

FINANCIAL REPORTS



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Report of the Auditor to the Governing Council of the International AIDS Society

8th IAS Conference on HIV Pathogenesis, Treatment and Prevention, Vancouver, Canada, 19 - 22 July 2015

As auditor, we have been engaged to audit the accompanying statement of income and expenditures of the 8th IAS Conference on HIV Pathogenesis, Treatment and Prevention held in Vancouver, on 19 July - 22 July 2015, which comprise of the income statement and the explanatory notes.

Governing Council's Responsibility

The Governing Council is responsible for the preparation of the statement of income and expenditures in accordance with the requirements of Swiss law. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of statement of income and expenditures that are free from material misstatement, whether due to fraud or error. The Governing Council is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on this statement of income and expenditures based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement of income and expenditures. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement of income and expenditures, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the statement of income and expenditures in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the statement of income and expenditures. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



**8th IAS Conference on HIV Pathogenesis, Treatment and Prevention,
Vancouver, Canada, 19 - 22 July 2015
Report of the Auditors for the Governing Council of the
International AIDS Society on the
Statement of Income and Expenditures**

Opinion

In our opinion, the statement of income and expenditures in relation with the 8th IAS Conference on HIV Pathogenesis, Treatment and Prevention held in Vancouver on 19 July - 22 July 2015, complies with Swiss law, the association's bylaws and is in accordance with the accounting policies described in note 2 to the financial statements of the International AIDS Society for the year ended 31 December 2015.

KPMG SA

**Pierre Henri Pigeon
Licensed Audit Expert
Auditor in Charge**

**Quynh Anh Dang
Licensed Audit Expert**

Geneva, 31 May 2016

Enclosure:

Statement of income and expenditures (income statement and explanatory notes)

8TH IAS CONFERENCE ON HIV PATHOGENESIS, TREATMENT AND PREVENTION

19-22 July 2015, Vancouver, Canada

FINAL STATEMENT OF INCOME & EXPENDITURES (Figures are stated in US\$)

NOTES		APPROVED BUDGET	ACTUALS
	INCOME		
2	SPONSORS AND DONORS	2,787,000	2,861,291
	COMMERCIAL SPONSORSHIP	1,247,590	1,296,328
3	REGISTRATION FEES	2,775,960	2,722,964
4	OTHER REVENUES	177,000	170,449
	TOTAL INCOME	6,987,550	7,051,032
	EXPENDITURES		
5	LOGISTICS	796,893	791,616
	COMMERCIAL SPONSORSHIP	166,254	169,924
6	SCHOLARSHIPS	323,735	317,392
	PROGRAMME	551,634	541,591
	AUDIO VISUAL	283,300	267,055
7	IAS CONFERENCE SECRETARIAT	1,274,000	1,283,191
	IT	494,170	496,387
	COMMUNICATIONS	772,221	764,401
	EVALUATION + QUALITY ASSESSMENT	270,415	290,102
	FUNDRAISING	332,000	350,502
8	REVOLVING FUND	330,000	330,000
9	GOVERNANCE	63,430	116,082
	AUDIT / FINANCE	332,800	351,666
10	VARIOUS FINANCIAL COSTS	219,280	208,912
11	START-UP COSTS	139,000	138,629
	OTHER LOCAL COSTS	37,000	36,713
	TOTAL EXPENDITURES	6,386,132	6,454,163
	SUBTOTAL SURPLUS / (DEFICIT)	601,418	596,869

8TH IAS CONFERENCE ON HIV PATHOGENESIS, TREATMENT AND PREVENTION

19-22 July 2015, Vancouver, Canada

EXPLANATORY NOTES TO THE FINAL STATEMENT OF INCOME AND EXPENDITURES

1 BASIS OF PREPARATION

The statement of income and expenditure was prepared in accordance with the accounting policies specified in the notes of the International AIDS Society in Geneva.

The statement of income is based on the actual information available as of 31 March, 2016

The “approved budget” figures in the left column reflects the last budget accepted by the IAS Governing Council on December 10, 2015

2 SPONSORSHIP

Sponsorship includes all sponsors and donors. Major sponsors for IAS 2015 included:

DONORS

Public Health Agency of Canada (PHAC)

Canada - Department of Foreign Affairs (DFATD)

Tourism Vancouver

Division of AIDS at the Department of Medicine of the University of British Columbia (UBC-DAIDS)

U. S. National Institutes of Health – National Institute of Allergy and Infectious Diseases (NIAID)

U. S. National Institutes of Health – National Institute of Child Health and Human Development (NICHD)

U. S. National Institutes of Health – Office of AIDS Research (OAR)

The French National Agency for Research on AIDS and Viral Hepatitis (ANRS)

World Health Organization (WHO)

UNAIDS, The joint United Nations Programme on HIV/AIDS

MAJOR INDUSTRY SPONSORS

AbbVie

Gilead Sciences, Inc.

Merck, Sharp & Dohme Corp.

ViiV Healthcare

CORPORATE SPONSORS

Chevron U.S.A. Inc.

Mylan Laboratories Inc.

Janssen Pharmaceuticals, Inc.

Bristol, Myers Squibb

TD Bank Group

A full list can be obtained from the conference secretariat.

3 REGISTRATION FEES

The income from registration fees is based on the total number of paid registrations of 3,938 (Kuala Lumpur: 3,164) less the voluntary delegate contributions mentioned hereunder

PAID REGISTRATION:	VANCOUVER	KUALA LUMPUR
Fully paying registrations:		
- OECD country delegates	2,338	1,547
- Non-OECD country delegates	<u>960</u>	<u>1,301</u>
Students	505	230
Exhibitors	26	19
Accompanying Persons and Children	<u>109</u>	<u>67</u>
Total fully paying registrations:	3,938	3,164
Non-paid registrations:		
Media	237	184
Free Registrations (including scholarship recipients, volunteers and staff)	1,304	1,819
Voluntary delegate contributions to: - Memberships "IAS"		264,900

4 OTHER REVENUES

Other sources of revenue include hotel commission

5 LOGISTICS

The main expenditures incurred for the Logistics are as follows:

	IAS2015	IAS2013
	\$791,616	\$1,128,172
Facilities (rent, signage, security and set up of venue)	202,213	576,114
On Site and Logistic Personnel (staff, hostesses and volunteers)	471,699	294,763
Fees to PCO (Congrex, CH) for:		
<i>project management, registration and exhibition handling</i>	72,733	153,069
Printed material (Invitation, Final Prog., Abstract Book, etc)	9,894	43,945
Bags and Badges	18,476	16,188
Travel, logistic staff	16,600	36,850
Refreshment, technical, postage, etc	0	7,243

6 SCHOLARSHIPS

These figures include scholarships recipients and speakers as per the main details bringing 90 delegates and 61 speakers to the conference mainly from developing countries:

	\$317,392	\$315,093
Travel	90,852	123,638
Accommodation & per diem	47,436	30,435
Registration fees	82,920	51,990
Handling	96,185	100,523
Other	0	8,507

7 IAS CONFERENCE SECRETARIAT (GENEVA)

	\$1,283,191	\$1,397,078
Staff	671,910	800,646
Office costs	402,010	385,139
Travel	199,540	191,034
Legal services	6,897	8,047
Consulting fees	2,834	12,212

8 REVOLVING FUND

\$330,000

\$0

In accordance with the distribution policy regarding surplus/deficit at the IAS Conference, the IAS Governing Council has decided to set aside funds for future costs in the event of a cancelled or postponed conference or one with a reduced number of paid registrations.

9 GOVERNANCE

This cost includes committee meetings and travel expenses for the elected committee members.

10 VARIOUS FINANCIAL COSTS

The various financial costs include:	\$208,912	\$168,128
Foreign exchange (Gain) / Loss	68,681	887
Bank & credit cards fees	57,008	39,343
VAT & tax	40,021	64,908
Insurances	36,703	55,925
Carbon emission offset	6,500	7,065

11 START-UP COSTS

These costs include all expenses associated with initial negotiations and pre-planning meetings with the local host and co-organizers, initial promotion and marketing expenses, and all travel and other expenses incurred until the official conference organizing committee meeting, where the first budget was accepted.



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**Report of the Auditor to the Governing Council on the Consolidated Financial Statements of
International AIDS Society, Geneva**

As auditors, we have been engaged to audit the accompanying consolidated financial statements of International AIDS Society, which comprise the consolidated balance sheet, consolidated income and expenditure account and notes for the year ended 31 December 2015.

Governing Council's Responsibility

The Governing Council is responsible for the preparation of the consolidated financial statements in accordance with the requirements of Swiss law. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error. The Governing Council is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



*International AIDS Society, Geneva
Report of the Auditor
to the Governing Council
on the Consolidated Financial Statements*

Opinion

In our opinion, the consolidated financial statements for the year ended 31 December 2015 comply with Swiss law, the association's bylaws and are in accordance with the accounting policies described in note 2 of these consolidated financial statements.

KPMG SA

Pierre-Henri Pigeon
Licensed Audit Expert
Auditor in Charge

Quynh-Anh Dang
Licensed Audit Expert

Geneva, 31 May 2016

Enclosure:

Consolidated financial statements (consolidated balance sheet, consolidated income and expenditure account and notes)

INTERNATIONAL AIDS SOCIETY - GENEVA

Consolidated Financial Report 2015

CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31 (FIGURES ARE STATED IN US\$)

	NOTES	2015	2014
CURRENT ASSETS			
Cash & Cash Equivalents	3	10,558,804	8,110,138
Cash - Leadership		54,135	54,135
Accounts Receivable	4	269,215	1,506,294
Prepaid Expenses	5	-	693
		10,882,154	9,671,260
NON-CURRENT ASSETS			
Equipment		17,298	7,207
CURRENT LIABILITIES			
Accounts Payable	6	325,977	570,975
Fund ANRS		26,736	17,736
Accrued Expenses	7	506,994	682,119
Deferred Income	8	682,584	586,454
NON-CURRENT LIABILITIES			
Provision	9	25,250	25,250
Total Liabilities		1,567,541	1,882,534
FUNDS & RESERVES			
Restricted Funds			
	10		
Leadership Fund		54,135	54,135
Scholarship Reserve		610,861	610,861
IAS 2015		-	-77,728
AIDS 2016		-1,550,240	-276,838
IAS 2017 / AIDS 2018		-115,671	-9,366
CNIHR		-	46,298
Road to Durban		273,908	-
CIPHER		1,277,727	646,767
HIV CURE		95,774	169,639
Differentiated Models		1,130,202	-
Youth Voices		148,000	-
IAC Revolving Fund	11	3,393,536	3,393,536
		5,318,232	4,557,304
Unrestricted & IAS Designated Funds			
IAS Conference Revolving Fund	12	1,031,086	701,086
IAS Conference Institutional Memory & Admin RF	13	1,602,793	1,844,395
IAS 2015 Conference Surplus	14	596,868	-
AIDS 2014 Conference Surplus	14	51,381	102,763
General IAS Reserve	15	590,773	454,851
JIAS reserve		140,778	135,533
		4,013,679	3,238,628
Total Funds & Reserves		9,331,911	7,795,932

INTERNATIONAL AIDS SOCIETY - GENEVA

Consolidated Financial Report 2015

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED DECEMBER 31

UNRESTRICTED FUNDS (FIGURES ARE STATED IN US\$)

● UNRESTRICTED FUNDS

	NOTES	IAS	ILF	JIAS	TOTAL IAS 2015	IAS CONFERENCE REVOLVING FUND	IAS CONFERENCE INSTITUTIONAL MEMORY REVOLV. FUND	2014 CONFERENCE SURPLUS	2015 CONFERENCE SURPLUS	TOTAL FUNDS 2015	TOTAL FUNDS 2014
FUND BALANCE AT JANUARY 1		454,851	-	135,533	590,384	701,086	1,844,395	102,763	-	3,238,628	4,378,079
REVENUES											
Conference Income		-			-					-	4,900
Membership Dues		330,060			330,060					330,060	379,643
Sponsors			334,776		334,776					334,776	259,000
Donors					-					-	-
Others	16	22,809		242,617	265,426					265,426	346,543
TOTAL REVENUES		352,869	334,776	242,617	930,262	-	-	-	-	930,262	990,086
EXPENSES											
IAS Staff Salaries & Benefits		225,552	140,289	180,839	546,680					546,680	546,353
Legal fees		7,112	13	13	7,138					7,138	17,196
Consulting & Audit fees		360,248	7,453	37,098	404,799					404,799	413,273
Office Expenses		17,936	10,765	11,436	40,137					40,137	50,205
Travel Expenses		54,984	20,002	5,828	80,814					80,814	77,643
Governance Retreat & Expenditure		52,641	-	-	52,641					52,641	104,915
Direct Expenses		1,184	19,255	1,097	21,536					21,536	15,348
Other Expenses		5,559	5	63	5,627					5,627	14,492
Subgrant			-	-	-					-	-
Amortization of Capital Expenses		998	499	998	2,495					2,495	3,426
Exchange Loss / -Gain					-					-	-10,619
TOTAL EXPENSES		726,214	198,281	237,372	1,161,867	-	-	-	-	1,161,867	1,232,232
Financial income		12,065			12,065					12,065	
Financial expenses		-21,171			-21,171					-21,171	
Extraordinary, non-recurring or prior period income	17	89,468			89,468					89,468	
Extraordinary, non-recurring or prior period expenses		-			-					-	
GROSS SURPLUS (-DEFICIT)		-292,984	136,495	5,245	-151,244	-	-	-	-	-151,244	-242,146
Transfer to Unrestricted & Designated Funds		-575			-575					-575	-77,534
- Revolving Fund					-	330,000				330,000	
- AIDS 2014 Reserves					-					-	-1,000,000
- Conference Surplus	14	51,382			51,382		-51,382	596,868		596,868	102,763
- Funds Transfer		241,602			241,602		-241,602			-	77,464
Result after Transfers		-575	136,495	5,245	141,165	330,000	-241,602	-51,382	596,868	775,049	-1,139,453
FUND BALANCE AT DECEMBER 31	15	454,277	136,495	140,778	731,551	1,031,086	1,602,793	51,381	596,868	4,013,679	3,238,628

INTERNATIONAL AIDS SOCIETY - GENEVA

Consolidated Financial Report 2015

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED DECEMBER 31 (FIGURES ARE STATED IN US\$)

● RESTRICTED FUNDS

NOTES	CONFERENCES					IAC REVOLV. FUND	SUBTOTAL	
	LEADER- SHIP	SCHOLAR- SHIP	VAN 2015	DUR 2016	2017-2018		2015	2014
FUND BALANCE AT JANUARY 1	54,135	610,861	-77,727	-276,838	-9,366	3,393,536	3,694,601	978,445
REVENUES								
Conferences Income			3,996,777	109,040			4,105,817	7,182,010
Membership Dues							-	
Sponsors			1,016,580	257,500			1,274,080	1,845,525
Donors			1,487,461	1,242,192			2,729,653	5,205,357
Others			170,449	-			170,449	395,262
TOTAL REVENUES	-	-	6,671,267	1,608,732	-	-	8,279,999	14,628,154
EXPENSES								
IAS Staff Salaries & Benefits			2,544,455	1,295,863	38,525		3,878,844	4,662,826
Legal fees			5,469	3,492	3,370		12,331	29,832
Consulting & Audit fees			1,537,439	327,800			1,865,239	2,024,324
Office Expenses			390,088	220,041	50		610,179	652,692
Travel Expenses			514,503	268,631	8,597		791,731	2,054,146
Governance			38,221	17,378	4,167		59,765	94,138
Direct Expenses			350,712	342,288	51,597		744,597	2,799,593
Other Expenses			40,211	248			40,458	203,285
Prizes / Subgrant / Outreach			113,751	350,000			463,751	14,550
Amortization of Capital Expenses			7,489	3,302			10,792	35,117
Exchange Loss / -Gain							-	161,268
TOTAL EXPENSES	-	-	5,542,339	2,829,043	106,305	-	8,477,686	12,731,771
Financial income			20,912	29,572	-		50,484	
Financial expenses			-145,246	-82,664	-		-227,909	
Extraordinary, non-recurring or prior period income			-	-	-		-	
Extraordinary, non-recurring or prior period expenses			-	-	-		-	
GROSS SURPLUS (-DEFICIT)	-	-	1,004,595	-1,273,402	-106,305	-	-375,112	1,896,383
Transfer to Unrestricted & Designated Funds							-	-
- Revolving Fund	12		-330,000				-330,000	-
- AIDS 2014 Reserve							-	1,000,000
- Conference Surplus	14		-596,868				-596,868	-102,763
- Funds Transfer							-	-77,464
Result after Transfers	-	-	77,727	-1,273,402	-106,305	-	-1,301,980	2,716,156
FUND BALANCE AT DECEMBER 31	54,135	610,861	-	-1,550,240	-115,671	3,393,536	2,392,621	3,694,601

INTERNATIONAL AIDS SOCIETY - GENEVA

Consolidated Financial Report 2015

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED DECEMBER 31 (FIGURES ARE STATED IN US\$)

● RESTRICTED FUNDS

	NOTES	HIV PROGRAMMES							SUBTOTAL	
		CNIHR	ROAD TO DURBAN	CIPHER	CURE	DIFFERENTIATED MODELS	YOUTH VOICES	HIV CSS	2015	2014
FUND BALANCE AT JANUARY 1		46,298		646,767	169,639	-	-	-	862,704	1,430,216
REVENUES										
Conferences Income					26,188				26,188	
Membership Dues									-	
Sponsors				216,500	93,055				309,555	48,300
Donors	19	83,803	306,487	1,560,000	221,182	1,188,397	200,000	72,118	3,631,987	2,190,022
Others					-				-	2,264
TOTAL REVENUES		83,803	306,487	1,776,500	340,425	1,188,397	200,000	72,118	3,967,730	2,240,586
EXPENSES										
IAS Staff Salaries & Benefits		32,692	3,632	344,679	141,555	-	-	-	522,559	731,195
Legal fees		9	-	26	17	-	-	-	52	
Consulting & Audit fees		79,256	15,507	97,657	54,103	33,270	-	-	279,793	224,842
Office Expenses		7,684	-	22,692	15,949	3,637	-	-	49,961	108,595
Travel Expenses		1,632	13,440	95,928	122,031	13,395	-	-	246,427	447,102
Governance		-	-	2,653	3,423	5,709	-	-	11,785	6,867
Direct Expenses		9,328	-	70,942	74,382	2,184	-	-	156,835	101,672
Other Expenses		3	-	10	1,378	-	-	-	1,392	71
Prizes / Subgrant / Outreach		-	-	509,454	-	-	52,000	72,118	633,572	1,261,003
Amortization of Capital Expenses		73	-	1,497	998	-	-	-	2,568	4,285
Exchange Loss / -Gain									-	
TOTAL EXPENSES		130,676	32,579	1,145,540	413,836	58,195	52,000	72,118	1,904,944	2,885,632
Financial income									-	
Financial expenses		-	-	-	-454	-	-	-	-454	
Extraordinary, non-recurring or prior period income									-	
Extraordinary, non-recurring or prior period expenses									-	
GROSS SURPLUS (-DEFICIT)		-46,873	273,908	630,960	-73,865	1,130,202	148,000	-	2,062,332	-645,046
Transfer to Unrestricted & Designated Funds		575							575	77,534
- Revolving Fund									-	
- AIDS 2014 Reserve									-	
- Conference Surplus									-	
- Funds Transfer									-	
Result after Transfers		-46,298	273,908	630,960	-73,865	1,130,202	148,000	-	2,062,907	-567,512
FUND BALANCE AT DECEMBER 31		-	273,908	1,277,727	95,774	1,130,202	148,000	-	2,925,611	862,704

INTERNATIONAL AIDS SOCIETY - GENEVA

CONSOLIDATED FINANCIAL REPORT 2015

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED DECEMBER 31
(FIGURES ARE STATED IN US\$)

	NOTES	UNRESTRICTED		RESTRICTED		TOTAL	
		2015	2014	2015	2014	2015	2014
FUND BALANCE AT JANUARY 1		3,238,628	4,378,079	4,557,305	2,408,661	7,795,933	6,786,740
REVENUES							
Conferences Income		-	4,900	4,132,005	7,182,010	4,132,005	7,186,910
Membership dues	8	330,060	379,643	-	-	330,060	379,643
Sponsors		334,776	259,000	1,583,635	1,893,825	1,918,411	2,152,825
Donors		-	-	6,361,640	7,395,379	6,361,640	7,395,379
Others		265,426	346,543	170,449	397,526	435,875	744,069
TOTAL REVENUES		930,262	990,086	12,247,729	16,868,740	13,177,990	17,858,826
EXPENSES							
IAS Staff Salaries & Benefits		546,680	546,353	4,401,403	5,394,021	4,948,082	5,940,374
Legal fees		7,138	17,196	12,383	29,832	19,521	47,028
Consulting & Audit fees		404,799	413,273	2,145,032	2,249,166	2,549,830	2,662,439
Office Expenses		40,137	50,205	660,139	761,287	700,276	811,492
Travel Expenses		80,814	77,643	1,038,158	2,501,248	1,118,972	2,578,891
Governance Retreat, Strategic and Expenditure		52,641	104,915	71,551	101,005	124,192	205,920
Direct Expenses	18	21,536	15,348	901,432	2,901,265	922,968	2,916,613
Other Expenses		5,627	14,492	41,850	203,356	47,477	217,848
Subgrant		-	-	1,097,323	1,275,553	1,097,323	1,275,553
Amortization of Capital Expenses		2,495	3,426	13,360	39,402	15,856	42,828
Exchange Loss / -Gain		-	-10,619	-	161,268	-	150,649
TOTAL EXPENSES		1,161,867	1,232,232	10,382,630	15,617,403	11,544,497	16,849,635
Financial income		12,065	-	50,484	-	62,549	-
Financial expenses		-21,171	-	-228,363	-	-249,535	-
Extraordinary, non-recurring or prior period income	17	89,468	-	-	-	89,468	-
Extraordinary, non-recurring or prior period expenses		-	-	-	-	-	-
GROSS SURPLUS (-DEFICIT)		-151,244	-242,146	1,687,220	1,251,337	1,535,976	1,009,191
Transfer to Unrestricted & Designated Funds		-575	-77,534	575	77,534	-	-
- Revolving Fund		330,000	-	-330,000	-	-	-
- AIDS 2014 Reserve		-	-1,000,000	-	1,000,000	-	-
- Conference Surplus		596,868	102,763	-596,868	-102,763	-	-
- Funds Transfer		-	77,464	-	-77,464	-	-
Result after Transfers		775,049	-1,139,453	760,927	2,148,644	1,535,976	1,009,191
FUND BALANCE AT DECEMBER 31		4,013,679	3,238,628	5,318,232	4,557,305	9,331,911	7,795,932

INTERNATIONAL AIDS SOCIETY - GENEVA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2015

A. PRINCIPLES

1 ORGANISATION

International AIDS Society (the Society) was founded in 1988 and transferred from Stockholm, Sweden to Geneva, Switzerland in June 2004, in the form of an association.

With its headquarters in Geneva, and forty three staff members (2014: forty two), the Society is recognized under Swiss law as an international, non-governmental, non-profit organization. The Society is exempt from Swiss corporate taxation.

These consolidated statements include all transactions of the IAS local entities formed in connection with IAC Conferences.

2 ACCOUNTING POLICIES

The significant accounting policies are set out below:

a) Basis of Preparation and Statement of Compliance - first adoption of new accounting law

The consolidated financial statements of the Society have been prepared on a basis consistent with its statutes and that complies with the accounting regulations of the Society and the provisions of the new Swiss Law regarding accounting and financial reporting. The comparative figures have not been restated for 2014. Consequently, comparative figures with prior year is limited.

The Society's accounting policies and the format used for the presentation of its consolidated financial statements are designed to present accurately the conferences, programmes, and other activities of the Society.

The consolidated financial statements are presented in US Dollars (rounded to the nearest dollar), as the majority of the Society's activities is conducted in this currency.

b) Recognition of Income

Current Conference & final year HIV Programmes

Conference income, project management fees, donors, sponsors and other restricted income are recognized when paid and when revenues are realizable.

Future Conferences & ongoing HIV Programmes

Conference income, project management fees, donors, sponsors and other restricted income are recognized when paid.

Core

Unrestricted revenue from donors is recognized over the contract period.

Membership income, sponsorship fees from ILF and other income from JIAS are recognized in the period to which it relates.

Membership income, sponsorship fees from ILF and other income from JIAS for future periods, which are received in advance, are deferred in the balance sheet.

c) Recognition of Expenditure

Payments to third parties are recognized when the commitment to pay has been made before the end of the year and the payment relates to the current year, and when there is either a legal or a constructive obligation to pay.

d) Foreign Currency

Transactions in currencies other than US Dollars are converted into US Dollars at rates that approximate the actual rates at the transaction date. Realized and unrealized exchange differences are reported in the income and expenditure account.

e) Equipment

Purchases of equipment are capitalized and then depreciated on a straight-line basis over 3 years.

B. INFORMATION ON BALANCE SHEET AND INCOME AND EXPENDITURE ACCOUNT ITEMS

		2015	2014
3 CASH AND CASH EQUIVALENTS	US\$	10,558,804	8,110,138
Petty Cash	US\$	9,949	8,254
Bank accounts - current accounts deposits	US\$	6,442,313	3,994,998
	US\$	4,106,541	4,106,886
4 ACCOUNTS RECEIVABLE	US\$	269,215	1,506,294
Conference: Various Sponsors & Donors	US\$	192,721	1,373,931
Programmes: Various Sponsors & Donors	US\$	66,134	105,224
Swiss VAT	US\$	6,164	18,790
Withholding tax	US\$	1,970	4,530
Other	US\$	2,226	3,819
5 PREPAID EXPENSES	US\$	-	693
Other Prepaid	US\$	-	693
6 ACCOUNTS PAYABLE	US\$	325,977	570,975
Payable - Vancouver	US\$	112,558	-
Payable - Melbourne	US\$	-	139,862
Payable - KL	US\$	5,000	5,000
Payable - Rome	US\$	-	3,083
Other various payable	US\$	208,419	423,030
7 ACCRUED EXPENSES	US\$	506,994	682,119
CH VAT	US\$	28,987	48,467
SA VAT	US\$	4,754	-
AU VAT	US\$	-	121,212
Social Expenses	US\$	299,047	306,568
Accrued Conferences expenses	US\$	152,925	181,526
Other accrued expenses	US\$	21,281	24,346
8 DEFERRED INCOME	US\$	682,584	586,454
Membership income			
- Current	US\$	270,258	312,040
- Non-Current	US\$	238,590	220,547
Open Society Institute	US\$	49,986	49,987
HIV Cure Symposium - registration	US\$	-	3,880
ILF - Sponsors 2016	US\$	80,000	-
JIAS - 2016	US\$	43,750	-
9 PROVISION	US\$	25,250	25,250
Provision for office restoration at end of lease term			
10 RESTRICTED FUNDS			
<p>All figures are in relation to funds received and reserved for specific programmes or projects. Concerning future Conferences, the negative amounts of US\$ 1,550,240 (AIDS2016) and US\$ 115,671 (Conferences 2017-2018) reflects expenditures that have yet to be covered by the income from the future conferences. The AIDS2016 budget currently shows a deficit, approved by the IAS Governing Council in February 2016 (Note that the budgeted deficit is excluding any allocation to the revolving fund). The potential AIDS2016 deficit would be covered by the IAC Revolving Fund (11) and the IAS Conference Institutional Memory & Administration Revolving Fund (13).</p>			
11 IAC REVOLVING FUND	US\$	3,393,536	3,393,536
<p>In accordance with the distribution policy regarding surplus/deficit at the IAC Conference, the IAS Governing Council has decided to set aside funds for future costs in the event of a cancelled or postponed conference or one with a reduced number of paid registrations.</p>			

12 IAS CONFERENCE REVOLVING FUND	US\$	1,031,086	701,086
In accordance with the distribution policy regarding surplus/deficit at the IAS Conference, the IAS Governing Council has decided to set aside funds for future costs in the event of a cancelled or postponed conference or one with a reduced number of paid registrations.			
Reorganizational plan 2014	US\$	-	-27,217
IAS2015 Conference Surplus	US\$	330,000	-
13 IAS CONFERENCE INSTITUT'L MEMORY AND ADMINISTRATION REVOLVING FUND	US\$	1,602,793	1,844,395
In June 2013, the IAS Governing Council has decided to create a third fund to support the Secretariat that will jointly serve the two conferences in the event of a cancelled or postponed conference or one with a reduced number of paid registrations.			
In 2015 it was agreed by the Governing Council that the reserve could be used to cover the expenses linked to a Membership Strategy & Rebranding, up to an amount of US\$315,000. Due to its nature, this revolving fund was reclassified from Restricted Funds to Unrestricted and Designated Funds.			
Reorganizational plan 2014	US\$		-104,681
Membership Strategy & Rebranding	US\$	-241,602	
14 CONFERENCES SURPLUS	US\$	648,249	102,763
The AIDS 2014 Conference Surplus to support the Core expenses			
Second half of the AIDS2012	US\$	-51,381	102,763
Surplus supported the Core expenses in 2014			
The IAS 2015 Conference Surplus to support the Core expenses	US\$	-	-146,489
The IAS 2015 Conference Surplus to support Co-Infection activities	US\$	574,519	-
	US\$	22,349	
15 GENERAL RESERVE	US\$	590,773	454,851
IAS Core activities Surplus / (Deficit)	US\$	-293,559	-28,206
ILF Reserve transfer	US\$	136,495	302,058
AIDS2014 - Surplus	US\$	51,382	
Transfer from IM&A RF	US\$	241,602	
16 OTHER UNRESTRICTED REVENUES	US\$	265,426	346,543
Interest on deposits and current banks accounts	US\$	-	12,471
Other	US\$	22,809	110,585
JIAS Income	US\$	242,617	223,487
17 EXTRAORDINARY, NON-RECURRING OR PRIOR PERIOD INCOME	US\$	89,468	
Late payment from donor in connection with 2014 Core activity			
	US\$	4,855	
Late payment from AIDS2014 Donors / Exhibitors			
	US\$	63,338	
Dissolution of previous year reserves			
	US\$	17,332	
Other 2014 income			
	US\$	3,943	
18 DIRECT EXPENSES	US\$	922,968	2,916,613
Logistics & Exhibition (rental of venues, signage, build up...)			
	US\$	398,861	1,185,786
Scholarships (registrations, per diem...)			
	US\$	82,920	257,310
Local office expenses (Durban staff, office costs...)			
	US\$	129,967	465,950
Programme & Programme activities (meeting costs)			
	US\$	50,160	120,516
Conference secretariat			
	US\$	6,017	20,933
I/T operations			
	US\$	18,978	32,078
Communications (Media Center, printing...)			
	US\$	3,767	998
Audio Visual			
	US\$	43,228	590,526
Various financial costs			
	US\$	36,818	108,096
Start up & Other costs			
	US\$	152,254	134,420

19 CIPHER	US\$	1,560,000	815,000
2014 Donation from Charities AID Foundation / ViiV Healthcare	US\$		815,000
2015 Donation from Charities AID Foundation / ViiV Healthcare	US\$	1,560,000	

C. OTHER INFORMATION

20 CREDIT AGREEMENT	US\$	112,236	355,316
CHF 111,125 is under the guarantee of UBS AG represents a deposit surety for the office rental blocked for the Fondation Des Immeubles pour les Organisations Internationales (FIPOI)			
21 RESIDUAL AMOUNT OF LEASE OBLIGATIONS	US\$	655,151	1,195,100
The maturity of rental obligations of IAS Geneva offices which have a residual maturity of more than 12 months or which can not be cancelled within the next 12 months is as follows			
Up to 1 year	US\$	542,194	539,949
Between 1-5 years	US\$	112,957	655,151
More than 5 years	US\$	-	-
22 PENSIONS SCHEME LIABILITIES	US\$	158,101	176,717
These pension schemes liabilities are included in the balance sheet position under "Accrued Expenses"			
23 FULL-TIME EQUIVALENTS	FTE	42	43
The annual average number of full time equivalents for the reporting year as well as the previous year did not exceed 50			
24 SIGNIFICANTS EVENTS AFTER THE BALANCE SHEET DATE			
No events occurred subsequent to 31 December 2015 which could have a material impact on the understanding of these financial statements.			