

Martine BRANCART  
Auditor  
Clos Comte de Ferraris, 15  
1150 Brussels  
Tel. : 02/737.93.90  
e-mail : reviseurs41@skynet.be

**AUDITOR'S REPORT FOR THE YEAR ENDED 31/12/2008**

**FOUNDATION FOR EU DEMOCRACY, FEUD**  
Fondation privée

**CONVENTION : FINS-2008-19**

According to the audit mandate, I have audited the Foundation financial statement prepared by its accountant for the period from 1 September to 31 December 2008 as laid out pages 4 to 5 of this document.

#### 1.1. Respective responsibilities of the Foundation and the auditor

The Foundation is responsible to the European Parliament for the use of the grant and must comply with the provisions of the Regulation EC (No) 2004/2003 and the underlying acts. It is further responsible for the preparation of its annual financial statements.

I have the responsibility to plan and carry out the required work to verify the financial statement prepared by the Foundation and to report to the Foundation with a reasonable assurance my audit opinions.

#### 1.2. Basis of Opinions

I conducted the audit in accordance with International Standards on Auditing issued by the IASSB. This standard requires the auditor to plan and carry out his work in such a way to obtain sufficient and appropriate evidences and explanations to support his audit opinions. An audit includes an examination, on a sample basis, of evidence relevant to these opinions.

The audit work included specific procedures to gather sufficient and appropriate audit evidence that

- the financial statements have been prepared in accordance with the national legislation applicable to the Foundation, are free of material misstatement and show a true and fair view of the financial position and the operating results;
- the financial documents submitted by the Foundation to Parliament are consistent with the financial provisions of the grant agreement;
- the expenditure declared was actually incurred;
- the statement of revenue is exhaustive;
- the obligations arising out of Articles 6, 7, 8, 9(2) and 10(2) of Regulation (EC) No 2004/2003 have been met;
- contributions in kind have actually been provided to the foundation and have been valued in compliance with the provisions of article II.12.4 of the grant agreement.

1.3. Opinions

In my opinion,

- the Financial statements have been prepared in accordance with the national legislation applicable to the beneficiary, are free of material misstatement and show a true and fair view of the financial position and the operating results;
- the financial documents submitted by the Foundation to Parliament are consistent with the financial provisions of the grant agreement;
- the expenditure declared was actually incurred;
- the statement of revenue is exhaustive;
- the obligations arising out of Articles 6, 7, 8, 9(2) and 10(2) of Regulation (EC) No 2004/2003 have been met;
- contributions in kind have actually been provided to the Foundation and have been valued in compliance with the provisions of Article II.12.4. of the grant agreement;
- I have received all necessary explanations for the purpose of my work.

Brussels, September 21, 2009.



Martine BRANCART

## FOUNDATION FOR EU DEMOCRACY

## PROFIT AND LOSS 1. SEPTEMBER – 31. DECEMBER 2008

## REVENUE

	2008 EURO	Budget EURO
Donations .....	0	15.800
Donation in kind.....	12.500	0
European Parliament .....	80.317	106.000
<b>TOTAL REVENUE .....</b>	<b>92.817</b>	<b>121.800</b>

## EXPENDITURE

<b>Personnel costs</b>		
Salaries, secretary staff .....	15.600	20.000
	<b>15.600</b>	<b>20.000</b>
<b>Infrastructure and operating costs</b>		
Stationary and office supplies .....	0	1.000
Postal and telecommunications charges.....	0	10.000
Printing, translation and reproduction costs .....	59.900	30.000
	<b>59.900</b>	<b>41.000</b>
<b>Administrative expenditure</b>		
Accounting and audit costs .....	3.600	1.000
Legal costs.....	1.200	0
	<b>4.800</b>	<b>1.000</b>
<b>Meeting and representation costs</b>		
Participation in seminars and conferences.....	1.690	2.000
	<b>1.690</b>	<b>2.000</b>
<b>Information and publican costs</b>		
Publication costs/workshop and seminars .....	12.500	40.000
Creation and operation of internet sites .....	0	2.000
Publicity costs.....	0	15.800
	<b>12.500</b>	<b>57.800</b>
<b>TOTAL ELIGIBLE EXPENDITURE .....</b>	<b>94.490</b>	<b>121.800</b>
Interests from banks .....	-42	0
Bank charges.....	106	
<b>TOTAL NON-ELIGIBLE EXPENDITURE .....</b>	<b>64</b>	<b>0</b>
<b>TOTAL EXPENDITURE .....</b>	<b>94.554</b>	<b>121.800</b>
<b>TOTAL RESULT .....</b>	<b>1.737</b>	<b>0</b>

## FOUNDATION FOR EU DEMOCRACY

## BALANCE SHEET 31. DECEMBER

## ASSETS

	EUR 2008
KBC Bank .....	582
<b>TOTAL ASSETS</b> .....	<b>582</b>

## LIABILITIES

Capital resources:	
Capital deposit .....	-5.389
Result 01/09/2008 – 31/12/2008 .....	-1.737
<b>Total capital resources</b> .....	<b>-7.126</b>
Return to Parliament .....	2.508
Creditors .....	5.200
<b>Total debts</b> .....	<b>7.708</b>
<b>TOTAL LIABILITIES</b> .....	<b>582</b>