



Smurfit Kappa Foundation

**(A company limited by guarantee and
not having a share capital)**

Directors' Report and Financial Statements

for the year ended 31 December 2016

SMURFIT KAPPA FOUNDATION

DIRECTORS' REPORT AND FINANCIAL STATEMENTS for the year ended 31 December 2016

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SMURFIT KAPPA FOUNDATION

COMPANY INFORMATION

DIRECTORS	Gerard Fagan, Chairman Marie Barrett Jim Fitzharris Alain Baudant (appointed 14 June 2017)
SECRETARY	Gillian Carson-Callan (appointed 28 March 2017)
REGISTERED OFFICE	C/o Smurfit Kappa Group Beech Hill Clonskeagh Dublin 4
COMPANY REGISTRATION NUMBER	504110
REGISTERED CHARITY NUMBER	CHY 19867
SOLICITORS	William Fry 2 Grand Canal Square Dublin 2
BANKERS	Danske Bank International House 3 Harbourmaster Place IFSC Dublin 1 Bank of Ireland University Branch Montrose Stillorgan Road Dublin 4
AUDITORS	Ernst & Young Chartered Accountants Harcourt Centre Harcourt Street Dublin 2

CHAIRMAN'S FOREWORD

I, together with the Board of Directors have the pleasure in presenting the Directors' Report and Financial Statements for the year ended 31 December 2016.

Smurfit Kappa Foundation (the 'Foundation') was formed in 2011 and supports sustainable projects in the countries where Smurfit Kappa Group ('SKG') has the privilege to operate, with the initial focus being on projects involving disadvantaged children in the areas of health and nutrition, basic care and early education. In 2016, the Foundation supported 16 such charities – we have continued to support projects in Ireland, UK, Netherlands, Mexico, Italy, Argentina, Chile and we have also funded projects in Germany, El Salvador and Ecuador which you can read about below.

PROJECTS FUNDED IN 2016

1. Join 4 Energy, Netherlands. This project is concerned with finding a medical cure for mitochondrial disease in children. As only a very small percentage of children have this disease, the pharmaceutical industry has not prioritised research in this area.
2. Incredible Edible Growing Ltd, UK. This charity has developed a hilltop bush craft site where children from deprived areas in Oldham can be brought to experience a night in the "wilderness", and teach them about sustainability and nature.
3. Walburgisheim Children's Home, Germany. The support from the Foundation will help to provide a new central heating and warm water system for the home. The additional benefit of this project is that it will also decrease heating costs considerably.
4. Banco Hipotecario Primary School, El Salvador. This primary school is located beside one of the SKG plants in El Salvador and the funding from the Foundation went towards the improvement of the school facilities, which were in a major state of disrepair.
5. St Brigid's Primary School, Ireland. This is a designated disadvantaged school (DEIS) and has received minimal public funding for a new school building. The contribution from the Foundation will pay for essential playground equipment for the children, which the school would not otherwise be in a position to provide.
6. ChildVision, Ireland. ChildVision is the only school in Ireland that provides education and training for blind and visually impaired children. The school has installed a new library, which caters for reading and literacy development needs for children. The Foundation has made a donation to help purchase books for the library.
7. First Steps Women's Centre (FSWC), Northern Ireland. FSWC provides a series of training and educational programmes for over 300 women from deprived backgrounds every year, including free onsite childcare. FSWC has been undertaking renovations to the building and funding from the Foundation will help the Centre to complete a dedicated childcare facility onsite.

CHAIRMAN'S FOREWORD (Continued)

8. Our Lady of Mercy Primary School, Ireland. The Foundation helped in the funding of an all-weather AstroTurf pitch for this DEIS school located near Kells, Co. Meath. There are no other significant sports facilities in the school and no Government funding has been made available for this project.
9. Adaptive Design Association, Ecuador. This programme provides corrugated seating and standing equipment for children with disabilities who otherwise are carried by their mothers or are left lying on the floor. The families are able to pay a minimal amount for an item of equipment and the Foundation provided funding to cover the difference between this and the real cost of providing the equipment.
10. Fundacion Castro Limon, Mexico. This local foundation helps child patients recovering from treatment for cancer. The funding provided by the Foundation helps to equip a multimedia playroom which has a positive impact on children during their recuperation in hospital. It also provides a place where psychological support can be offered to children with cancer and their families, in an atmosphere of harmony and tranquility.
11. Association Bambini Cri Du Chat (CDC), Italy. The project aims to create a small centre to host children affected with CDC syndrome together with their families. Support from the Foundation will help to build the centre which will enable families to attend consultations with medical specialists, and receive assistance and advice.
12. Barnardos, Ireland. Barnardo's operates a service in Knocknaheeny, Co. Cork, Ireland which is a prevention and early intervention initiative aimed at supporting children in disadvantaged areas to achieve better social and educational outcomes. The funding that the Foundation provides will help to ensure that this service continues to benefit the children and families who need support.
13. Fior di Loto, Italy. The project 'Il Gioco' provides innovative therapy to children aged between 6 and 11 with mental disabilities and other developmental challenges. The funding from the Foundation has helped to expand the therapy centre by refurbishing a building with facilities and appropriate equipment namely laboratories, gym, canteen, etc.
14. The Pilares Foundation, Argentina. This local foundation works with families living in shantytowns and their mission is to promote their personal development based on five pillars: health, education, work, social security and housing. The support from the Foundation helped to finish the construction of an 'early childhood centre' for young children and their families with activities targeting stimulation, nutritional advice and health care.
15. The Merseyside Forest, UK. This is one of the UK's largest community forests with over 9 million trees planted so far. It works with children's centres and schools in deprived areas of Merseyside and Cheshire to deliver forest school education programmes. These help children with little access to green spaces to engage with the natural environment through natural play, mindfulness and adventure skills. The multi-annual funding from the Foundation plays a significant role in supporting this programme.

SMURFIT KAPPA FOUNDATION

CHAIRMAN'S FOREWORD (Continued)

16. Make-A-Wish International, Chile. Make-A-Wish is an international charity that aims to give a moment of happiness to children battling life-threatening illnesses in order to enrich their lives and that of their families. The Foundation gave funding to that organisation's branch in Chile thereby enabling 30 such children and their families to have their greatest wish fulfilled.

A number of other projects are under active consideration for 2017 and some have already been approved. We hope to continue our geographical expansion in the coming years.

HOW TO APPLY FOR FUNDS

Please visit 'www.smufitkappafoundation.com' to learn more about the projects we support and how to apply for funding. The process is quite simple and all applications are welcome, provided they comply with the conditions and are in line with the primary focus of the Foundation, that is, projects which involve young disadvantaged children in the areas of health and nutrition, basic care and early education.

We are particularly interested in projects in which SKG employees or their families are involved and where they would benefit from support from our Foundation. Any support we give is in addition to and not a substitute for funding such projects might already receive from the local SKG operations.

We are looking forward to hearing from you soon and helping to support projects in your region.



Gerard Fagan

Chairman

Dublin, Ireland

Date: 27 July 2017

SMURFIT KAPPA FOUNDATION

DIRECTORS' REPORT

for the year ended 31 December 2016

The directors present herewith their report together with the audited financial statements for the year ended 31 December 2016. The directors confirm that the directors' report and financial statements comply with the current statutory requirements of the company's governing documents.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Smurfit Kappa Foundation (the 'Foundation') was established on 26 September 2011 as a company limited by guarantee and not having a share capital. At 31 December 2016, the Foundation had seven members who, in the event of a winding up, have guaranteed the liabilities of the Company up to a maximum of €1 each. This guarantee continues in force for one year after membership ceases.

The Foundation is recognised by the Revenue Commissioners as having registered charity status.

OBJECTIVES AND ACTIVITIES

The Foundation was created with the aim of supporting sustainable projects in the areas where Smurfit Kappa Group ('SKG') has the privilege to operate. The initial focus of the Foundation's activities is on projects involving young disadvantaged children in the areas of health and nutrition, basic care and early education. The Foundation is particularly interested in projects in which SKG employees or their families are involved and where they would benefit from support.

The directors acknowledge the support provided to the Foundation by SKG.

ACHIEVEMENTS AND PERFORMANCE

The aim of the Foundation is to fund projects in the communities in which SKG operates, particularly those which are sustainable and focus on helping young and disadvantaged children through education. The Chairman's Foreword gives details of 16 projects supported in 2016 in ten different countries: five in Europe and five in The Americas. All of these conformed to our stated aims and mission.

FUTURE DEVELOPMENTS

The Foundation hopes to continue the geographical expansion of donations in the coming years.

FINANCIAL REVIEW

The statement of financial activities is as set out on page 12. The movement in total funds in the year is as follows:

Charity funds at 31 December 2015	€ 3,062,776
Net Income for the financial year	474,061
Charity funds at 31 December 2016	<u>3,536,837</u>

REFERENCE AND ADMINISTRATION DETAILS

Details are included on page 2.

SMURFIT KAPPA FOUNDATION

DIRECTORS' REPORT (Continued)

for the year ended 31 December 2016

DIRECTORS AND SECRETARY

The current directors and secretary are as shown on page 2. On 14 June 2017, Alain Baudant was appointed a director and Gianluca Castellini and Juan Guillermo Castaneda resigned as directors and were appointed advisors on the same date. On 28 March 2017, Jim Fitzharris resigned as company secretary and was replaced by Gillian Carson-Callan. Neither the directors or secretary who held office at the year end, nor their immediate families, had a material interest in any contract of significance in relation to the business of the Foundation at 31 December 2016.

RESEARCH AND DEVELOPMENT

The company did not engage in any research and development during the year.

ACCOUNTING RECORDS

The measures taken by the directors to ensure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014, regarding accounting records are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The accounting records of the company are maintained at the company's registered office, which is c/o Smurfit Kappa Group, Beech Hill, Clonskeagh, Dublin 4.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors consider the greatest risk and uncertainty to be that the source of charitable donations will cease. The directors regularly review and assess this risk.

The sole current provider of funds to the Company is SKG. While SKG has contributed consistently since the formation of the Company in 2011, there can be no guarantee that this funding will continue indefinitely or at the same level. For this reason, the directors currently spend only 50% of the annual grant from SKG with the balance being held in reserve in the event of a change in the current funding arrangement.

POLITICAL DONATIONS

The company did not make any political donations during the year.

POST BALANCE SHEET EVENTS

In June 2017, Smurfit Kappa Foundation obtained SKG Board approval to remove the requirement for the Foundation to set aside 50% of the €1 million they receive annually from SKG. In future the Foundation will have to retain €1.5 million in reserve.

DISCLOSURE OF INFORMATION TO THE AUDITORS

The directors believe that they have taken all steps necessary to make themselves aware of any relevant audit information and have established that the company's statutory auditors are aware of that information. In so far as they are aware, there is no relevant audit information of which the statutory auditors are unaware.

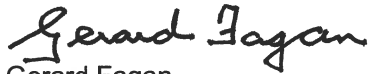
SMURFIT KAPPA FOUNDATION

DIRECTORS' REPORT (Continued)
for the year ended 31 December 2016

AUDITORS

Ernst & Young, Chartered Accountants, will continue in office in accordance with Section 383(2) of the Companies Act, 2014.

On behalf of the board



Gerard Fagan
Director



Marie Barrett
Director

Date: 27 July 2017

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' Report and the Financial Statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland, including FRS102, 'the Financial Reporting Standard applicable in the UK and Republic of Ireland' (Generally Accepted Accounting Practice in Ireland). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the end of the financial year, and the profit or loss for the company for the financial year, and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards and note the effect and reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the Financial Statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SMURFIT KAPPA FOUNDATION

We have audited the financial statements of Smurfit Kappa Foundation for the year ended 31 December 2016 which comprise the Statement of Financial Activities and Charity Funds, the Balance Sheet, the Statement of Cash Flows and the related notes 1 to 14. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland, (Generally Accepted Accounting Practice in Ireland), including FRS102, 'the Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 9, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report and financial statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Continued /...

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SMURFIT KAPPA FOUNDATION
(Continued)**

Opinion on financial statements

In our opinion, the financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the state of the company's affairs as at 31 December 2016 and for its excess of income over expenditure for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Matters on which we are required to report by the Companies Act 2014

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of sections 305 to 312 of the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.



Dermot Daly
for and on behalf of Ernst & Young
Chartered Accountants and Statutory Audit Firm

Dublin

Date: 31 July 2017

SMURFIT KAPPA FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES AND CHARITY FUNDS for the financial year ended 31 December 2016

	Note	2016 €	2015 €
Income from:			
Donations	2	1,000,000	1,000,000
Investments	3	5,447	8,942
Total Income		1,005,447	1,008,942
Expenditure on:			
Charitable activities	4	(526,272)	(516,538)
Administrative expenses	5	(5,114)	(4,934)
Total Expenditure		(531,386)	(521,472)
Net Income		474,061	487,470
Charity funds brought forward		3,062,776	2,575,306
Charity funds carried forward		3,536,837	3,062,776

All amounts above relate to continuing operations.

SMURFIT KAPPA FOUNDATION

BALANCE SHEET at 31 December 2016

	Note	2016 €	2015 €
Current Assets			
Debtors	8	1,000,062	1,003,775
Cash at bank	9	2,541,695	2,063,921
Total current assets		3,541,757	3,067,696
Creditors: amounts falling due within one year	10	(4,920)	(4,920)
Net Current Assets		3,536,837	3,062,776
Total Assets less Current Liabilities		3,536,837	3,062,776
The Funds of the Charity			
Designated Funds	11	3,156,414	2,646,074
Undesignated Funds		380,423	416,702
Charity Funds		3,536,837	3,062,776

The notes on pages 14 to 19 form an integral part of these financial statements.



Gerard Fagan
Director



Marie Barrett
Director

Date: 27 July 2017

SMURFIT KAPPA FOUNDATION

STATEMENT OF CASH FLOWS

for the financial year ended 31 December 2016

	2016	2015
	€	€
Cash flows from Operating Activities		
Net Cash flow provided by operating activities	472,327	479,223
Cash Flows from Investing Activities		
Investment Income	5,447	8,942
Changes in Cash and Cash Equivalents for the reporting period	477,774	488,165

Reconciliation net income to net cash inflow from operating activities

Net income for the reporting period	474,061	487,470
Investment Income	(5,447)	(8,942)
Decrease in other debtors	3,713	695
Net Cash flow provided by operating activities	472,327	479,223

Reconciliation of net cash flow to movement in net cash

Cash at beginning of year	2,063,921	1,575,756
Net cash inflow for the year	477,774	488,165
Cash at end of year	2,541,695	2,063,921

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2016

1. Summary of Significant Accounting Policies

Statement of compliance

Smurfit Kappa Foundation (the 'Foundation') was incorporated on 26 September 2011 as a company limited by guarantee and not having a share capital. The company's registered office is c/o Smurfit Kappa Group, Beech Hill, Clonskeagh, Dublin 4. The nature of the Foundation's operations are set out in the Chairman's Foreword on page 3. The entity financial statements have been prepared on the going concern basis and in accordance with applicable accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (Generally Accepted Accounting Practice in Ireland).

The significant accounting policies used in the preparation of the entity financial statements are set out below. These policies have been consistently applied to all financial years presented, unless otherwise stated.

The preparation of financial statements in conformity with FRS 102 requires the use of certain key assumptions concerning the future, and other key sources of estimation uncertainty at the reporting date. It also requires the directors to exercise their judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or areas where assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are disclosed in note 1.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards. The financial statements cover the year ended 31 December 2016. They are presented in euro (€).

Donations and legacies

Donations are recognised when their receipt is probable and the income can be quantified with reasonable certainty. Income is shown gross before deduction of associated costs. No amounts are included for services donated by volunteers.

Resources expended

Expenditure is analysed between expenditure on charitable activities and administrative expenses. Expenditure is accounted for on an accruals basis. Irrecoverable VAT is included with the expense items to which it relates.

Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2016 (Continued)

1. Summary of significant accounting policies (continued)

Fund accounting

Designated funds are those which are immediately available for use at the discretion of the directors in furtherance of the objectives of the Foundation. If part of a designated fund is earmarked for a particular project, it may be classified as a separate fund, but the classification has an administrative purpose only, and does not legally restrict the company's discretion to apply the fund. The Foundation sets aside half of the funding it receives each year for the future and ongoing life of the charity but the directors still have complete control over how it is spent. It also sets aside funding for projects it has already committed to.

Undesignated funds are those funds which have not been specifically committed at the balance sheet date.

Administrative expenses

Administrative expenses are those functions that assist the work of the company but do not directly relate to Charitable activities. These include back office costs, finance, personnel, payroll and governance costs which support the company's programmes and activities.

Cash and Cash Equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts, if any, are shown within borrowings in current liabilities. Cash and cash equivalents are initially measured at transaction price and subsequently measured at amortised cost. Bank deposits which have original maturities of more than three months are not cash and cash equivalents and are presented as current asset investments.

Critical accounting judgements and estimation uncertainty

Estimates and judgements made in the process of preparing the company financial statements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The directors make estimates and assumptions concerning the future in the process of preparing the entity financial statements. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no estimates or assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

SMURFIT KAPPA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2016 (Continued)

2. Donations and Legacies	2016	2015
	€	€
Smurfit Kappa Group plc	<u>1,000,000</u>	<u>1,000,000</u>
3. Income from Investments	2016	2015
	€	€
Bank interest	<u>5,447</u>	<u>8,942</u>
4. Expenditure on Charitable Activities	2016	2015
<i>Charitable expenditure includes donations to:</i>	€	€
Join 4energy - Netherlands	30,000	-
Incredible Edible Growing Ltd - UK	4,655	-
Walburgisheim - Germany	30,000	-
Empresarial Para El Desarrollo Educativo – El Salvador	65,907	-
St Brigid’s Primary School – Dublin inner city, Ireland	25,000	-
Child Vision - Ireland	10,000	-
First Steps Women’s Centre – Northern Ireland	18,142	-
Our Lady of Mercy Primary School - Kells, Co. Meath Ireland	25,000	-
Adaptive Design Association – Ecuador	4,875	-
Fundacion Castro Limon AC - Mexico	48,668	-
Association Bambini Cri Du Chat – Italy	49,970	-
Barnardo’s – Ireland	100,000	100,000
Mexico Community Centre – Mexico	-	88,486
La Casita – Mexico	-	73,194
Fior di Lota society – Italy	30,000	60,000
Pilares – Argentina	16,110	50,296
Merseyside Forest – UK	43,622	50,000
Irish Youth Foundation Music Program – Ireland	-	30,000
Make a Wish, - International	24,323	22,733
Richard Krajicek Foundation – Netherlands	-	22,500
Nechells POD Project - UK	-	19,329
	<u>526,272</u>	<u>516,538</u>

SMURFIT KAPPA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2016 (Continued)

5. Administrative Expenses	2016	2015
	€	€
Bank fees	194	14
Auditors' remuneration	4,920	4,920
	<u>5,114</u>	<u>4,934</u>

6. Directors Emoluments

The foundation does not pay any remuneration or expenses to the volunteer board of directors.

7. Taxation

As a result of the company's charitable status no charge to corporation tax arises.

8. Debtors	2016	2015
	€	€
Donations receivable from Smurfit Kappa Group plc	1,000,000	1,000,000
Deposit Interest receivable	62	3,775
	<u>1,000,062</u>	<u>1,003,775</u>

All amounts are receivable within one year.

9. Cash at Bank	2016	2015
	€	€
Cash on deposit	1,518,783	1,509,598
Cash and bank balance	1,022,912	554,323
	<u>2,541,695</u>	<u>2,063,921</u>

SMURFIT KAPPA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2016 (Continued)

10. Creditors (amounts falling due within one year)	2016	2015
	€	€
Accruals	4,920	4,920
11. Designated Funds	2016	2015
	€	€
Funding – 50% set aside for future of charity	3,000,000	2,500,000
Join 4energy	10,000	-
Empresarial Para El Desarrollo Educative (\$30,000)	28,463	-
Fundacion Castro Limon AC Mexico (\$40,000)	37,951	-
Association Bambini Cri Du Chat – Italy	80,000	-
Barnardos	-	100,000
Fior di Loto	-	30,000
Pilares	-	16,074
Total designated funds	3,156,414	2,646,074

Smurfit Kappa Foundation has committed in 2016 to donate a further €156,414 in 2017 to projects the directors have already agreed too. It also sets aside half of the funding received each year (€500,000) to ensure the future sustainability of the charity as set out above.

12. Related Party Transactions

The Foundation is a related party of its doner of funds, Smurfit Kappa Group plc.

13. Events after the Reporting Period

In June 2017, Smurfit Kappa Foundation obtained SKG Board Approval to remove the requirement for the Foundation to set aside 50% of the €1 million they receive annually from Group. In future Smurfit Kappa Foundation will have to retain €1.5 million as a reserve.

14. Approval of Financial Statements

The Board of Directors approved and authorised for issue the financial statements of the company in respect of the financial year ended 31 December 2016 on 27 July 2017.