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BDO Ltd
Schiffbaustrasse 2
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To the congress of the

Fédération Internationale de Philatélie (F.I.P.)

**Report of the statutory auditor on the limited statutory examination
of the financial statements for the year 2019**

(for the year ended 31.12.2019)

7 May 2020
2110.9464/2+1/REF/MKU

Report of the statutory auditor on the limited statutory examination
to the congress of the

Fédération Internationale de Philatélie (F.I.P.), Zurich

As statutory auditor, we have examined the financial statements (balance sheet, income statement and notes) of the Fédération Internationale de Philatélie (F.I.P.) for the financial year ended 31 December 2019.

These financial statements are the responsibility of the executive board. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on the Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of company personnel and analytical procedures as well as detailed tests of company documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

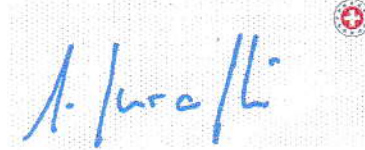
Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the articles of association.

Zurich, 7 May 2020

BDO AG



Renzo Ferretti
Auditor in Charge
Licensed Audit Expert



Marc Kuratli
Licensed Audit Expert

Enclosure
Financial statements

BALANCE SHEET

ASSETS	31.12.2019	Previous Year
	CHF	CHF
Cash	393'376	389'773
Securities and fixed term deposits	2'100'742	2'005'544
Securities listed on a stock exchange	1'659'416	1'634'670
Other securities	369'309	370'874
Fixed term deposits	72'018	0
Trade accounts receivable		
Membership fees	18'975	1'690
Jury Academy Sponsors	0	1'729
Exhibitions	400	0
	19'375	3'419
Other short-term receivables	546	546
Prepaid expenses and accrued income	20'858	4'925
TOTAL CURRENT ASSETS	2'534'898	2'404'208
TOTAL ASSETS	2'534'898	2'404'208

BALANCE SHEET

LIABILITIES AND EQUITY	31.12.2019 CHF	Previous Year CHF
Trade accounts payable	2'714	0
Prepayments		
Membership fees	1'250	5'000
Patronage	42'900	66'000
Tributes	10'000	10'000
	54'150	81'000
Accrued expenses and deferred income	16'804	24'149
TOTAL CURRENT LIABILITIES	73'668	105'149
Capital of the association		
Retained earnings	2'299'059	2'526'516
Profit for the year	162'171	-227'457
	2'461'230	2'299'059
TOTAL EQUITY	2'461'230	2'299'059
TOTAL LIABILITIES AND EQUITY	2'534'898	2'404'208

INCOME STATEMENT

	2019 CHF	Previous Year CHF
Operating income		
Membership fees	126'725	115'600
Projects	1'572	0
Exhibition fees	78'000	136'000
FIP Flash	1'200	1'200
Other income	1'076	0
Losses on membership fees	-16'250	0
	192'323	252'800
Operating expenses		
Project expenses	-24'992	-39'275
Exhibition expenses	-27'991	-25'190
Printing and shipping expenses FIP Flash	-13'030	-13'996
	-66'013	-78'461
GROSS PROFIT	126'310	174'339
Personnel expenses		
Office	-49'905	-66'316
FIP-Board	-52'069	-55'807
	-101'974	-122'123
Other operating expenses		
Secretarial expenses	-11'405	-22'323
Travel and representation expenses	-12'463	-25'569
Administrative and IT expenses	-38'000	-20'229
Other operating expenses	-15	0
	-61'884	-68'122
OPERATING RESULT	-37'548	-15'906
Financial expenses		
Interest and bank fees	-2'217	-2'387
Valuation and foreign exchange losses on securities	-41'014	-296'568
	-43'231	-298'955
Financial income		
Bank interest	361	87
Interest and dividend income from securities	98'287	98'902
Valuation and foreign exchange gains on securities	148'526	0
	247'175	98'989
OPERATING RESULT BEFORE TAXES AND EXTRAORDINARY EXPENSES AND INCOME	166'396	-215'872
Extraordinary expenses	0	-7'636
PROFIT FOR THE YEAR BEFORE TAXES	166'396	-223'508
Direct taxes	-4'225	-3'949
PROFIT FOR THE YEAR	162'171	-227'457

NOTES

1. ACCOUNTING PRINCIPLES

The financial statements are prepared in accordance with Swiss law, in particular the articles on accounting and financial reporting of the Swiss Code of Obligations (art. 957 to 960e).

The structure of the financial statements has been adjusted in these financial statements. To ensure comparability at previous year's balance sheet and income statement figures have been adapted to the new structure accordingly. The annual financial statements approved by the Congress as of 31 December 2018 is still valid.

The material financial statements items are recognised in the balance sheet as follows:

Securities listed on a stock exchange

Securities with an observable market value are valued and reported at their quoted market price as at the balance sheet date. These are securities traded on the Singapore Stock Exchange (SGX).

Other securities

Other securities include securities without an observable market price. They are recognised at amortised cost, whereby unrealised losses are recorded in the income statement.

2. FULL-TIME EQUIVALENTS

The annual average number of full-time equivalents for the reporting year, as well as the previous year, did not exceed 10.

3. EVENTS AFTER THE BALANCE SHEET DATE

There are no significant events after the balance sheet date.

PROPOSED APPROPRIATION OF AVAILABLE EARNINGS

The Committee members proposes appropriation of available earnings as follows:

	2019 CHF	Previous Year CHF
Balance at the beginning of the year	2'299'059	2'526'516
Profit for the year	162'171	-227'457
Balance at the end of the year	2'461'230	2'299'059
Attribution to reserves	0	0
Retained earnings to be carried forward	2'461'230	2'299'059