WORLD FARMERS MARKETS COALITION

2025 Financial Statement and 2027 budget

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FINANCIAL SUMMARY AS OF 31/12/2025

Condensed balance sheet (€)

	31/12/2025	31/12/2024
Assets		
A) Receivables from members for admission fees	**0**	**0**
B) Fixed assets		
I - Intangible fixed assets	417	834
II - Tangible fixed assets	1.252	
III - Financial fixed assets		
Total fixed assets (B)	***1.669***	***834***
C) Current assets		
II - Receivables	317.648	233.030
from Members	11.372	*10.722*
from Third Parties	306.276	*222.308*
from Tax Authorities		
IV - Liquid funds	21.885	89.033
Total current assets (C)	***339.533***	***322.063***
D) Accrued income and prepayments		
Total assets	**341.202**	**322.897**

	31/12/2025	31/12/2024
Liabilities and shareholders' equity		
A) Shareholders' equity		
I – Endowment Fund	9.491	9.488
VI - Other reserves		
VIII - Retained earnings (accumulated losses)		
IX - Surplus (Deficit) for the year	682	3
Total Shareholders' Equity	***10.173***	***9.491***
B) Reserves for contingencies and other charges		
C) Total reserve for severance indemnities (TFR)		
D) Payables	**331.029**	**313.406**
to suppliers	*198.050*	*50.203*
to Tax Authorities	*1.568*	*16.970*
to Social security and welfare institutions	*7.270*	*8.856*
to Banks		
to Members (for advanced payment)	-	-
to Others	*124.140*	*237.377*
Total liabilities and shareholders' equity	**341.202**	**322.897**

Condensed P/L account (€)

	31/12/2025	31/12/2024
A) Value of production	***677.725***	***420.354***
1) Revenues from Members	***174.432***	***173.690***
Membership Fees	19.000	16.527
Contributions from Members	150.000	150.000
Other from Members	5.432	7.163
5) Revenues from third parties	***503.293***	***246.664***
Projects	258.270	196.657
Other Contributions	20.000	-
From Coldiretti	220.000	50.000
Other	5.023	7
B) Cost of production	***668.725***	***414.777***
6) Raw, ancillary and consumable materials and goods for resale	1.415	1.501
7) Services	663.656	412.566
which for projects	258.270	196.657
8) Cost for use of third-party assets		
9) Cost for Payroll		
10) Amortisation, depreciation and write-downs	790	417
14) Other operating expenses	2.864	293
C) Interests and other financial charges	***(574)***	***(13)***
16) Financial income		
17) Interest and other financial expense	574	13
E) TAXES	***7.744***	***5.561***
20) Taxes on the income for the year	6.853	5.561
21) Taxes related to previous years	891	
SURPLUS (DEFICIT) for the year	***682***	***3***

EXPLANATORY NOTES

Introduction

The World Farmers' Market Coalition (hereinafter also "WFMC" or "Association") is an association incorporated according to the Italian law.

Therefore, in the preparation of this Financial Report, the Association has taken into consideration the framework of the Italian Civil Code[1], as modified by the 4th Council Directive 78/660/EEC of 25th July 1978. In this respect, the Financial Report has been drafted in abbreviated form, according to the Italian Civil Code.

The Financial Report complies with the requirements of the Italian Civil Code and with the national accounting standards published by the Italian Accounting Board; therefore, it 'clearly, truthfully and accurately' describes the assets and financial situation of the Association and the economic outcome for the fiscal year.

The contents of the balance sheet and income statement are those required by the Italian Civil Code, adapted to reflect the nature of the Association.

The explanatory notes to this Financial Report contain all the useful information to provide its correct interpretation.

Financial Report preparation

The information in this document is based on the items order provided in the Balance Sheet and the Profit and Loss account. In regard to the introduction to these Explanatory Notes, we declare that, in accordance with the Italian Civil Code, if the disclosures required by specific legal provisions are not sufficient to give a truthful and fair representation of the Association's situation, additional disclosures will be provided for this purpose.

The Financial Report, as well as these Explanatory Notes, are conveyed in Euros (€).

Financial Report preparation policies

The Financial Report items were evaluated in accordance with the principle of prudence and ongoing concern. The items are recognized and presented considering the substance of the transaction and contract.

When preparing this Financial Report, the charges and revenues were recorded according to an accrual basis of accounting, independently of the time of collection or payment. Moreover, the risks and losses accrued during the fiscal year were considered, even if they became known after the closing date of the fiscal year.

Structure and contents of this Financial Report

The balance sheet, income statement and accounting information found in these Explanatory Notes are consistent with the accounting entries, from which they were directly derived. All items of this Financial Report are comparable with the previous fiscal year. There are no assets and liability elements, which are presented under more than one item in the Financial Report schedule.

Measurement policies

The criteria applied to measure the items of this Financial Report and the value adjustments comply with the provisions of the Italian Civil Code and the instructions contained in the accounting standards issued by the Italian Accounting Board. They have not changed compared to the previous fiscal year. In case of need, the statements of previous year have been restated to make them comparable with the current one and which are agreeable to the

Italian Civil Code. The most significant valuation criteria, adopted in observance of the provisions of the Italian Civil Code, are shown with special reference to the balance sheet items.

BALANCE SHEET

Assets

The values entered as assets in the balance sheet were valuated as required by the Italian Civil Code and in accordance with the Italian national accounting standards. The criteria applied to each case are indicated in the sections concerning the individual entries.

FIXED ASSETS

Intangible fixed assets

Legal criteria

The assets are evaluated based on their cost of acquisition. Depreciation was carried out in accordance with the following pre-established plan, which is considered to ensure a correct allocation of the cost incurred over the useful life of the fixed assets in question: 5 years.

Composition

The amount of € 417, which is classified as intangible fixed assets, refers to the legal costs incurred for the constitution of the Association.

The amount of € 1.252, which is classified as tangible assets, refers to IT equipment.

CURRENT ASSETS

Current assets are valued in accordance with the Italian Civil Code. The criteria are indicated in the paragraphs of the respective balance sheet items.

Receivables included among current assets

Legal criteria

Receivables under current assets are recorded at their estimated realizable value. This value was determined by adjusting the nominal value of existing receivables, to consider all the risks of non-realization, if any.

Composition

The table below gives an exact indication of the nature of the receivables:

Description	31/12/2025	31/12/2024	Variation
Receivables from Members	11.372	10.722	650
Receivables from Third Parties	306.276	222.308	83.968
Total	**317.648**	**233.030**	**84.618**

Receivables from Members amount to € 11.372, which are related to Fondazione Campagna Amica contribution for 10.822 (net of the down payments made during the fiscal year) and to 2025 fees cashed in 2026 before the draft of this document (€ 550).

Receivables from third parties (€306.276) include:

- € 220.000 related to external contributions.
- € 86.276, referred to the progress accrued in the projects:
  - Erasmus+ € 60.000 (ended, cashed in 2026);
  - FAO € 11.849:
  - TWIN-IN € 14.427:

IV - Liquid funds

As of December 31st, 2025, the liquid funds consisted of the amount described below:

Description	31/12/2025	31/12/2024	Variation
Bank	19.769	88.565	(68.796)
Cash	2.116	468	1.648
Total	**21.885**	**89.033**	**(67.148)**

Liabilities and Equity

EQUITY

Legal criteria

The Association's equity and liabilities in the balance sheet have been recorded in compliance with the Italian accounting standards. Specific criteria have been applied for each individual item.

Composition

The composition of Equity can be found in the table below:

Description	2024	Increase	Decrease	2025
I – Endowment fund	**9.488**	3	**-**	**9.491**
VII – Other reserves	**-**	**-**	**-**	**-**
VIII – Retained earnings (or losses):	**-**	**-**	**-**	**-**
IX – Surplus (Deficit) for the year	**3**	**682**	3	**682**
Net Equity	**9.491**			**10.173**

I - Endowment fund

The amount (€ 9.491) includes previous years' surplus in addition to 2024 balance.

IX - Surplus (Deficit) for the year

This item includes the surplus for 2025, amounting to € 682, as determined by the Profit and Loss account.

PAYABLES

Legal criteria

Payables are recorded at their nominal value, pursuant to the provisions of the Italian CivilCode.

Description	31/12/2025	31/12/2024	Variation
Payables to Suppliers	198.050	50.203	147.847
Payables to Tax Authorities	1.568	16.970	(15.402)
Payables to social security	7.270	8.856	(1.586)
Payables to Members	0	0	0
Payables to Others	124.141	237.377	(113.236)
Total	**331.029**	**313.406**	**17.623**

Composition

Payables to Suppliers (€ 198.050) are mainly related to posted workers (€ 79.862) and services related to the GA held in Rome on October 2025 (€ 57.010).

Dues to tax authorities include amounts related to withholding taxes for external collaborators (€1.167) and € 401 for current tax (IRAP). The afore-mentioned payables were mostly referred to amounts fully paid in 2026.

Payables to social security and welfare institutions include dues for social security (INPS), mostly referred to December 2025 costs and fully paid in 2026.

Amounts due under the item “Payables to Others” mainly includes the in-advance payments for the projects, which are still on-going (€ 33.381 FAO, € 48.000 Erasmus+, € 24.002 TWIN-IN). These amounts will be offset against the related receivables once all expenses have been reported to the contributor.

PROFIT AND LOSS ACCOUNT

The income statement shows the economic outcome for the fiscal year. Revenue and cost components are grouped in a way that provides meaningful intermediate results. They are listed based on the operations to which they belong: ordinary, accessory, and financial. The ordinary activity identifies the income components generated by operations that refer to specific and distinctive institutional activities carried out by the Association. The financial activity consists of transactions that generate revenues and expenses of financial nature. Finally, the ancillary activities consist of operations that generate income that, despite being part of the ongoing activity, cannot be classified under the ordinary and financial activity.

Value of Production

Legal criteria

Revenues from the provision of services are recorded when the service is rendered, or when the service has been provided. In case of continuous services, the related revenues are recorded for the portion accrued.

Composition

The composition of this item is the following:

Description	2025	2024	Variation
1) Revenues from Members	174.432	173.690	742
5) Other Revenues	503.293	246.664	256.629
Total	**677.725**	**420.354**	**257.371**

1) Revenues from Members

The amount of € 174.432 mostly includes membership fes for € 19.000 and the contribution granted by the member Fondazione Campagna Amica for € 150.000.

5) Other revenues

The amount of other revenues includes contributions from third parties, among which:

- € 220.000 from Coldiretti;
- € 20.000 from Ciheam;
- € 258.270 from projects (Erasmus+ €11.960, MAMI € 200.339, TWIN-IN € 14.427, FAO € 31.544);
- € 5.023 other.

Cost of Production

Legal criteria

The costs and charges are attributed on accrual basis of accounting and according to their nature, net of returns, allowances, discounts, and premiums, in compliance with the principle of correlation with the revenues. The costs incurred to purchase goods are entered when the substantive transfer of the ownership title occurs. When services are purchased, the related costs are entered when the service has been performed; in the case of ongoing services, the related costs are entered for the portion accrued.

Composition

The table below shows the composition of the costs of production:

Description	2025	2024	Variation
6) Raw, ancillary and consumables	1.415	1.501	(86)
7) Services	663.656	412.566	251.090
Which for projects	258.270	196.657	61.613
8) Use of third-party assets			
9) Payroll			
10) Amortisation and depreciation	790	417	373
12) Provision for risk			
14) Other operating expenses	2.864	293	2.571
Total	**668.725**	**414.777**	**253.948**

Services costs mainly refer to costs incurred for consulting services (technical, legal, and accounting) and for the organization of meetings, including the Board meetings, travel and accommodation expenses. In the table below details can be found of the mentioned costs for the year 2025:

Description	2025	2024
Meetings and events set up	63.614	11.611
Insurance	5.990	
Hotel and restaurants	43.229	36.462
Travels	172.481	61.860
Consulting Services	24.592	12.060
Board, Director and auditor remuneration	54.455	61.132
Direct project costs	258.270	196.657
Social Security	20.992	19.546
Other services	20.033	13.238
Total	**663.656**	**412.566**

Taxes

Description	2025	2024	Variation
Current Tax (IRAP)	6.853	5.561	1.292
Taxes in previous years (IRAP)	891		891
Total	**7.744**	**5.561**	**2.183**

Taxes are composed of:

- IRAP (Regional Tax), related to 2025, amounting to € 6.853, and € 891 related to 2024, calculated on the remuneration cost.

FINAL PART

Commitments, guarantees and contingent liabilities not on the balance sheet

There are no commitments, guarantees, contingent liabilities or litigation which are not shown in the balance sheet.

Information on transactions with related parties

For the purposes of current legislation, no unusual transactions with related parties were carried out during the year.

Information on arrangements not resulting from the balance sheet

During the year, no agreements were made that were not included in the balance sheet.

Management and coordination activity

It is hereby certified that the Association is not subject to the management and coordination activities of others, neither is subject to the control of any company or group of companies.

Information relating to derivative financial instruments pursuant to Article 2427 bis of the Italian Civil Code

We attest that no derivative financial instruments have been subscribed for.

Information on significant events occurring after the end of the financial year

It is important to mention that MAMI and Erasmus+ "Competences for Farmers Markets" projects are successfully concluded. Erasmus+ Twin-in is ongoing.

The Board and the President are deeply involved in the organization of 2026 General Assembly to be held in Kenya in October.

The Association pays particular attention to the geopolitical scenario, including the conflicts broken out in Middle East and Ukraine, having significant global consequences, including on production and food security. The Board has taken the mentioned conflicts into deep consideration because they might have multiple effects on food security, energy and finance, with possible impacts on WFMC and its Members.

Final Comments and Call for Action

Dear WFMC Members, we confirm that this Financial Report, consisting of the Balance Sheet, Profit and Loss Account and Explanatory Notes presents a true and fair view of the Association's financial position and results of operations for the year and corresponds to the accounting records.
The financial report is true and fair and corresponds to the accounting records.
In light of the considerations set forth in the preceding paragraphs, we invite you to:

- Approve the Financial Report for the year ended at December 31st, 2025;
- Allocate the Surplus for the year to the Endowment Fund.

WORLD FARMERS MARKETS COALITION

WFMC 2026 FORECAST AND 2027 BUDGET

Prudential approaches have inspired the drafting of the 2027 budget and 2026 forecast, adopted by the Board on May 28th 2026. The aim is to avoid an overestimation of revenues and an underestimation of costs.

The table below shows the 2027 budget compared to the forecast for 2026 and the final 2025 accounts.

	BUDGET	FC 4+8	BUDGET GA	FINAL ACCOUNTS
P&L Account	**31/12/2027**	**31/12/2026**	**31/12/2026**	**31/12/2025**
A) Value of production	***695.000***	***645.000***	***475.000***	***677.725***
1) Revenues from Members	***145.000***	***145.000***	***125.000***	***176.750***
Membership Fees	25.000	25.000	25.000	19.000
Contributions from Members	100.000	100.000	80.000	150.000
Other from Members	20.000	20.000	20.000	7.750
5) Revenues from third parties	***550.000***	***500.000***	***350.000***	***500.975***
Projects	400.000	350.000	250.000	258.270
Other Contributions	150.000	150.000	100.000	240.000
From Coldiretti				
Other				2.705
B) Cost of production	***687.000***	***639.000***	***464.000***	***668.725***
6) Raw, ancillary and consumable materials and goods for resale	-	-	-	1.415
7) Services	685.000	638.000	462.583	663.656
which for projects	400.000	350.000	250.000	258.270
8) Cost for use of third-party assets				
9) Cost for Payroll				
10) Amortisation, depreciation and write-downs			417	790
14) Other operating expenses	2.000	1.000	1.000	2.864
C) Interests and other financial charges				***(574)***
16) Financial income				
17) Interest and other financial expense				574
E) TAXES	***8.000***	***6.000***	***6.000***	***7.744***
20) Taxes on the income for the year	8.000	6.000	6.000	7.744
SURPLUS (DEFICIT) for the year	***-***	***-***	***5.000***	***682***

Value of Production

The membership fees have been calculated assuming the confirmation of the current number of members.

Contributions from members consist of Fondazione Campagna Amica support for the incoming years.

As far as the revenues from third parties is concerned, they include the revenues for the ongoing projects and other contributions.

Cost of Production

The amount in the budget has been calculated based on the existing commitments and contracts with external providers and forecasted travels for 2026 and 2027.