

Member of **Markin** The Leading Edge International Alliance of Global Accountants & Auditors

STATUTORY AUDITOR'S REPORT TO THE EUROPEAN PARLIAMENT ON THE ASSOCIATION OF ELDR PARTY RUE MONTOYER 31 7TH FLOOR 1000 BRUSSELS ON THE BALANCE SHEET AND INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED DECEMBER 31st 2008

In accordance with the legal and statutory requirements, we report to you on the performance of the mandate of statutory auditor, which has been entrusted to us. This report contains our opinion on the true and fair view of the balance sheet and income and expenditure statement as well as the required additional statements and information.

Unqualified audit opinion on balance sheet and income and expenditure statement

We have audited the financial statements for the year ended December 31^{st} 2008, prepared in accordance with the financial reporting framework applicable in Belgium, which show net equity of \in 1.730.325,83 and a profit for the year of \in 163.003,80.

Management is responsible for the preparation and the fair presentation of these financial statements. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the legal requirements and the Auditing Standards applicable in Belgium, as issued by the Institute of Registered Auditors (*Institut des Reviseurs d'Entreprises / Instituut der Bedrijfsrevisoren*). Those standards require that we plan and perform the audit to obtain reasonable assurance whether the balance sheet and income and expenditure statement are free from material misstatement, whether due to fraud or error.

In accordance with the above-mentioned auditing standards, we considered the association's accounting system, as well as its internal control procedures. We have obtained from management and from the association's officials the explanations and information necessary for executing our audit procedures. We have examined, on a test basis, the evidence supporting the amounts included in the financial statements. We have assessed the appropriateness of accounting policies and the reasonableness of the significant accounting estimates made by the association as well as the overall balance sheet and income and expenditure statement presentation. We believe that these procedures provide a reasonable basis for our opinion.

In our opinion, the balance sheet and income and expenditure statement for the year ended December 31st 2008 give a true and fair view of the association's assets and liabilities, its financial position and the results of its operations in accordance with the financial reporting framework applicable in Belgium.

Vandelanotte Réviseurs d'Entreprises scri Société civile sous forme President Kennedypark 1a d'une SCRL. B-8500 Courtrai www.vandelanotte.be

T +32 56 43 85 80 | RPM Courtrai F +32 56 43 85 81 | BE 0433.608.707



Member of

The Leading Edge International Alliance of

Global Accountants & Auditors

Additional statements and information

Vandelanotte

More than accountants

The compliance by the association with the legislation related to not-for-profit associations, international not-for-profit associations and foundations is the responsibility of management.

Our responsibility is to supplement our report with the following additional statements and information, which do not modify our audit opinion on the balance sheet and income and expenditure statement:

- Without prejudice to formal aspects of minor importance, the accounting records were maintained in accordance with the legal and regulatory requirements applicable in Belgium.
- There are no transactions undertaken or decisions taken in violation of the association's statutes or the legislation related to not-for-profit associations, international not-for-profit associations and foundations that we have to report to you.
- The financial documents submitted by the ELDR Party to the Parliament are consistent with the financial provisions of the grant agreement. The expenditure declared was actually incurred and the statement of revenue is exhaustive.
- The obligations arising out of Articles 6,7,8 and 10 (2) of Regulation (EC) No 2004/2003 have been met.
- The balance sheet and income and expenditure statement as of and for the year, ended 31/12/2008, show a net equity of EUR 1.126.099,29 and a profit for the eligible period of EUR 163.003,80. The result is realised by 1.525.386,36 EUR of revenues and 1.362.382,56 EUR of costs, including 24.980,49 EUR non-eligible costs.
- The funding of the European Parliament does not exceed the budget of the ELDR Party on European level for the eligible period. The eligible expenses amount to 1.337.402,07 EUR. The ELDR Party received, until now, a prepayment of 892.532,00 EUR from the European Parliament. The upper limit of 85% of the eligible expenses, including the reservation, for the eligible period financed by the grant is set at a maximum of 1.275.344,99 EUR, meaning this limit is higher than the granted amount of 1.115.665,00 EUR. Therefore only the remainder of 223.133,00 EUR less the non-refundable received interest on the European Parliament bank account (1.956,00 EUR) is to be received. Therefore an amount of 221.177,00 EUR is still due by the European Parliament.
- The profit of the year of 163.003,80 EUR, within the obligations arising out of the Regulation, is transferred entirely to the reserves.
- We have noticed the following differences on the level of the budget lines:

Budget lines	Personnel	Infrastructure	Administration	Bureau	Information	Total
Budget	635.000,00	218.000,00	20.000,00	465.000,00	126.000,00	1.464.000,00
Realisations	594.907,87	197.126,36	13.727,02	428.355,52	103.285,30	1.337.402,07
Differences	-40.092,13	-20.873,64	-6.272,98	-36.644,48	-22.714,70	-126.597,93

Kortrijk,/Ap/I 14th 2009 Vandelandtte Bedriffsrevisoren CVBA Represented by Kden/Vandelanotte Certified

ž

ELDR AISBL RUE MONTOYER 31 - 7TH FLOOR B-1000 BRUSSELS BALANCE SHEET AND INCOME AND EXPENDITURE STATEMENT PER DECEMBER 31st 2008

 τ_{ij}

E.L.D.R. Party

2.9

ASSETS	
	31/12/2008
FIXED ASSETS	978.170,06
I. Formation expenses	
II. Intangible fixed assets	10.898,15
III. Tangible fixed assets	967.021,91
A. Land and buildings	906.770,62
B. Plant, machinery and equipment	25.147,78
C. Furniture and vehicles	35.103,51
IV. Financial fixed assets	250,00
CURRENT ASSETS	752.155,77
V. Amounts receivable after more than one year	
VI. Stocks and contracts in progress	
VII. Amounts receivable within one year	249.069,26
A. Trade debtors	1.617,26
B. Other amounts receivable	247.452,00
VIII. Current investments	
IX. Cash at bank and in hand	501.766,80
X. Deferrals and accruals	1.319,71
TOTAL ASSETS	1.730.325,83

,

EQUITY AND LIABILITIES

8

5

		31/12/2008	
EQ	UITY	1.126.099,29	
I.	Capital	- <u></u>	
1.		1.027.771,81	
	A. Issued capital	1.027.771,81	
II.	Share premium account		
III.	Revaluation surpluses		
IV.	Reserves	163.003,80	
	C. Untaxed reserves	163.003,80	
V.	Accumulated profits (losses)(+)/(-)	-64.676,32	
VI.	Investment grants		
	Advance to associates on the sharing out of the assets		
VII.	Provisions and deferred taxes		
AM	OUNTS PAYABLE	604.226,54	
VII.	I. Amounts payable after more than one year	420.833,46	
	A. Financial debts	420.833,46	
	1. Credit institutions, leasing and other similar obligations	420.833,46	
IX.	Amounts payable within one year	181.665,48	
	A. Current portion of amounts payable after more than one year falling due within one year	24.999,96	
	C. Trade debts	88.045,62	
	1. Suppliers	88.045,62	
	E. Taxes, remuneration and social security	63.619,90	
	2. Remuneration and social security	63.619,90	
	F. Other amounts payable	5.000,00	

X. Deferred charges and accrued income

TOTAL LIABILITIES

1.730.325,83

1.727,60

r

INCOME STATEMENT

31/12/2008

I. Turnover & cost of goods

1.	Operating income	1.498.094,52
Α.	Grant European Parliament Own Resourses	1.113.709,00 364.764,82
D.	Other operating income	19.620,70
2.	Operating charges	1.332.300,58
	B. Services and other goods	668.311,80
	C. Remuneration, social security and pensions(+)/(-)	594.907,87
	D. Depreciation of and other amounts written down formation expenses, intangible and tangit	57.567,58
	G. Other operating charges	11.513,33
З.	Operating profit (loss)(+)/(-)	165.793,94

II. Financial income & charges

...

4.	Financial income	15.319,99
	A. Income from financial fixed assets	15.298,52
	C. Other financial income	21,47
5.	Financial charges	22.980,49
	A. Debt charges	1.267,15
	C. Other financial charges	21.713,34
6.	Gain (loss) on ordinary activities before taxes(+)/(-)	158.133,44

6. Gain (loss) on ordinary activities before taxes(+)/(-)

III.	Extraordinary	income	8	charges
------	---------------	--------	---	---------

d3 æ

8

7.	Extraordinary income	11.971,85
	E. Other extraordinary income	11.971,85
8.	Extraordinary charges	7.101,49
	A. Extraordinary depreciation of and extraordinary amounts written down formation expenses	605
	D. Losses on disposal of fixed assets	6.452,15
	E. Other extraordinary charges	44,34
9.	Gain (loss) before taxes(+)/(-)	163.003,80
IIIbi	s A.Transfer from deferred taxes B. Transfer to deferred taxes	
IV.	Income taxes	
10.	Income taxes(+)/(-)	
11.	Gain (loss) of the period(+)/(-)	163.003,80
V.	Transfer from/to untaxed reserves	
12.	Transfer from untaxed reserves	
	Transfer to untaxed reserves	
<i>13</i> .	Gain (loss) to be appropriated (+)/(-)	163.003,80
14.	Transfer to reserves	163.003,80

Overview Donations Received 2008

• BASF Aktiengesellschaft 5.000,00 EUR

<u>H</u>	126.000,00 12.000,00 12.000,00 67.250,00 11.000,00 11.000,00 1.464.000,00 24.000,00	13 28		
9,4 10,5 11,1 14,1 1,1 31,0 1,3 31,0 22,9	126.000 12.00 11.00 11.00 67.25 11.00 11.00 11.00 24.00	 Publicity costs Communications equipment (gadgets) Seminars Seminars Election campains Other information related costs Support to partner organisations Other <i>Expanditure relating to contributions</i> Other <i>Fronkling to contributions</i> Other <i>Totrist quarter of N+1</i> <i>Totrist fuere first quarter of N+1</i> <i>Totrist Expenditure</i> <i>Provisions</i> Financial charges Exchange losses Doubtful debts Non-eligible Appreciation (Deceived Lass European lib Eorom) 		
9,4 10,5 14,1 14,1 21,3 1,1 31,0 1,3 31,0 22,9	126.000 12.00 11.00 11.00 67.25 11.00 11.00 11.00	 Publicity costs Communications equipment (gadgets) Seminars Seminars Election campains Other information related costs Support to partner organisations Other <i>Expanditure relating to contributions</i> Other <i>Fixpanditure relating to contributions</i> Other <i>TorAL ELIGIBLE EXPENDITURE</i> Inor-eligible expenditure Provisions Financial charges Exchange losses Doubtful Jahve 		
9,4 10,5 14,1 14,1 21,3 1,1 31,0 1,3 31,0 22,9	126.000 12.00 11.00 11.00 67.25 11.00 11.00 11.00 24.00	 Publicity costs Communications equipment (gadgets) Seminars Seminars Election campains Other information related costs Support to partner organisations Other <i>Expenditure relating to contributions</i> Other <i>ToTAL ELIGIBLE EXPENDITURE</i> Inocation tages Financial charges Financial charges 		
9,4 10,5 14,1 14,1 21,3 1,1 31,0 1,337,40	126.000 12.75 12.00 11.00 67.25 11.00 11.00	 Publicity costs Publicity costs Communications equipment (gadgets) Seminars Election campains Other information related costs Other information related costs Support to partner organisations Other Other relating to contributions Other <i>Expenditure relating to contributions</i> <i>Expenditure relating to contributions</i> <i>Fronvision to cover eligible expenditure to be incurred in the first guarter of N+1</i>" TOTAL ELIGIBLE EXPENDITURE Provisions Financial charges 		
9,4 10,5 115,7 114,1 21,3 31,0 31,0	126.000 12.00 12.75 12.00 11.00 11.00	 Publicity costs Communications equipment (gadgets) Seminars Election campains Other information related costs Support to partner organisations Other Support to partner organisations Totral Eligible expenditure to be incurred in the first guarter of N+1." Provisions 		
9.4 10.5 15.7 14.1 21.3 31.0 31.0	126.000 12.00 12.75 12.00 11.00 11.00	 Publicity costs Communications equipment (gadgets) Seminars Election campains Other information related costs Other information related costs Support to partner organisations Other <i>5: Expenditure relating to contributions</i> <i>6: Expenditure relating to cover eligible expenditure to be incurred in the first quarter of N+1</i>" TOTAL ELIGIBLE EXPENDITURE 1: Non-eligible expenditure 		
9,4 10,5 15,7 14,1 21,3 1,1 31,0 31,0	126.000 12.00 12.75 12.00 11.00 11.00	 Publicity costs Communications equipment (gadgets) Seminars Election campains Other information related costs Support to partner organisations Other Stypenditure relating to contributions C: Expenditure relating to contributions C: Expenditure relating to contributions Total Eligible Expenditure to be incurred in the first guarter of N+1." 		
9,4 10,5 115,7 14,1 14,1 21,3 31,0	126.00 12.00 12.75 11.00 67.25 11.00	 Publicity costs Communications equipment (gadgets) Seminars Election campains Other information related costs Support to partner organisations Other <i>5: Expenditure relating to contributions</i> <i>5: Expenditure relating to cover eligible expenditure to be incurred in the first quarter of N+1</i> 		
9,4 10,5 14,1 14,1 21,3 31,0 31,0	126.00 12.00 12.75 11.00 67.25 11.00	 Publicity costs Communications equipment (gadgets) Seminars Election campains Election campains Other information related costs Support to partner organisations Other Stepanditure relating to contributions C. Expanditure relating to contributions 		
9,4 10,5 15,7 14,1 14,1 21,3 1,1 31,0	126.000 12.00 12.75 11.00 11.00 11.00			
9,4 10,5 14,1 14,1 21,3 1,1 31,0	126.00 12.00 12.75 11.00 67.25 11.00		5	<u>, , , , , , , , , , , , , </u>
9,4 10,5 15,7 14,1 21,3 1,1	126.00 12.00 12.75 12.00 11.00 67.25		5	
9,4 10,5 14,1 14,1 21,3	<i>126.00</i> 12.00 12.75 12.00 11.00 67.25	 Publicity costs Communications equipment (gadgets) Seminars Election campains 	표 % 은 도 한 도 한 당 (~ ~ <u> </u>
9,4 10.5 14.1	126.000 12.00 12.75 12.00 11.00	 Publicity costs Communications equipment (gadgets) Seminars 	왕 응 둘 층 둘 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등	0 N (A N H 💏 (A
	126.000 12.00 12.75 12.00 11.00	 Publicity costs Communications equipment (gadgets) 	은 돈 은 도 한 는 ()	
	126.000 12.00 12.75	3 Publicity costs	물 중 물 환 용 (о N 🛏 🍋 о
	12.00		요 권 방 요 (<u>х на 🕅 н</u>
	12 00	2 Creation and operation of Internet sites	2 5 2 4	_ 🕄 n
	126.00	L Publication costs		- N
		. 5: Information and publications	다 우 (e y
00.00 184.240.06	195.000.00	5 Other meeting-related costs	-	-
	+	4 Cost of invitations	8 i	N 4
	11 000 00	Renresentation costs		
	7 000,00	2 Particination in seminars and conferences	2	N 1 4
	00 000 050	 Costs of meetings of political party 	2	3
	100 00	o miscellarieous administrative costs		S.,
11.000,00 10.134,58	11.00	F Another and audit costs	AC	•
	1.0	A Appointing and sudit post-	 	× 1
	 2	2 Logs of studies and research	- ~ - 6	4.11
4.000,00 890,30	4.00	1 Documentation costs		
0,00 13.727,02	20.000,00	. 3: Administrative expenditure	3: A	4
	11.00	7 Other infrastructure costs		1
	10.00	5 Printing, translation and reproduction costs	5 P	~
ω	25.00	5 Postal and telecommunications charges	P	
	5,00	4 Stationery and office supplies	t St	•
	00,000 89.000	3 Depreciation of movable and immovable property	۳ ۳	1.3
·	33.00	2 Costs relating to installation, operating and maint.	ы С	N 1
45.000,00 34.633,44	45.00	1 Rent, charges and maintenance costs	Re	
51	218.000,00	. 2: Infrastructure and operating costs	2: II	
	15,40	5 Other personnel costs	ç	
ω	30.00	4 Staff Mission Expenses	÷ St	ĸ
25.500,00 8.406,97	25.50	3 Professional Training	3 P	
		2 Contributions	י יי הי	
	564.100.00	1 Salarles	S	
<u> </u>	00 000 353	A 1: Demonstral mete	1.0	

REVENU		
	Budget	Actual
D. 1: Dissolution of "Provision to cover eligible costs to be incurred in te first quarter of N"		
	1.116.000.00	1.113.709.00
	345,000,00	354.002.00
nembers	0,00	
U. 4: Donations 4.1. above 500 EUR	00.00	5.000.00
4.2. below 500 EUR	0,00	
D. 5: Other own resources (to cover eligible expenditure)	00 000 F	24 222 22
Various reimbursments	1.000,00	13,141,22
Lymec reimbursments	1.000,00	1.242,30
Rent	1.000,00	11,000,00
	00,000.1	11.000,00
	00/00	000
D. REVENUE (to cover eligible expenditure)	1,454.000,00	1.464.000,00 1.498.094,52
		NAM PROFILE OF THE SAMPLE S
E. I Additional other own resources (to cover non- eligible expenditure)	24.000.00	27.291.84
Bank intrests	16.000,00	15.319,99
Rent Other	8,000,00	11 071 05
E. REVENUE (to cover non-eligible expenditure)	24.000.00	28,167.27
F. TOTAL REVENU		1.525.386,36
G. Profit / Loss (F-C)		163.003,80

÷