Translation *)

Internationaler Naturerbe Fonds - Legacy Landscapes Fund rechtsfähige Stiftung des bürgerlichen Rechts Frankfurt am Main

Report on the audit of the annual financial statements as of December 31, 2023

*) German version prevails

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FREE TRANSLATION OF THE ORIGINAL GERMAN AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

To Internationaler Naturerbe Fonds – Legacy Landscapes Fund, foundation with legal capacity under civil law, Frankfurt am Main

Audit opinion

We have audited Internationalen Naturerbe Fonds – Legacy Landscapes Fund's, a foundation with legal capacity under civil law, annual financial statements, comprising the balance sheet, the income statement and the notes to the annual financial statements including the presentation of accounting and valuation methods, for the fiscal year from January 1, 2023, through December 31, 2023.

According to our assessment based on our audit's findings, the attached annual financial statements comply, in all material respects, with the requirements pursuant to German law and the Articles of Association's supplementary provisions and provide, by taking into account German generally accepted accounting principles, a true and fair view of the Foundation's assets and financial position as of December 31, 2023 and of its profit situation for the fiscal year from January 1, 2023 through December 31, 2023.

Pursuant to Art. 322 (3) sentence 1 HGB, we declare that our audit has not led to any reservations relating to the annual financial statements' legal compliance.

Basis for our audit opinion

We have conducted our audit of the annual financial statements in accordance with Art. 317 HGB and in compliance with German Generally Accepted Standards for the Audit of Financial Statements as issued by the Institute of Public Auditors in Germany (*Institut der Wirtschaftsprüfer*; "IDW"). Our responsibilities pursuant to these requirements and principles are further described in the section "Auditor's responsibilities for the audit of the annual financial statements" in our auditor's report. We are independent from the Foundation in accordance with the requirements pursuant to German commercial and professional law, and we have fulfilled our other German professional responsibilities in accordance with these requirements. We believe the audit evidence we have obtained is sufficient and appropriate in order to provide a basis for our audit opinion expressed on the annual financial statements.

egal representatives' responsibilities for the annual financial statements

The legal representatives are responsible for the preparation of the annual financial statements that comply, in all material respects, with the requirements pursuant German commercial law and the Articles of Association's supplementary provisions and that the annual financial statements, in compliance with German generally accepted accounting principles, provide a true and fair view of the Foundation's net assets, financial position, and profit situation. Furthermore, the legal representatives are responsible for such internal controls they have determined as being necessary in order to provide for the preparation of annual financial statements that are free from material misstatements, whether due to fraud (i.e., manipulation of accounting and property damage) or error.

When preparing the annual financial statements, the legal representatives are responsible to assess the Foundation's ability to continue as a going concern. They also have the responsibility to disclose, as applicable, matters related to the continuation as a going concern. Furthermore, they are responsible for financial reporting based on the going concern principle unless otherwise required due to actual or legal circumstances.

Auditor's responsibilities for the audit of the annual financial statements

Our objective is to obtain reasonable assurance as to whether the annual financial statements as a whole are free from any material misstatements, whether due to fraud or error, as well as to issue an auditor's report that includes our audit opinion on the annual financial statements.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Art. 317 HGB and in compliance with German Generally Accepted Standards for the Audit of Financial Statements as issued by the IDW will always detect any material misstatement. Misstatements can arise from fraud or error and are considered material if they, individually or in the aggregate, could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

We exercise professional judgment and maintain professional skepticism throughout the entire audit. We also:

- identify and assess the risks of material misstatements in the annual financial statements, whether due to fraud or error, plan and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our audit opinion. The risk of not detecting any material misstatements resulting from fraud is higher

than the risk of not detecting any material misstatements resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls;

- obtain an understanding of the internal control system relevant for the audit of the annual financial statements in order to plan audit procedures being appropriate under the circumstances, but not for the purpose of expressing an audit opinion on the effectiveness of the Foundation's systems;

- evaluate the appropriateness of accounting methods applied by the legal representatives and the reasonableness of estimates made by the legal representatives as well as the related disclosures;

- draw conclusions on the appropriateness of the going concern principle applied by the legal representatives and, based on the audit evidence obtained, whether there is a material uncertainty in connection with events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that there is a material uncertainty, we are required to draw attention in the auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our respective audit opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit certificate. However, future events or conditions may cause the Foundation to cease to continue as a going concern;

- evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements present the underlying transactions and events in a manner that the annual financial statements provide, by taking into account German generally accepted accounting principles, a true and fair view of the Foundation's assets, liabilities, financial position and profit situation.

We discuss with the supervisors, inter alia, the planned scope and timing of the audit as well as significant audit findings, including any deficiencies in the internal control system we identify during our audit.

OTHER LEGAL AND REGULATORY REQUIREMENTS

Report on the extended audit of the annual financial statements pursuant to Art. 6 (4) of the Hessian Foundation Act (HStiftG)

We have audited the preservation of the Foundation's assets as of the balance sheet date, December 31, 2023, and the use of the Foundation's funds in accordance with its Articles of Association for the fiscal year from January 1, 2023, through December 31, 2023.

According to our assessment, the Foundation's assets were preserved in real terms as of the balance sheet date December 31, 2023. The Foundation's funds were used as intended in the fiscal year from January 1, 2023, through December 31, 2023.

We conducted our audit in accordance with Art. 6 (4) of the HStiftG and the International Standard on Assurance Engagements (ISAE) 3000 (Revised). Accordingly, we, as an auditing firm, apply the requirements of the IDW Quality Assurance Standard: Requirements for Quality Assurance in Auditing Practice (IDW QS 1). We have complied with the professional duties pursuant to the German Auditors' Code and the professional statutes for auditors/sworn accountants, including the requirements for independence. Our responsibility pursuant to these rules and principles is further described below. We believe the audit evidence we have obtained is sufficient and appropriate in order to provide a basis for our audit opinions.

The legal representatives are responsible for the preservation of the Foundation's assets and the use of the Foundation's funds in accordance with the Articles of Association, as well as for the arrangements and measures (systems) they have deemed necessary for this purpose.

Our objective is to obtain reasonable assurance as to whether the Foundation's assets have been preserved as of the balance sheet date and the Foundation's funds have been used in accordance with the Articles of Association during the fiscal year in all material respects, and to issue an auditor's report that includes our audit opinion on the preservation of the Foundation's assets and the use of the Foundation's funds in accordance with the Articles of Association. We exercise professional judgment and maintain professional skepticism throughout the entire audit.

Internationaler Naturerbe Fonds - Legacy Landscapes Fund, Frankfurt am Main
Income statement for the fiscal year from January 1 through December 31, 2023

	2023 EUR	2023 EUR	2022 EUR	2022 EUR
1. Investment income				
a) Income and gains from investments				
aa) Interest, dividend and similar income	2,620,068.47		1,316,995.62	
ab) Realized capital gains	397,492.11		0.00	
ac) Currency exchange gain	785,027.18		0.00	
		3,802,587.76		1,316,995.62
b) Investment expenses				
ba) Realized capital losses	0.00		-1,638,901.70	
bb) Currency exchange loss	0.00		-1,929,007.32	
bc) Investment management and other expenses	-850,643.27		-1,029,974.90	
		-850,643.27		-4,597,883.92
Net Investment Income		2,951,944.49		-3,280,888.30
c) Donations and other Revenue		1,996,279.04		3,400,080.34
Total Revenue		4,948,223.53		119,192.04
2. Program Grants & Projects and other expenses				
Direct project support				
a) Legacy Landscapes grants				
aa) Sustaining Grants	-587,234.88		-543,234.28	
ab) Perpetual grants	-932,975.03		0.00	
b) Other subsidies				
ba) Other grants	-73,594.58		0.00	
bb) Grant for proposal development and ESDD support	-377,309.93		-160,866.18	
Project development and monitoring				
a) Programme Development and Management - Internal	-468,745.04		-341,921.53	
b) Programme Development and Management - External	-20,686.00		-64,229.78	
		-2,460,545.46		-1,110,251.77
Administrative and other expenses				
a) Administrative expenses	-449,772.66		-390,929.71	
b) Fundraising and communications	-83,912.91		-84,757.53	
		-533,685.57		-475,687.24
Total expenses		-2,994,231.03		-1,585,939.01
3. Net Income / Loss (-) for the year before reserves transfer		1,953,992.50		-1,466,746.97
4. Funds brought forward from prior year		2,859,266.88		0.00
5. Transfer from reserves				
a) Funding capacity reserve	90,979.99		4,002,211.80	
b) Savings reserve	0.00		323,802.05	
		90,979.99		4,326,013.85
6. Transfers to the free reserve		-1,142,112.17		0.00
7. Funds carried forward		3,762,127.20		2,859,266.88

Internationaler Naturerbe Fonds - Legacy Landscapes Fund, Frankfurt am Main
Balance sheet as of December 31, 2023

Assets

	31.12.2023 EUR	31.12.2022 EUR
A. Fixed assets		
I. Intangible assets		
Trademarks and similar rights	5,466.00 0	9,401.00
II. Property, plant and equipment		
Operating and office equipment	4,156.00	6,862.00
III. Financial assets		
Investment securities	208,949,090.07	114,585,759.93
	208,958,712.07	114,602,022.93
B. Current assets		
I. Other assets	353,900.30	210,580.72
II. Bank balances and cash	34,861,734.20	95,757,479.56
	35,215,634.50	95,968,060.28
C. Prepaid expenses and deferred charges	0.00	0.00
	244,174,346.57	210,570,083.21

Equity and liabilities

	31.12.2023 EUR	31.12.2022 EUR
A. Equity		
I. Foundation capital		
Initial endowment	8,250,000.00	8,250,000.00
II. Reserves		
1. Capital Reserves	230,648,257.43	199,027,717.41
2. Earnings Reserves	1,142,112.17	0.00
	231,790,369.60	199,027,717.41
III. Funds carried forward	3,762,127.20	2,859,266.88
	243,802,496.80	210,136,984.29
B. Provisions		
Other provisions	353,546.73	422,500.32
C. Liabilities		
1. Trade payables	1,379.61	1,897.19
2. Other liabilities	16,923.43	8,701.41
	18,303.04	10,598.60
	244,174,346.57	210,570,083.21

Internationaler Naturerbe Fonds – Legacy Landscapes Fund Frankfurt am Main

Notes for the 2023 financial year

General information and notes to the annual financial statements

The Internationale Naturerbe Fonds - Legacy Landscapes Fund was established as a foundation under civil law with the foundation act dated December 8, 2020. It was recognized by the President of the Government on 15 December 2020. The foundation is registered in the foundation register of the Darmstadt Government presidium.

The financial year is the calendar year. The annual financial statements as at December 31, 2023 were prepared in accordance with German commercial law and the supplementary provisions of the foundation`s charter. The provisions of the German Commercial Code for large corporations (Sections 264 et seq. HGB) were generally applied, with the exception that a management report was not prepared.

The structure of the balance sheet and income statement considers the special features resulting from the foundation's activities. The income statement was prepared in accordance with the cost of sales method pursuant to Section 275 (3) HGB, taking into account the special features of foundation law.

Accounting and valuation principles

The accounting and valuation methods were applied unchanged from the previous year.

Intangible assets, property, plant and equipment and financial assets are measured at cost in accordance with Section 255 (1) HGB. Intangible assets and property, plant and equipment are depreciated using scheduled amortization and depreciation, which is measured on the basis of useful lives recognized under tax law and the straight-line method. Financial assets are written down to the lower fair value if the impairment is expected to be permanent. No use is made of the option to write down to the lower fair value if the impairment is not expected to be permanent.

Other assets are recognized at the lower of cost or fair value on the balance sheet date.

Bank balances are recognized at nominal value.

The carrying amounts of other provisions include all identifiable risks and contingent liabilities. They are recognized at the settlement amount required according to prudent business judgment.

Liabilities are recognized at the settlement amount.

Transactions in foreign currencies are generally recognized at the exchange rate on the date of the transaction. Receivables, bank balances and liabilities in foreign currencies are valued at the exchange rate on the date of origin. Foreign currency items are generally translated at the mean spot exchange rate on the balance sheet date in accordance with the provisions of Section 256a HGB.

Notes to the balance sheet

The classification and development of fixed assets are shown in the attached statement of changes in fixed assets.

Of the securities held as financial assets with a carrying amount of EUR 208,949,090.07 at the end of the reporting year, the following securities are reported above their fair values (market values on the reporting date):

	Nominal value or unit	Book value	Fair value
		EUR	EUR
Bonds			
1.75% Bundesrep.Deutschland|Anl.v.2014 (2024)	800.000	806.037,37	798.080,00
0.375% Kreditanst.f.Wiederaufbau|Med.Term Nts. v.15(30)	800.000	721.641,20	704.240,00
1.0% SAP SE|Med.Term Nts. v.2015(25/25)	500.000	500.505,00	489.925,00
1.25% Vonovia Finance B.V.|EO-Medium-Term Nts 2016(16/24)	500.000	518.926,00	487.085,00
0.375% Vonovia SE|Medium Term Notes v.21(21/27)	600.000	602.176,00	534.822,00
0.125% Bayerische Landesbank|Med.Term.Inh.-Schv.21(28)	500.000	498.050,00	433.110,00
0.375% Commerzbank AG|MTN-IHS S.961 v.20(27)	500.000	504.129,00	457.905,00
1.125% Unibail-Rodamco-Westfield SE|EO-Medium-Term Nts 2018(18/25)	400.000	415.669,00	384.932,00
1.0% Unibail-Rodamco-Westfield SE|EO-Medium-Term Nts 2019(19/27)	600.000	623.223,00	560.232,00
0.25% Worldline S.A.|EO-Obl. 2019(19/24)	600.000	603.508,00	565.140,00
2.75% Aéroports de Paris S.A.|EO-Obl. 2020(20/30)	400.000	447.642,00	394.164,00
2.125% Unibail-Rodamco-Westfield SE|EO-Medium-Term Nts 2020(20/25)	300.000	325.500,00	286.470,00
1.625% Capgemini SE|EO-Notes 2020(20/26)	500.000	507.920,00	471.150,00
0.25% Téléperformance SE|EO-Medium-Term Nts 2020(20/27)	500.000	498.991,00	431.100,00
0.25% BNP Paribas S.A.|EO-FLR Non-Pref. MTN 21(26/27)	500.000	499.480,00	451.050,00
0.375% Crédit Agricole S.A.|EO-Non-Preferred MTN 2021(28)	500.000	502.150,00	441.750,00
0.875% Sanofi S.A.|EO-Medium-Term Nts 2022(22/25)	500.000	498.580,00	475.000,00
2.875% L'Oréal S.A.|EO-Medium-Term Nts 2023(23/28)	500.000	491.075,00	479.650,00
5.65% Portugal, Republic|EO-Obr. 2013(24)	350.000	407.638,00	350.082,25

	Nominal value or unit	Book value	Fair value
3.4% Intel Corp. |DL-Notes 2020(20/25)	500.000	455.843,36	444.688,74
3.625% Romania|EO-Medium-Term Notes 2014(24)	500.000	554.050,00	499.000,00
3.0% Croatia, Republic|EO-Notes 2015(25)	400.000	446.800,00	397.800,00
3.375% Merck KGaA|FLR-Sub.Anl. v.2014(2024/2074)	500.000	545.396,00	493.935,00
1.0% ABN AMRO Bank N.V.|EO-Medium-Term Notes 2015(25)	600.000	599.466,00	582.372,00
0.5% Unilever Fin. Netherlands B.V.|EO-Medium-Term Notes 2016(24)	500.000	490.260,00	486.850,00
1.125% Kon. KPN N.V.|EO-Med.-Term Notes 2016(16/28)	500.000	514.286,00	461.220,00
0.875% Elisa Oyj|EO-Med.-Term Notes 2017(23/24)	600.000	611.762,00	596.178,00
1.75% Merlin Properties SOCIMI S.A.|EO-Medium-T.Notes 2017(17/25)	250.000	265.302,50	242.650,00
1.2% DH Europe Finance S.a.r.l.|EO-Notes 2017(17/27)	500.000	525.968,00	471.855,00
0.934% Sumitomo Mitsui Financ. Group|EO-Medium-Term Notes 2017(24)	400.000	412.543,00	390.836,00
1.625% Covivio S.A.|EO-Notes 2017(17/24)	500.000	526.044,00	485.700,00
1.0% Euronext N.V.|EO-Notes 2018(18/25)	500.000	512.354,00	482.510,00
3.625% Netflix Inc.|EO-Notes 2017(27) Reg.S	500.000	580.931,00	502.325,00
0.83% Chile, Republic|EO-Bonds 2019(31/31)	600.000	601.115,00	495.780,00
1.5% Aroundtown SA|EO bond 2019(19/26)	500.000	527.211,00	438.260,00
1.75% Nasdaq Inc.|EO-Notes 2019(19/29)	400.000	432.234,00	370.576,00
0.25% EUROFIMA|EO-Medium-Term Notes 2018(24)	400.000	407.989,60	398.480,00
2.0% Romania|EO-Med.-Term Nts 2019(26)Reg.S	300.000	322.485,00	284.970,00
1.208% Becton Dickinson Euro Fin.Sarl|EO-Notes 2019(19/26)	500.000	524.264,00	477.135,00
0.95% Deutsche Bahn Finance GmbH|Sub.-FLR-Nts.v.19(25/unb.)	500.000	502.282,60	477.070,00
1.125% Heidelberg Mater.Fin.Lux. S.A.|EO-Med.-Term Nts 2019(27/27)	500.000	526.409,00	473.350,00
2.875% Infineon Technologies AG|Sub.-FLR-Nts.v.19(25/unb.)	500.000	527.220,00	482.500,00
0.25% Stryker Corp.|EO-Notes 2019(19/24)	600.000	605.526,00	580.788,00
0.75% Stryker Corp.|EO-Notes 2019(19/29)	500.000	483.587,50	444.630,00
0.75% Intesa Sanpaolo S.p.A.|EO-Pref.Med.-Term Nts 2019(24)	500.000	489.695,00	486.400,00
0.5% RELX Finance B.V.|EO-Notes 2020(20/28)	600.000	611.373,00	539.910,00
2.875% Amadeus IT Group S.A.|EO-Med.-T. Nts 2020(20/27)	500.000	560.048,00	495.665,00
0.875% Covestro AG|Medium Term Notes v.20(25/26)	500.000	503.585,50	479.070,00
1.539% Prosus N.V.|EO-Med.-T.Nts 2020(20/28)Reg.S	500.000	513.387,00	431.035,00
1.625% KION GROUP AG|Med.Term.Notes v.20(20/25)	500.000	521.698,00	476.885,00
0.25% Goldman Sachs Group Inc, The|EO-Medium-Term Nts 2021(27/28)	500.000	497.955,00	445.240,00
0.0% Kreditanst.f.Wiederaufbau|Med.Term Nts. v.21(29)	600.000	604.186,50	526.290,00
0.45% Fedex Corp.|EO-Notes 2021(21/29)	500.000	506.517,00	433.145,00
0.925% UniCredit S.p.A.|EO-FLR Preferred MTN 22(27/28)	500.000	498.800,00	464.050,00
1.625% Volvo Treasury AB|EO-Med.-Term Nts 2022(22/25)	500.000	489.250,00	485.495,00
	27.600.000	**28.270.665,13**	**25.920.530,99**
Shares			

	Nominal value or unit	Book value	Fair value
Givaudan SA|named shares SF 10	60	227.389,75	224.665,48
Roche Holding AG|Bearer profit participation certificates o.N.	585	170.641,74	153.724,00
Lonza Group Ltd|named shares SF 1	205	124.814,48	77.928,42
Ems-Chemie Holding AG|named shares SF -.01	225	177.216,83	164.678,38
Schindler Holding AG|Holder-Part.sch. SF -.10	700	173.865,06	158.213,77
Elisa Oyj|Registered Shares Class A o.N.	3.250	158.927,26	136.077,50
Bouygues S.A.|Actions Port. EO 1	6.060	215.330,69	206.767,20
Spirax-Sarco Engineering PLC|Reg. Shares LS -,26923076	1.660	256.231,14	200.971,53
Swire Properties Ltd.|Registered Shares o.N.	44.200	109.382,38	80.911,91
Techtronic Industries Co. Ltd.|Reg.Subdivided Shares o.N.	17.600	258.457,95	189.741,43
Smurfit Kappa Group PLC|Registered Shares EO -.001	6.600	299.674,10	236.948,40
Shimano Inc.|Registered Shares o.N.	1.080	216.511,89	151.369,15
Fanuc Corp. |Registered Shares o.N.	3.650	138.622,35	97.159,96
Brother Industries Ltd.|Registered Shares o.N.	12.600	227.202,89	182.016,18
Astellas Pharma Inc.|Registered Shares o.N.	8.400	105.700,69	90.906,99
Wharf Real Estate Inv. Co. Ltd|Registered Shares o.N.	50.000	235.441,73	152.935,06
Euronext N.V.|Aandelen an toonder WI EO 1.60	2.280	203.951,25	179.322,00
Getinge AB|Namn-Aktier B (fria) SK 2	4.400	136.133,07	88.896,09
Hexagon AB|Namn-Aktier B (fria) o.N.	10.500	128.133,14	114.392,07
Ball Corp. |Registered Shares o.N.	2.730	212.180,41	142.082,52
Best Buy Co. Inc.|Registered Shares DL -.10	2.050	197.658,64	145.199,06
Centene Corp.|Registered Shares DL -.001	4.080	331.543,87	273.956,57
Danaher Corp.|Registered Shares DL -.01	800	206.610,60	167.455,66
Fortinet Inc. registered shares DL -.001	2.780	171.305,50	147.225,30
Keurig Dr Pepper Inc.|Registered Shares DL -.01	4.820	151.783,56	145.315,24
Stanley Black & Decker Inc. registered shares DL 2.50	1.170	201.941,31	103.851,79
Taiwan Semiconduct.Manufact.Co|Reg.Shs (Spons.ADRs)/5 TA 10	1.800	175.012,03	169.381,11
Texas Instruments Inc.|Registered Shares DL 1	940	153.303,77	144.980,46
	195.225	**5.364.968,08**	**4.327.073,23**
Tradeable Fund			
Evenlode ICAV-Evenlode Gl.Div|Reg. Shs X4 EUR Acc. oN	14.672.564,00	21.712.426,11	21.684.582,34
PROTEA II-ECO Adv.ESG Abs.Ret.|Act. Nom. M EUR Acc. oN	37.167,00	3.663.922,86	3.522.316,59
Sarasin Sust.Prop.-Europ.Citi. bearer shares	1.861,00	2.399.413,69	2.361.292,63
	14.711.592	**27.775.762,66**	**27.568.191,56**
Private Funds			
Cibus Enterprise Fund II		1.299.475,80	1.036.829,94
Generation IM Asia Fund		6.294.527,58	5.880.802,30
Generation IM Global Equity Fund		18.733.226,83	18.530.857,19
InterAlpen Partners		1.033.311,73	802.865,97

	Nominal value or unit	Book value	Fair value
Generation IM Substainable Solutions Fund		1.365.333,87	1.063.403,83
EQT Active Core Infrastructure		1.049.236,18	785.571,00
		29.775.111,99	**28.100.330,23**
Total		**91.186.507,86**	**85.916.126,01**

As at December 31, 2023, no impairment losses were recognized on these financial assets to the lower market values, as it is assumed that these are not permanent impairments. This assumption is based on the fact that in the past only short-term and minor fluctuations in market values occurred. The table does not include securities for which the carrying amount is below the market value on the reporting date.

Other assets

Other assets relate to interest receivables and a rental deposit. With the exception of the rent deposit of EUR 18,879.06, all other assets are due within one year, as in the previous year.

Bank balances in foreign currency

As at the balance sheet date, the Foundation had bank balances in foreign currencies amounting to 13,300,001.56 US dollars (EUR 12,051,032.56), 209,357.20 Swiss francs (EUR 225,430.39) and 7,991,673.00 Japanese yen (EUR 51,343.87).

Foundation capital

The foundation's capital was retained in full as at the balance sheet date.

Capital reserves

The capital reserves consist of funding capacity reserves in accordance with Section 62 (3) No. 2 AO and amounted to EUR 230,648,257.43 as of December 31, 2023. This represents an increase of EUR 31,620,540.02 compared to the previous year, which resulted from contributions from the Charities Aid Foundation of EUR 22,651,086,92 and the Rob Walton Foundation of EUR 9,060,433,09 and a use of the reserves of EUR 90,979.99.

The composition and development of the capital reserves is shown in the following table (rounded to whole EUR).

LLF Capital Reserve	Balance as at 31.12.2022	2023 New contribution	2023 Use	Balance as at 31.12.2023
	EUR			EUR
Perpetual grants reserve (1)	104.986.585	27.181.303	-	132.167.888
Sustaining grants reserve (2)	82.000.000	4.530.217	90.980	86.439.237
Operating expenses reserve (3)	9.797.833	-	-	9.797.833
Non-allocated reserve (3)	2.243.299	-	-	2.243.299
Total capital reserves	**199.027.717**	**31.711.520**	**90.980**	**230.648.257**

(1) At December 31, 2022 the perpetual grants reserve was comprised of funds originally contributed by BMZ (EUR 75,797,524.28), AFD (EUR 15,000,000.00) and the Gordon and Betty Moore Foundation (EUR 14,189,061.19). The Rob Walton contribution of EUR 9,060,433.09 and EUR 18,120,869.54 of the Charities Aid Foundation contribution in 2023 were added to the reserve in 2023. The book value of these contributions in the balance sheet will be reduced by any distributions from the reserve not covered by realized investment earnings and gain from the investment of the reserve's funds.

(2) At December 31, 2022 the sustaining grants reserve was composed of a previous BMZ contributions amounting EUR 82,000,000.00. EUR 4,530,217.38 of the 2023 contribution of Charities Aid Foundation was added to the reserve in 2023. Spending of the Charities Aid Foundation grant began in December 2023 and spending of BMZ funds will start in 2025.

(3) The funds for operating costs and unallocated funds are grants from BMZ. 8% of the BMZ grants from 2020 and 2021 may be used for the foundation's operating expenses.

Earnings reserves

In the financial year, funds amounting to EUR 1,142,112.44 were allocated to the so-called free reserve in accordance with Section 62 (1) No. 3 AO for the first time.

Provisions

Other provisions include outstanding invoices for investment advisory and asset management services received in the reporting year, custody account fees, accounting services, annual financial statement costs as well as provisions for employees' vacation not yet taken and reimbursements of costs to a co-tenant.

Liabilities

Other liabilities include a liability of EUR 15,033.15 to Nature Trust Alliance GbR, Frankfurt am Main, in which LLF is a partner alongside Caucasus Nature Fund (CNF), Prespa Ohrid Nature Trust (PONT) and Blue Action Fund.

The other liabilities relate to social security contributions. As in the previous year, all liabilities have a remaining term of up to one year.

Notes to the income statement

Interest, dividends and similar income include the following income:

	31.12.2023	31.12.2022
	EUR	EUR
Dividends	378.436,58	364.854,15
Interest and similar income	1.184.726,73	461.012,64
Distributions from funds	1.056.905,16	491.128,83
Total	**2.620.068,47**	**1.316.995,62**

Income from realized capital gains includes gains and losses from the sale of securities held as financial assets.

Income from currency exchange gain results from unconditional forward transactions (futures on the USD), results from the translation of bank accounts in foreign currencies and currency differences on payments in foreign currencies.

Investment management and other expenses result from fees for investment advice, custody account fees, foreign withholding taxes, service costs and administrative costs of Nature Trust Alliance GbR attributable to the investment.

Donations and other income include principally a grant of EUR 1,708,671.51 from the Norwegian Agency for Development Cooperation (NORAD).

The balance of Donations and other income is composed of (i) donations from private individuals, (ii) income from the reversal of liabilities and provisions, and (iii) income of EUR 278,278.28 from the use of “pass-through grants” from two match funders to our sustaining grants program. These grants are initially booked as liabilities as they are repayable if not on-granted. The income is recorded and the corresponding expense in the same amount is recognized when the on-grant is made.

The expenses for Legacy Landscapes Grants and other grants relate to direct costs for funding measures.

The expenses for project development and monitoring include personnel costs and costs for travel in connection with funding measures as well as for external services.

Administrative expenses include (i) pro rata personnel expenses allocated to the LLF, rents and other office expenses of Nature Trust Alliance GbR (ii) pro rata own personnel expenses of the LLF and (iii) external accounting and annual financial statement costs, rents, insurance, consulting costs, event costs and other operating expenses.

Fundraising and communications expenses include consulting costs, personnel expenses, travel expenses, costs for events and public relations, depreciation of the website and trademark rights and other costs in connection with fundraising.

Personnel expenses

	2023	2022
	EUR	EUR
Personnel expenses		
Wages and salaries	588.552,85	463.137,72

Personnel expenses rose compared to the previous year due to the increase in the number of employees and salary increases.

Other information

The following table shows the development and use of the NORAD contributions to date.

Donations	Balance as at 31.12.2022	2023 New contribution	2023 Use	Balance as at 31.12.2023
	EUR			EUR
NORAD (program)	2.630.525,53	1.571.977,51	932.975,03	3.269.528,01
NORAD (operations)	228.741,35	136.694,00	365.435,35	--
Total NORAD	**2.859.266,88**	**1.708.671,51**	**1.298.410,38**	**3.269.528,01**

Forward Transactions

Unconditional forward transactions (futures) were concluded to hedge exchange rate risks for foreign currency balances and financial assets in US dollars. Corresponding to the market value of the futures, so-called variation margins are determined on a daily basis. If there are negative variation margins on the balance sheet date, a provision for impending losses is recognized. Results from closed futures are recognized in the income statement. The realized gains or losses from the futures are partially offset by opposing changes in the value of the financial assets held in USD. Valuation units in accordance with Section 254 HGB are not formed.

The liabilities of Nature Trust Alliance GbR, Frankfurt am Main, in which the Foundation is a personally liable partner, amounted to a total of EUR 63,153, 34 as at the balance sheet date.

Auditor's fee

The auditor's fee recognized as an expense amounts to EUR 23 thousand (including VAT) and relates exclusively to auditing services.

Other financial obligations

As at the reporting date, there were (as yet uncalled) payment obligations for direct investments in the area of asset management amounting to kEUR 34,101.

The commitments entered into to date for future funding measures amounted to EUR 158,000 thousand as at the reporting date. For these purposes, we assume a 15-year duration of the perpetual

grants (equal to the duration of the sustaining grants), even though the perpetual grants will last longer unless terminated.

Management Board

Chairman:
Stefanie Lang, Managing Director, Berlin

Vice-Chairman:

Dr. Ilka Herbinger, Deputy Director, Berlin

David Morrison, conservationist; managing director and board member of conservation trust funds and public companies, Paris, France, until 31.03.2023

Supervisory Board

Chairwoman:
Dr. Heike Henn, Chairwoman, Head of the Division for Climate Policy, Energy, Urban Development and Environment (ad interim) and Commissioner for Climate Policy and Climate Finance, BMZ, Bonn

Birgit Pickel, Head of the Global Health Division; Pandemic Prevention; One Health; BMZ, Bonn until 01.05.2023

Deputy Chairman:
Dr. Thomas Duve, Director at KfW - Southern Africa, Friedberg

Other members:
Aileen Lee, Program Director for the Gordon and Betty Moore Foundation's Environmental Program, Palo Alto, Calif.

Barry Gold, Earth Resilience Group. Advisor for the Walton Foundation

Marie-Cécile Thirion, Deputy Head of Agriculture, Rural Development, and Biodiversity Division at Agence Française de Développement (AFD)

Guillaume Chiron, Deputy Head of the Agriculture, Rural Development, and Biodiversity Division at the Agence Française de Développement (AFD) until 01.03.2023

Dr. Mohamed Bakarr, Lead Environmental Specialist in the Global Environment Facility (GEF) Secretariat, Washington DC

The members of the Supervisory Board carried out their work on an honorary basis.

Number of employees

In the 2023 financial year, the Foundation employed an average of six employees in addition to the Management Board.

Frankfurt am Main, xx. xxx 2024

Internationaler Naturerbe Fonds - Legacy Landscapes Fund

The Management Board

Internationaler Naturerbe Fonds - Legacy Landscapes Fund, Frankfurt am Main
Development of fixed assets in the 2023 fiscal year

	Acquisition costs				Accumulated amortization and depreciation				Book value	Book value
	01.01.2023	Additions	Disposals	31.12.2023	01.01.2023	Additions	Disposals	31.12.2023	31.12.2023	31.12.2022
	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR
A. Fixed assets										
I. Intangible assets										
Trademarks and similar rights	15,377.53	0.00	0.00	15,377.53	5,976.53	3,935.00	0.00	9,911.53	5,466.00	9,401.00
II. Property, plant and equipment										
Operating and office equipment	18,737.31	1,365.43	0.00	20,102.74	11,875.31	4,071.43	0.00	15,946.74	4,156.00	6,862.00
III. Financial assets										
Investment securities	114,585,759.93	168,689,999.41	74,326,669.27	208,949,090.07	0.00	0.00	0.00	0.00	208,949,090.07	114,585,759.93
Total fixed assets	114,619,874.77	168,691,364.84	74,326,669.27	208,984,570.34	17,851.84	8,006.43	0.00	25,858.27	208,958,712.07	114,602,022.93

[Translator's notes are in square brackets]

General Engagement Terms
for
Wirtschaftsprüfer and Wirtschaftsprüfungsgesellschaften
[German Public Auditors and Public Audit Firms]
as of January 1, 2017

1. Scope of application

(1) These engagement terms apply to contracts between German Public Auditors (*Wirtschaftsprüfer*) or German Public Audit Firms (*Wirtschaftsprüfungsgesellschaften*) – hereinafter collectively referred to as "German Public Auditors" – and their engaging parties for assurance services, tax advisory services, advice on business matters and other engagements except as otherwise agreed in writing or prescribed by a mandatory rule.

(2) Third parties may derive claims from contracts between German Public Auditors and engaging parties only when this is expressly agreed or results from mandatory rules prescribed by law. In relation to such claims, these engagement terms also apply to these third parties.

2. Scope and execution of the engagement

(1) Object of the engagement is the agreed service – not a particular economic result. The engagement will be performed in accordance with the German Principles of Proper Professional Conduct (*Grundsätze ordnungsmäßiger Berufsausübung*). The German Public Auditor does not assume any management functions in connection with his services. The German Public Auditor is not responsible for the use or implementation of the results of his services. The German Public Auditor is entitled to make use of competent persons to conduct the engagement.

(2) Except for assurance engagements (*betriebswirtschaftliche Prüfungen*), the consideration of foreign law requires an express written agreement.

(3) If circumstances or the legal situation change subsequent to the release of the final professional statement, the German Public Auditor is not obligated to refer the engaging party to changes or any consequences resulting therefrom.

3. The obligations of the engaging party to cooperate

(1) The engaging party shall ensure that all documents and further information necessary for the performance of the engagement are provided to the German Public Auditor on a timely basis, and that he is informed of all events and circumstances that may be of significance to the performance of the engagement. This also applies to those documents and further information, events and circumstances that first become known during the German Public Auditor's work. The engaging party will also designate suitable persons to provide information.

(2) Upon the request of the German Public Auditor, the engaging party shall confirm the completeness of the documents and further information provided as well as the explanations and statements, in a written statement drafted by the German Public Auditor.

4. Ensuring independence

(1) The engaging party shall refrain from anything that endangers the independence of the German Public Auditor's staff. This applies throughout the term of the engagement, and in particular to offers of employment or to assume an executive or non-executive role, and to offers to accept engagements on their own behalf.

(2) Were the performance of the engagement to impair the independence of the German Public Auditor, of related firms, firms within his network, or such firms associated with him, to which the independence requirements apply in the same way as to the German Public Auditor in other engagement relationships, the German Public Auditor is entitled to terminate the engagement for good cause.

5. Reporting and oral information

To the extent that the German Public Auditor is required to present results in writing as part of the work in executing the engagement, only that written work is authoritative. Drafts are non-binding. Except as otherwise agreed, oral statements and explanations by the German Public Auditor are binding only when they are confirmed in writing. Statements and information of the German Public Auditor outside of the engagement are always non-binding.

6. Distribution of a German Public Auditor's professional statement

(1) The distribution to a third party of professional statements of the German Public Auditor (results of work or extracts of the results of work whether in draft or in a final version) or information about the German Public Auditor acting for the engaging party requires the German Public Auditor's written consent, unless the engaging party is obligated to distribute or inform due to law or a regulatory requirement.

(2) The use by the engaging party for promotional purposes of the German Public Auditor's professional statements and of information about the German Public Auditor acting for the engaging party is prohibited.

7. Deficiency rectification

(1) In case there are any deficiencies, the engaging party is entitled to specific subsequent performance by the German Public Auditor. The engaging party may reduce the fees or cancel the contract for failure of such subsequent performance, for subsequent non-performance or unjustified refusal to perform subsequently, or for unconscionability or impossibility of subsequent performance. If the engagement was not commissioned by a consumer, the engaging party may only cancel the contract due to a deficiency if the service rendered is not relevant to him due to failure of subsequent performance, to subsequent non-performance, to unconscionability or impossibility of subsequent performance. No. 9 applies to the extent that further claims for damages exist.

(2) The engaging party must assert a claim for the rectification of deficiencies in writing (*Textform*) [*Translators Note: The German term "Textform" means in written form, but without requiring a signature*] without delay. Claims pursuant to paragraph 1 not arising from an intentional act expire after one year subsequent to the commencement of the time limit under the statute of limitations.

(3) Apparent deficiencies, such as clerical errors, arithmetical errors and deficiencies associated with technicalities contained in a German Public Auditor's professional statement (long-form reports, expert opinions etc.) may be corrected – also versus third parties – by the German Public Auditor at any time. Misstatements which may call into question the results contained in a German Public Auditor's professional statement entitle the German Public Auditor to withdraw such statement – also versus third parties. In such cases the German Public Auditor should first hear the engaging party, if practicable.

8. Confidentiality towards third parties, and data protection

(1) Pursuant to the law (§ [Article] 323 Abs 1 [paragraph 1] HGB [German Commercial Code: *Handelsgesetzbuch*], § 43 WPO [German Law regulating the Profession of Wirtschaftsprüfer: *Wirtschaftsprüferordnung*], § 203 StGB [German Criminal Code: *Strafgesetzbuch*]) the German Public Auditor is obligated to maintain confidentiality regarding facts and circumstances confided to him or of which he becomes aware in the course of his professional work, unless the engaging party releases him from this confidentiality obligation.

(2) When processing personal data, the German Public Auditor will observe national and European legal provisions on data protection.

9. Liability

(1) For legally required services by German Public Auditors, in particular audits, the respective legal limitations of liability, in particular the limitation of liability pursuant to § 323 Abs. 2 HGB, apply.

(2) Insofar neither a statutory limitation of liability is applicable, nor an individual contractual limitation of liability exists, the liability of the German Public Auditor for claims for damages of any other kind, except for damages resulting from injury to life, body or health as well as for damages that constitute a duty of replacement by a producer pursuant to § 1 ProdHaftG [German Product Liability Act: *Produkthaftungsgesetz*], for an individual case of damages caused by negligence is limited to € 4 million pursuant to § 54 a Abs. 1 Nr. 2 WPO.

(3) The German Public Auditor is entitled to invoke demurs and defenses based on the contractual relationship with the engaging party also towards third parties.

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(4) When multiple claimants assert a claim for damages arising from an existing contractual relationship with the German Public Auditor due to the German Public Auditor's negligent breach of duty, the maximum amount stipulated in paragraph 2 applies to the respective claims of all claimants collectively.

(5) An individual case of damages within the meaning of paragraph 2 also exists in relation to a uniform damage arising from a number of breaches of duty. The individual case of damages encompasses all consequences from a breach of duty regardless of whether the damages occurred in one year or in a number of successive years. In this case, multiple acts or omissions based on the same source of error or on a source of error of an equivalent nature are deemed to be a single breach of duty if the matters in question are legally or economically connected to one another. In this event the claim against the German Public Auditor is limited to € 5 million. The limitation to the fivefold of the minimum amount insured does not apply to compulsory audits required by law.

(6) A claim for damages expires if a suit is not filed within six months subsequent to the written refusal of acceptance of the indemnity and the engaging party has been informed of this consequence. This does not apply to claims for damages resulting from scienter, a culpable injury to life, body or health as well as for damages that constitute a liability for replacement by a producer pursuant to § 1 ProdHaftG. The right to invoke a plea of the statute of limitations remains unaffected.

10. Supplementary provisions for audit engagements

(1) If the engaging party subsequently amends the financial statements or management report audited by a German Public Auditor and accompanied by an auditor's report, he may no longer use this auditor's report.

If the German Public Auditor has not issued an auditor's report, a reference to the audit conducted by the German Public Auditor in the management report or any other public reference is permitted only with the German Public Auditor's written consent and with a wording authorized by him.

(2) If the German Public Auditor revokes the auditor's report, it may no longer be used. If the engaging party has already made use of the auditor's report, then upon the request of the German Public Auditor he must give notification of the revocation.

(3) The engaging party has a right to five official copies of the report. Additional official copies will be charged separately.

11. Supplementary provisions for assistance in tax matters

(1) When advising on an individual tax issue as well as when providing ongoing tax advice, the German Public Auditor is entitled to use as a correct and complete basis the facts provided by the engaging party – especially numerical disclosures; this also applies to bookkeeping engagements. Nevertheless, he is obligated to indicate to the engaging party any errors he has identified.

(2) The tax advisory engagement does not encompass procedures required to observe deadlines, unless the German Public Auditor has explicitly accepted a corresponding engagement. In this case the engaging party must provide the German Public Auditor with all documents required to observe deadlines – in particular tax assessments – on such a timely basis that the German Public Auditor has an appropriate lead time.

(3) Except as agreed otherwise in writing, ongoing tax advice encompasses the following work during the contract period:

a) preparation of annual tax returns for income tax, corporate tax and business tax, as well as wealth tax returns, namely on the basis of the annual financial statements, and on other schedules and evidence documents required for the taxation, to be provided by the engaging party

b) examination of tax assessments in relation to the taxes referred to in (a)

c) negotiations with tax authorities in connection with the returns and assessments mentioned in (a) and (b)

d) support in tax audits and evaluation of the results of tax audits with respect to the taxes referred to in (a)

e) participation in petition or protest and appeal procedures with respect to the taxes mentioned in (a).

In the aforementioned tasks the German Public Auditor takes into account material published legal decisions and administrative interpretations.

(4) If the German Public auditor receives a fixed fee for ongoing tax advice, the work mentioned under paragraph 3 (d) and (e) is to be remunerated separately, except as agreed otherwise in writing.

(5) Insofar the German Public Auditor is also a German Tax Advisor and the German Tax Advice Remuneration Regulation (*Steuerberatungsvergütungsverordnung*) is to be applied to calculate the remuneration, a greater or lesser remuneration than the legal default remuneration can be agreed in writing (*Textform*).

(6) Work relating to special individual issues for income tax, corporate tax, business tax, valuation assessments for property units, wealth tax, as well as all issues in relation to sales tax, payroll tax, other taxes and dues requires a separate engagement. This also applies to:

a) work on non-recurring tax matters, e.g. in the field of estate tax, capital transactions tax, and real estate sales tax;

b) support and representation in proceedings before tax and administrative courts and in criminal tax matters;

c) advisory work and work related to expert opinions in connection with changes in legal form and other re-organizations, capital increases and reductions, insolvency related business reorganizations, admission and retirement of owners, sale of a business, liquidations and the like, and

d) support in complying with disclosure and documentation obligations.

(7) To the extent that the preparation of the annual sales tax return is undertaken as additional work, this includes neither the review of any special accounting prerequisites nor the issue as to whether all potential sales tax allowances have been identified. No guarantee is given for the complete compilation of documents to claim the input tax credit.

12. Electronic communication

Communication between the German Public Auditor and the engaging party may be via e-mail. In the event that the engaging party does not wish to communicate via e-mail or sets special security requirements, such as the encryption of e-mails, the engaging party will inform the German Public Auditor in writing (*Textform*) accordingly.

13. Remuneration

(1) In addition to his claims for fees, the German Public Auditor is entitled to claim reimbursement of his expenses; sales tax will be billed additionally. He may claim appropriate advances on remuneration and reimbursement of expenses and may make the delivery of his services dependent upon the complete satisfaction of his claims. Multiple engaging parties are jointly and severally liable.

(2) If the engaging party is not a consumer, then a set-off against the German Public Auditor's claims for remuneration and reimbursement of expenses is admissible only for undisputed claims or claims determined to be legally binding.

14. Dispute Settlement

The German Public Auditor is not prepared to participate in dispute settlement procedures before a consumer arbitration board (*Verbraucherschlichtungsstelle*) within the meaning of § 2 of the German Act on Consumer Dispute Settlements (*Verbraucherstreitbeilegungsgesetz*).

15. Applicable law

The contract, the performance of the services and all claims resulting therefrom are exclusively governed by German law.