

2022 MISSION BUDGET PRESENTATION HOLY SEE

Secretariat for the Economy



2022 TOTAL BUDGET - HOLY SEE

M€	Old Perimeter's 2022 Budget	New Entities' 2022 Budget	Holy See's 2022 Total Budget
Operating income	240,4	499,1	739,5
External donations	89,8	143,8	233,6
Related entities' contributions	40,0	-	40,0
Real Estate Management	81,7	14,3	96,0
Commercial	18,5	28,1	46,6
Services	10,4	312,9	323,3
Operating expenses	299,6	495,9	795,5
Personnel costs	137,5	176,3	313,8
Administrative and general costs	122,2	287,4	409,6
Donations and contributions granted	35,7	7,5	43,2
Depreciation and other loss of value	4,2	24,7	28,9
Operating result	(59,2)	3,2	(56,0)
Financial income	19,9	10,2	30,1
Financial expenses	6,5	1,0	7,5
Financial result	13,4	9,2	22,6
Net income	(45,8)	12,4	(33,4)

IN THE 2022 BUDGET, THE HOLY SEE HAS CHANGED ITS CONSOLIDATION PERIMETER, ADDING 30 NEW ENTITIES, IN A CONTINUOUS EFFORT TO INCREASE **TRANSPARENCY, VISIBILITY AND CONTROL** OF ITS ECONOMIC RESOURCES.

The 2022 Budget of the Holy See includes now 90 entities. Even with the complexity of the incorporation of new entities, the Budget approval has been advanced 3 months vs. 2021.

2022 BUDGET – HOLY SEE

ENTITIES (COMPARABLE BASIS)

M€	2022 Budget	2021 Budget	B2022 vs B2021
Operating income	739,5	725,9	13,6
External donations	233,6	237,4	(3,8)
Related entities' contributions	40,0	37,0	3,0
Real Estate Management	96,0	86,9	9,1
Commercial	46,6	38,4	8,2
Services	323,3	326,2	(2,9)
Operating expenses	795,5	790,4	5,1
Personnel costs	313,8	304,7	9,1
Administrative and general costs	409,6	408,4	1,2
Donations and contributions granted	43,2	45,4	(2,2)
Depreciation and other loss of value	28,9	31,9	(3,0)
Operating result	(56,0)	(64,5)	8,5
Financial income	30,1	30,8	(0,7)
Financial expenses	7,5	8,4	(0,9)
Financial result	22,6	22,4	0,2
Net income	(33,4)	(42,1)	8,7

THE NEW CONSOLIDATION PERIMETER PROVIDES A **BETTER UNDERSTANDING** OF THE FINANCIALS OF THE HOLY SEE. REVENUES AND EXPENSES ARE APPROX. **3 TIMES BIGGER** THAN THE FORMER PERIMETER.

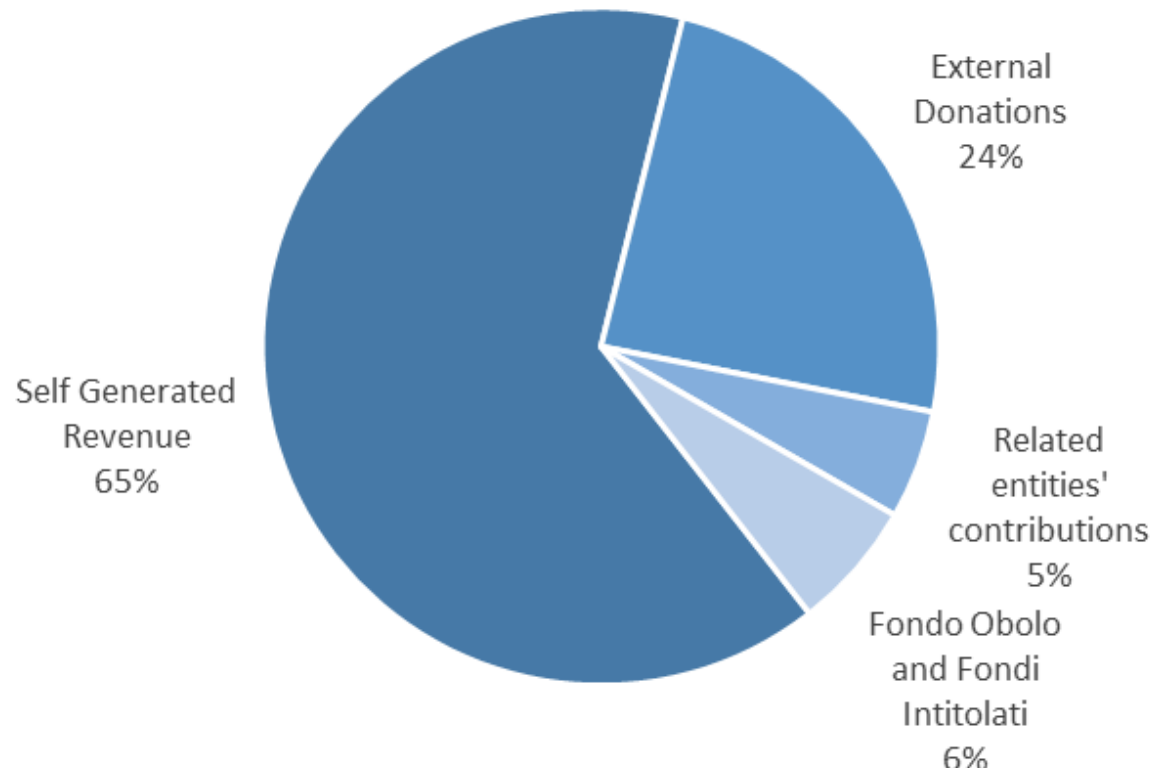
For comparison purposes -given that 2021 actual figures are still in the finalization process and the addition of the entities not consolidating in previous years-, 2021 restated Budget will be used as the reference point.

2022 BUDGET – HOLY SEE

SOURCE OF REVENUE

AFTER TWO YEARS HEAVILY IMPACTED BY THE PANDEMIC, ASSUMPTION FOR 2022 IS A **PROGRESSIVE RECOVERY** OF ECONOMIC ACTIVITIES BUT **NOT YET FOR DONATIONS** AND CONTRIBUTIONS.

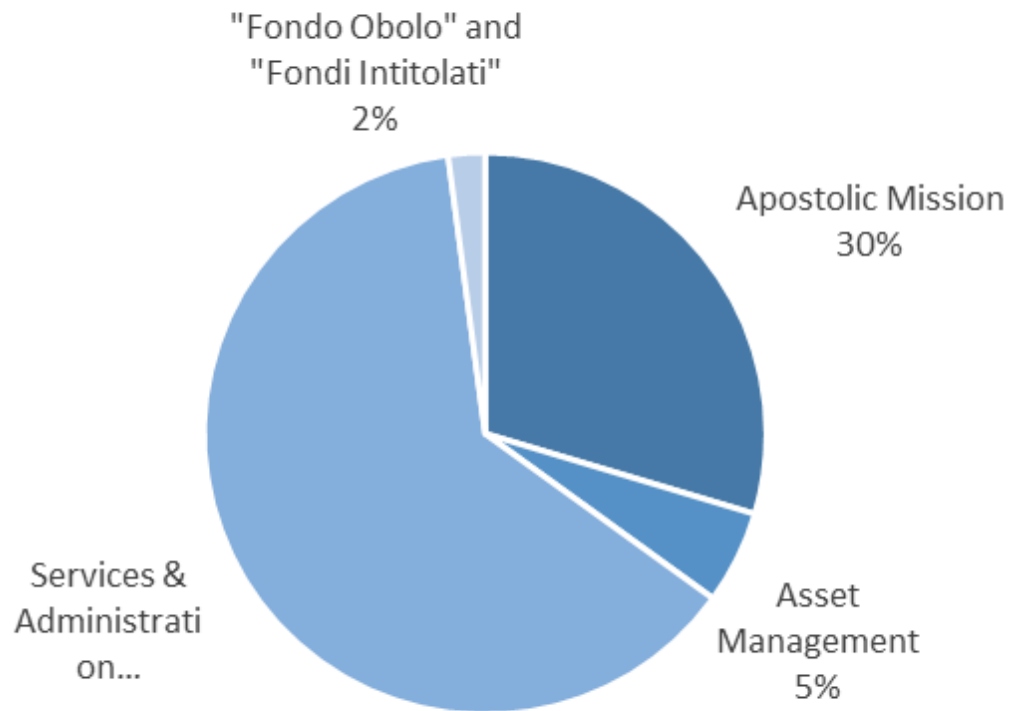
2022 approved Budget includes TOTAL INCOME OF €769,6M.



Income - M€	2022 Budget	2021 Budget	vs B2021
Self Generated Revenues	496,0	482,3	13,7
Services	323,3	326,2	(2,9)
Real Estate Management	96,0	86,9	9,1
Financial income	30,1	30,8	(0,7)
Commercial	46,6	38,4	8,2
External Donations	186,3	190,1	(3,8)
Dedicated Donation	166,3	169,7	(3,4)
Dioceses Donation	20,0	20,4	(0,4)
Related entities contributions	40,0	37,0	3,0
Governorate SCV	15,0	15,0	-
IOR	25,0	22,0	3,0
Fondo Obolo and Fondi Intitolati	47,3	47,3	±
TOTAL	769,6	756,7	12,9

2022 BUDGET – HOLY SEE

USE OF RESOURCES



EXPENSES ARE CONTAINED, AND GROWING SIGNIFICANTLY LOWER THAN INCOMES.

Expenses - M€	Apostolic Mission		Asset Management		Services & Administration		TOTAL	
	M€	vs B2021	M€	vs B2021	M€	vs B2021	M€	vs B2021
<i>Pediatric Hospital Bambino Gesù</i>	-	-	-	-	392,1	-	392,1	-
<i>Secretariat of State</i>	41,2	-	-	-	14,5	(2,3)	55,7	(2,3)
<i>A.P.S.A.</i>	-	-	43,0	(8,6)	-	-	43,0	(8,6)
<i>Pension Fund</i>	-	-	-	-	38,9	1,1	38,9	1,1
<i>Dicastery for Communication</i>	37,8	0,3	-	-	-	-	37,8	0,3
<i>Others</i>	158,8	7,5	-	-	59,7	6,0	218,5	13,5
Total Expenses	237,8	7,8	43,0	(8,6)	505,2	4,8	786,0	4,0
<i>"Fondo Obolo" and "Fondi Intitolati"</i>	17,0	-	-	-	-	-	17,0	-
Total Expenses	254,8	7,8	43,0	(8,6)	505,2	4,9	803,0	4,0

2022 BUDGET – APOSTOLIC MISSION

FUNDING NEEDS

M€	Apostolic Mission		Asset Management		Services & Administration		TOTAL	
	M€	vs B2021	M€	vs B2021	M€	vs B2021	M€	vs B2021
Income	150,7	5,5	75,3	3,9	496,3	3,3	722,3	12,7
Self Generated Revenues	85,7	5,0	75,3	3,9	335,0	4,7	496,0	13,6
External Donations	65,0	0,5			121,3	(4,4)	186,3	(3,9)
Related entities contributions		-			40,0	3,0	40,0	3,0
Expenses	237,8	7,8	43,0	(8,6)	505,2	4,8	786,0	4,0
Net Income	(87,1)	(2,3)	32,3	12,5	(8,9)	(1,5)	(63,7)	8,7

"Fondo Obolo" and "Fondi Intitolati"

Income	47,3	-					47,3	-
Expenses	17,0	-					17,0	-
Net Income	30,3	-					30,3	-

HOLY SEES' 2022 TOTAL BUDGET

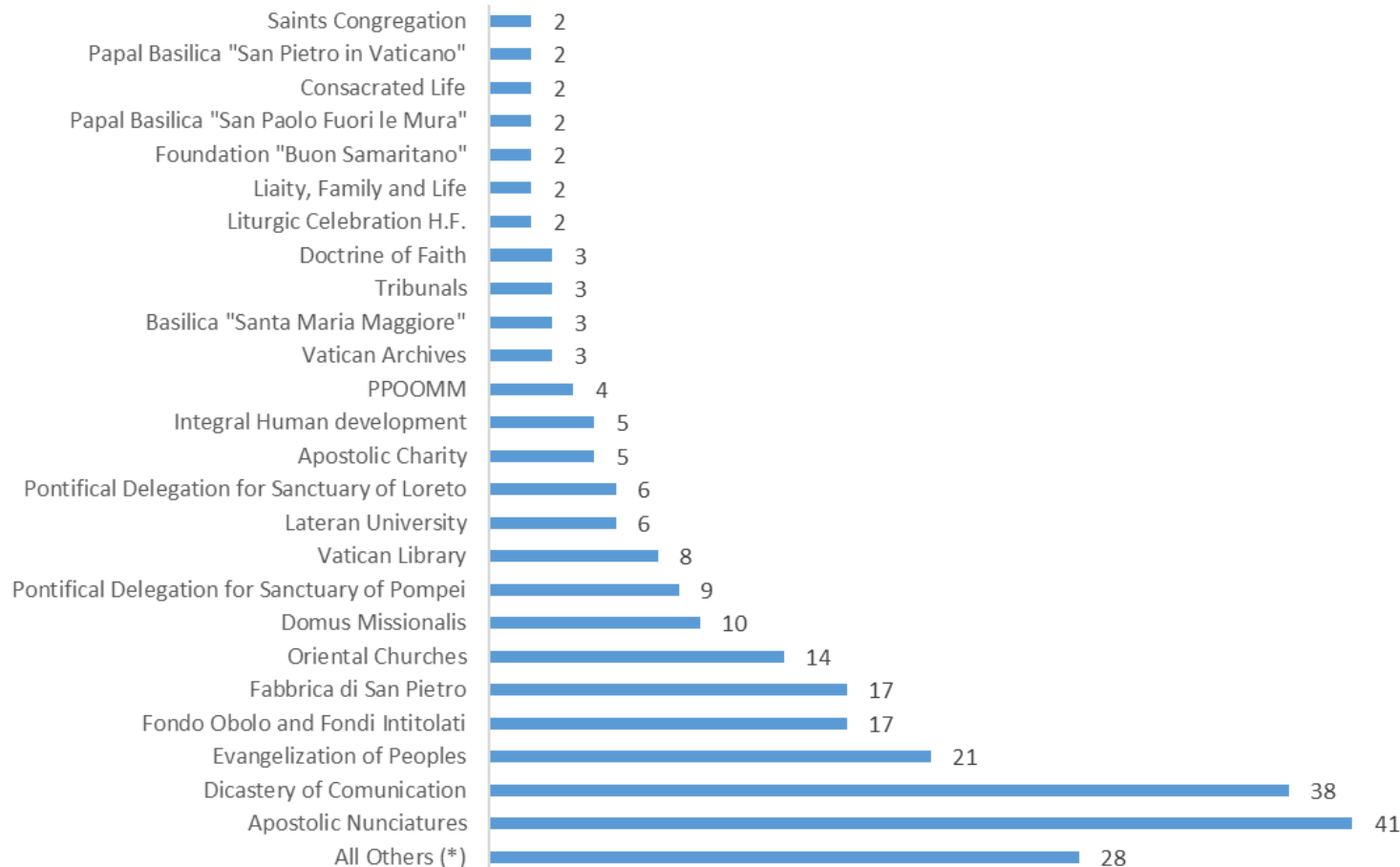
Income	198,0	5,5	75,3	3,9	496,3	3,3	769,6	12,7
Expenses	254,8	7,8	43,0	(8,6)	505,2	4,8	803,0	4,0
Net Income	(56,8)	(2,3)	32,3	12,5	(8,9)	(1,5)	(33,4)	8,7

NET REVENUES REAL ESTATE ACTIVITIES COVER LITTLE PART OF THE EXPENSES NECESSARY FOR THE **APOSTOLIC MISSION OF THE HOLY SEE** WHICH IS LARGELY DEPENDENT ON **DONATIONS** AND THE USE OF RESERVES.

Compared to 2021 presentation it has been some changes in the criteria of clasiffication of Incomes to better adapt it to reality. 2021 is restated for comparison purpose.

2022 BUDGET APOSTOLIC MISSION

EXPENSES DETAILS BY ENTITIES



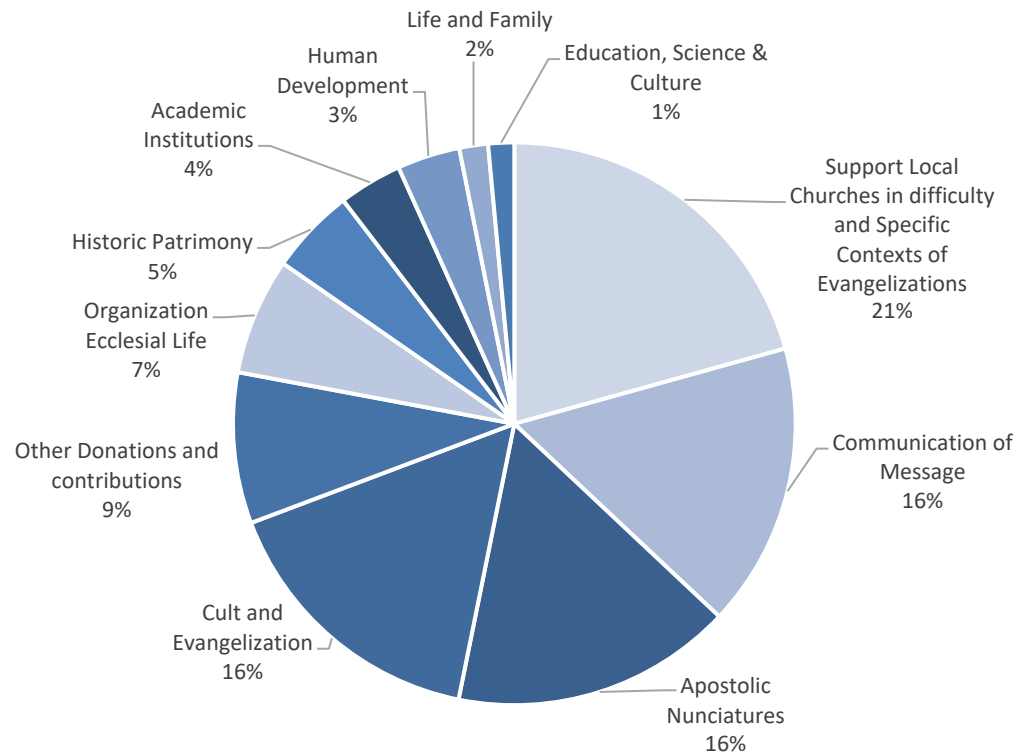
THE APOSTOLIC MISSION OF THE HOLY SEE ENVELOPES **69 ENTITIES**, 8 OF WHICH ABSORB AROUND 2/3 OF THE RESOURCES.

* The "All Others" category includes

- **4 Congregations** – as for example the Congregation for Catholic Education
- **5 Pontifical Councils** – as for example the Pontifical Council for Interreligious Dialogue
- **7 Pontifical Commissions** – as for example the Pontifical Commission for the Protection of Minors)
- **9 Pontifical Academies** – as for example the Pontifical Academy of Sciences
- **14 Foundations** – as for example the Foundation Giovanni Paolo II
- **4 Papal Basilica** – as for example the Giovanni in Laterano
- **9 Pontifical Academies** – as for example the Pontifical Academy
- **4 other Holy See entities** as the Bishop' Synod.

2022 BUDGET APOSTOLIC MISSION

EXPENSES DETAILS BY CONCEPT



THE **MAJORITY** (78%) OF THE RESOURCES DEDICATED TO THE **APOSTOLIC MISSION**, ARE DESTINED TO THE TO SUPPORT LOCAL CHURCHES IN DIFFICULTY AND IN SPECIFIC CONTEXTS OF EVANGELIZATION (21%); COMMUNICATE THE MESSAGE OF THE HOLY SEE (16%); ITS PRESENCE IN THE WORLD (16%); SUSTAIN CULT AND EVANGELIZATION (16%); AND CHARITY (9%)

Apostolic Mission by Concept

	M€
Support Local Churches in difficulty and Specific Contexts of Evangelizations	52,7
Communication of Message	41,6
Apostolic Nunciatures	41,2
Cult and Evangelization	41
Other Donations and contributions	22,1
Organization Ecclesial Life	17,1
Historic Patrimony	12,6
Academic Institutions	9,3
Human Development	9,2
Life and Family	4,2
Education, Science & Culture	3,8
TOTAL	254,8

“In the last years we have taken important steps in improving transparency, efficiency and cost containment. However, in order to ensure the sustainability of the Holy See and support the mission of the Holy Father, we need to improve the level of incomes and find ways to channel the generosity of the faithful.”

Fr. Juan Antonio Guerrero
Prefect of the Secretariat for the Economy
of the Holy See



2022 MISSION BUDGET «COMPARABLE BASIS» FORMER PERIMETER

Secretariat for the Economy



2022 BUDGET APOSTOLIC MISSION

ENTITIES (COMPARABLE BASIS)

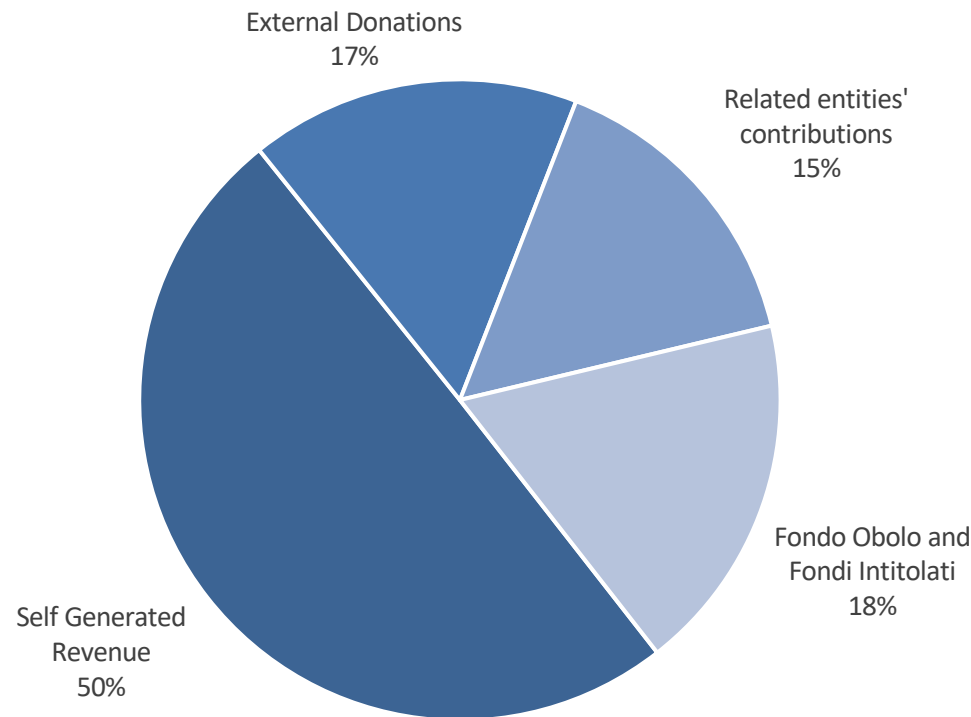
M€	Holy See's 2022 Total Budget	Holy See's 2021 Total Budget	Variance B2022 vs B2021
Operating income	240,5	237,9	2,6
External donations	89,8	98,4	(8,6)
Related entities' contributions	40,0	37,0	3,0
Real Estate Management	81,8	75,0	6,8
Commercial	18,4	17,1	1,3
Services	10,5	10,4	0,1
Operating expenses	299,7	301,9	(2,2)
Personnel costs	137,6	139,5	(1,9)
Administrative and general costs	122,2	117,1	5,1
Donations and contributions granted	35,7	38,5	(2,8)
Depreciation and other loss of value	4,2	6,8	(2,6)
Operating result	(59,2)	(64,0)	4,8
Financial income	19,8	22,5	(2,7)
Financial expenses	6,4	8,2	(1,8)
Financial result	13,4	14,3	(0,9)
Net income	(45,8)	(49,7)	3,9

IN A COMPARABLE BASIS, INCOME AND EXPENSES ARE SLIGHTLY IMPROVING VS 2021 BUDGET BUT WITH A SIGNIFICANT **DROP IN EXTERNAL DONATIONS**.

For comparison purposes -given that 2021 actual figures are still in the finalization process-, 2021 restated Budget will be used as the reference point.

2022 BUDGET APOSTOLIC MISSION

SOURCE OF REVENUE



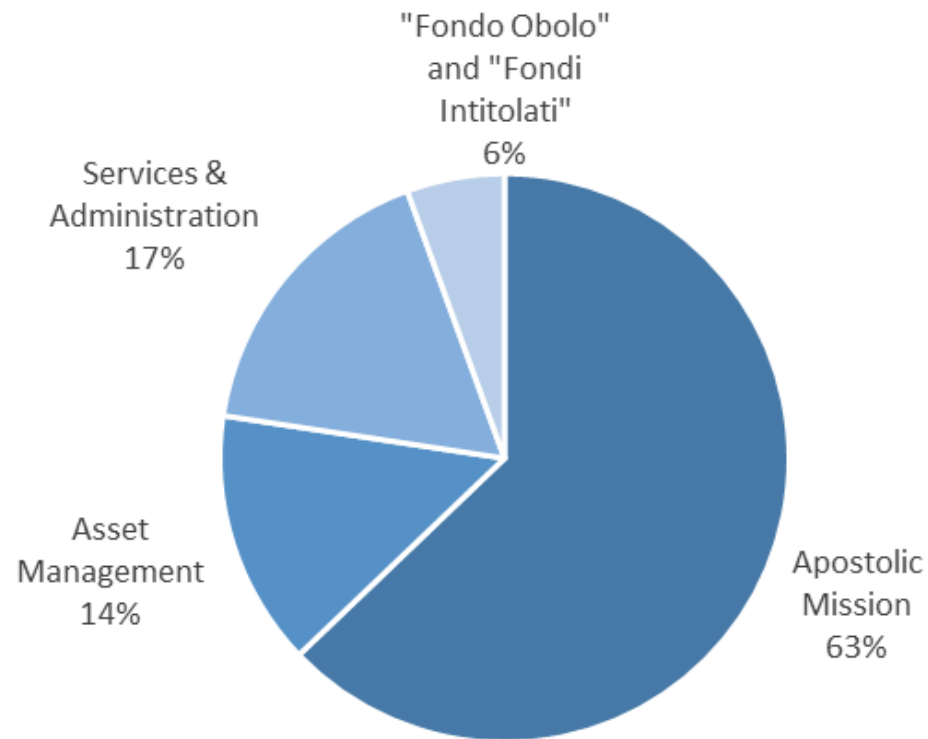
AFTER TWO YEARS HEAVILY IMPACTED BY THE PANDEMIC, ASSUMPTION FOR 2022 IS A **PROGRESSIVE RECOVERY** OF ECONOMIC ACTIVITIES BUT **NOT YET FOR DONATIONS AND CONTRIBUTIONS**.

2022 approved Budget includes TOTAL INCOME OF €260,3M.

Income - M€	2022 Budget	2021 Budget	vs B2021
<u>Self Generated Revenues</u>	<u>129,6</u>	<u>124,1</u>	<u>5,5</u>
Real Estate Management	81,8	75,0	6,8
Financial income	19,8	22,5	(2,7)
Commercial	18,4	17,1	1,3
Services	9,6	9,5	0,1
<u>External Donations</u>	<u>43,4</u>	<u>52,0</u>	<u>(8,6)</u>
Dedicated Donation	23,4	31,6	(8,2)
Dioceses Donation	20,0	20,4	(0,4)
<u>Services</u>	<u>40,0</u>	<u>37,0</u>	<u>3,0</u>
Governorate SCV	15,0	15,0	-
IOR	25,0	22,0	3,0
<u>Fondo Obolo and Fondi Intitolati</u>	<u>47,3</u>	<u>47,3</u>	<u>=</u>
TOTAL	260,3	260,4	(0,1)

2022 BUDGET APOSTOLIC MISSION

USE OF RESOURCES



EXPENSES ARE **LOWER** THAN 2021 AND RECORD LOW FOR THE SECOND YEAR IN A ROW.

Expenses - M€	Apostolic Mission		Asset Management		Services & Administration		TOTAL	
	M€	vs B2021	M€	vs B2021	M€	vs B2021	M€	vs B2021
Secreteriat of State	41,2	-	-	-	19,7	(0,1)	60,9	(0,1)
A.P.S.A.			44,5	(6,9)	-		44,5	(6,9)
Dicastery of Communication	43,1	0,3	-	-	-		43,1	0,3
Evangelization of Peoples	22,8	(2,5)	-	-	-		22,8	(2,5)
Oriental Churches	14,5	(0,6)	-	-	-		14,5	(0,6)
All Others	70,8	1,2	-	-	32,5	4,6	103,3	5,8
Total Expenses	192,4	(1,6)	44,5	(6,9)	52,2	4,5	289,1	(4,0)
"Fondo Obolo" and "Fondi Intitolati"	17,0	-		-		-	17,0	-
Total Expenses	209,4	(1,6)	44,5	(6,9)	52,2	4,5	306,1	(4,0)

2022 BUDGET APOSTOLIC MISSION

FUNDING NEEDS – FORMER PERIMETER

M€	Apostolic Mission		Asset Management		Services & Administration		TOTAL	
	M€	vs B2021	M€	vs B2021	M€	vs B2021	M€	vs B2021
Income	91,1	(3,6)	75,4	4,0	46,5	(0,5)	213,0	(0,1)
Self Generated Revenues	53,5	0,6	75,4	4,0	0,7	0,9	129,6	5,5
External Donations	37,6	(4,2)			5,8	(4,4)	43,4	(8,6)
Related entities contributions		-			40,0	3,0	40,0	3,0
Expenses	192,4	(1,6)	44,5	(6,9)	52,2	4,5	289,1	(4,0)
Net Income	(101,3)	(2,0)	30,9	10,9	(5,7)	(5,0)	(76,1)	3,9

"Fondo Obolo" and "Fondi Intitolati"

Income	47,3	-					47,3	-
Expenses	17,0	-					17,0	-
Net Income	30,3	-					30,3	-

HOLY SEES' 2022 TOTAL BUDGET

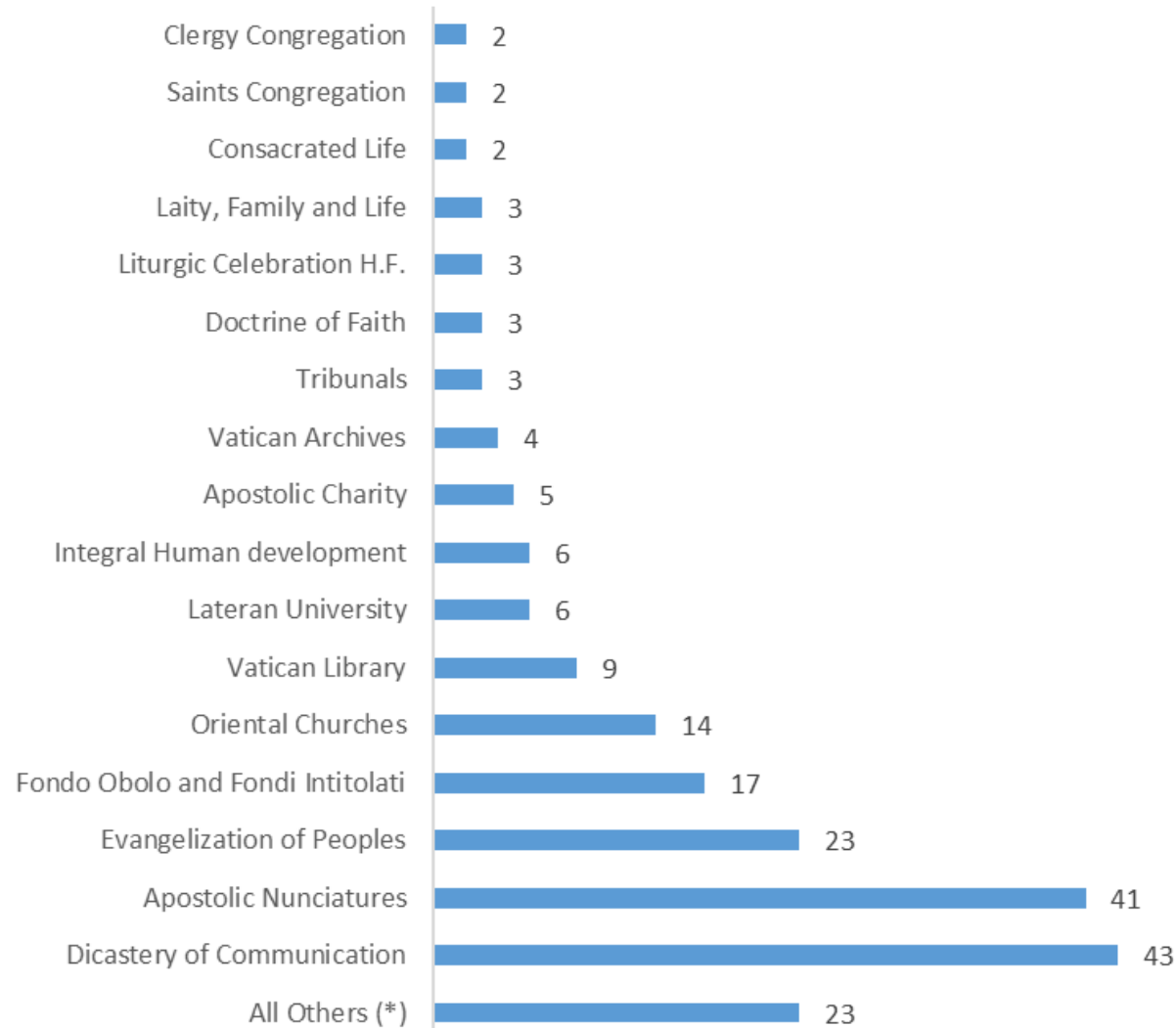
Income	138,4	(3,6)	75,4	4,0	46,5	(0,5)	260,3	(0,1)
Expenses	209,4	(1,6)	44,5	(6,9)	52,2	4,5	306,1	(4,0)
Net Income	(71,0)	(2,0)	30,9	10,9	(5,7)	(5,0)	(45,8)	3,9

NET REVENUES GENERATED BY REAL ESTATE ACTIVITIES COVER **LITTLE** PART OF THE EXPENSES NECESSARY FOR THE **APOSTOLIC MISSION OF THE HOLY SEE** WHICH IS LARGELY DEPENDENT ON **DONATIONS** AND THE USE OF RESERVES.

Compared to 2021 presentation it has been some changes in the criteria of clasiffication of Incomes to better adapt it to reality. 2021 is restated for comparison purpose.

2022 BUDGET APOSTOLIC MISSION

EXPENSES DETAILS BY ENTITIES – FOMER PERIMETER



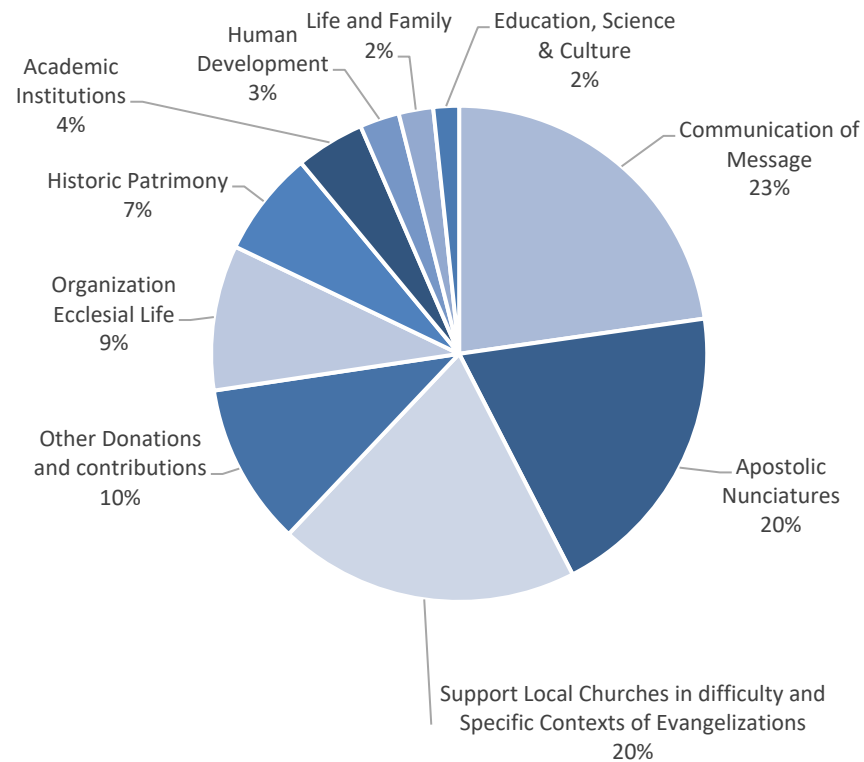
THE APOSTOLIC MISSION OF THE HOLY SEE ENVELOPES **44 ENTITIES**, 8 OF WHICH ABSORB AROUND 2/3 OF THE RESOURCES.

* The “All Others” category includes

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- **7 Pontifical Commissions** – as for example the Pontifical Commission for the Protection of Minors)
- **9 Pontifical Academies** – as for example the Pontifical Academy of Sciences
- **4 other Holy See entities** as the Bishop’ Synod.

2022 BUDGET APOSTOLIC MISSION

EXPENSES DETAILED BY CONCEPT – FORMER PERIMETER



THE **MAJORITY** (73%) OF THE RESOURCES DEDICATED TO THE **APOSTOLIC MISSION**, ARE DESTINED TO COMMUNICATE THE MESSAGE OF THE HOLY SEE (23%); ITS PRESENCE IN THE WORLD (20%); THE TO SUPPORT LOCAL CHURCHES IN DIFFICULTY AND IN SPECIFIC CONTEXTS OF EVANGELIZATION (20%); AND CHARITY (11%)

Apostolic Mission by Concept	M€
Communication of Message	47,5
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Human Development	5,4
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Education, Science & Culture	3,5
TOTAL	209