responsibilities

My objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and generally accepted auditing standards in Sweden 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 annual accounts.

As a part of my audit according to ISA, I undertake professional judgments and have a professionally sceptical approach during the entire audit. In addition, I execute the following activities:

- I identify and assess the risk of material misstatement in the annual accounts and consolidated accounts, whether due to fraud or error, design and execute audit measures based, amongst other things, on these risks and obtain audit evidence which is sufficient and appropriate to comprise the basis of my opinion. The risk for failing to identify material misstatements arising due to fraud is greater as regards a material misstatement due to error, as fraud can include engagement in collusion, forgery, intentional omission, incorrect information or disregard of internal control.
- I obtain an understanding of that portion of the Foundation's internal control having significance to my audit to design audit measures which are appropriate with regard to the circumstances but I do not express an opinion on the effectiveness of the internal control.
- I evaluate the appropriateness of the accounting policies applied and the reasonability of the administrator's estimations in the accounts and associated disclosures.
- I test the appropriateness of the Board of Director's application of the assumption of going concern in preparing the annual accounts. I test, based on the audit evidence obtained, whether there are significant factors of uncertainty referring to such events or circumstances that can lead to significant doubt as to the association's capacity to continue its operations. If I come to the conclusion that there are significant factors of uncertainty, I am required to provide a statement in the Auditor's Report, noting that the disclosures in the annual accounts involve factors of uncertainty, provided that such information is insufficient, modifying my opinion regarding the annual accounts. My conclusions are based on the auditor's evidence obtained up until the date of the Auditor's Report. However, future events or circumstances can imply that the Foundation can no longer continue its operations.
- I evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and if the annual and consolidated accounts reflect the underlying transactions and events in a manner providing a true and fair view.

I am required to inform the Board of Directors of, amongst other things, the planned scope of the audit and its focus, and the time schedule for the audit. I am also required to inform on any significant observations made during the audit, including any identified significant deficiencies in the internal control.

Co- Auditor's responsibilities

My objectives are to carry out an audit under the Audit Act and thus according to good auditing practice in Sweden. My goal is to obtain a reasonable degree of certainty as to whether the annual accounts have been prepared in accordance with the Annual Accounts Act and if the annual accounts give a true and fair view of the organization's result and position.

Report on other legal and regulatory requirements

Opinion

In addition to our audit of the annual accounts, we have also audited the administration of the Board of Directors of Stiftelsen Liv- och Fredsinstitutet (Life and Peace Institute) for 2018.



In our opinion the members of the Board of Directors have not acted in contravention of the Foundations Act, the Foundation's Regulations or the Annual Accounts Act.

Basis for Opinion

We conducted the audit in accordance with generally accepted auditing standards in Sweden. Our responsibilities under those standards are further described in the *Auditor's Responsibilities* section. We are independent of the association in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled our ethical responsibilities in accordance with these requirements.

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

Responsibilities of the Board of Directors

The Board of Directors is responsible for the administration according to the Foundations Act and the Foundation's Regulations.

Auditor's responsibility

Our objective concerning the audit of the administration, and thereby our opinion about discharge from liability is to obtain audit evidence to assess with a reasonable degree of assurance whether any member of the Board of Directors in any material respect:

- has undertaken any action or been guilty of any omission which can give rise to liability to the association, or reason for removal of any member of the administration, or
- has, in any way, acted in contravention of the Foundations Act, the Foundation's Regulations or the Annual Accounts Act.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with generally accepted auditing standards in Sweden will always detect actions or omissions that can give rise to liability to the association.

As part of an audit in accordance with generally accepted auditing standards in Sweden, we exercise professional judgment and maintain professional scepticism throughout the audit. The examination of the administration is based primarily on the audit of the accounts. Additional audit procedures performed are based on our professional judgement with the starting point in risk and materiality. This means that we focus the examination on such actions, areas and relationships that are material for the operations and where deviations and violations would have particular importance for the association's situation. We examine and test decisions undertaken, support for decisions, actions taken and other circumstances that are relevant to our opinion.

Uppsala, May 24th 2019

Öhrlings PricewaterhouseCoopers AB



Maria Wigenfeldt
Authorized Public Accountant

Uppsala, May 27th 2019



David Axelson-Fisk