

Ernst & Young Réviseurs d'Entreprises Bedrijfsrevisoren De Kleetlaan 2 B - 1831 Diegem

Tel: +32 (0)2 774 91 11 Fax: +32 (0)2 774 90 90 www.ey.com/be

Auditor's report on the balance sheet and profit and loss account of Foundation for a Europe of Liberties and Democracy ASBL for the year ended 31 December 2012

In accordance with the our service contract with the European Union represented by the European Parliament, we report to you on the performance of our audit which was entrusted to Ernst & Young Réviseurs d'Entreprises cvba. This report contains our opinion on the balance sheet and profit and loss account.

Qualified auditor's report

We have audited the balance sheet and profit and loss account for the year ending 31 December 2012 and the final statement of the eligible expenditure actually incurred for the period of eligibility defined by the grant award decision (based on the structure of the provisional budget) of Foundation for a Europe of Liberties and Democracy ASBL, as laid out on the following pages.

The balance sheet and profit and loss account for the year ended 31 December 2012 have been prepared in accordance with the financial reporting framework applicable in France and show a balance sheet total of \leqslant 204.571 and a result for the year of nil.

Respective responsibilities of the Board of Directors of the Foundation for a Europe of Liberties and Democracy ASBL

The Board of Directors is responsible for the preparation and fair presentation of the balance sheet and profit and loss account. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of balance sheet and profit and loss account 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.

The Board of Directors is responsible towards 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.

Respective responsibilities of the Auditor

Our responsibility is to express an opinion on these balance sheet and profit and loss account 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 Réviseurs d'Entreprises/Instituut van de Bedrijfsrevisoren).

Those standards require that we plan and perform the audit to obtain reasonable assurance whether the balance sheet and profit and loss account are free from material misstatement.

In accordance with these standards, we have performed procedures to obtain audit evidence about the amounts and disclosures in the balance sheet and profit and loss account. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the balance sheet and profit and loss account, whether due to fraud or error.

In making those risk assessments, we have considered internal control relevant to the association's preparation and fair presentation of the balance sheet and profit and loss account in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. We have evaluated the appropriateness of accounting policies used, the reasonableness of significant accounting estimates made by the association and the presentation of the balance sheet and profit and loss account, taken as a whole. Finally, we have obtained from the Board of Directors and the association's officials the explanations and information necessary for executing our audit procedures. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our audit work included specific procedures to gather sufficient and appropriate audit evidence that the financial provisions and obligations of the grant award decision, Regulation (EC) No 2004/2003 and the underlying acts have been met.

Opinion

The 2012 profit and loss account does not include an amount of \in 2.138,5 of membership fees relating to 2012.

In our opinion, except for the missing revenue of \in 2.138,5, as stated in the paragraph above, the balance sheet and profit and loss account for the period ended 31 December 2012 have been prepared in accordance with the financial reporting framework applicable in France, are free of material misstatement and show a true and fair view of the financial position and the operating results.

Additional comments and statements

The association's compliance with:

- Legal and statutory requirements,
- its articles of association, and
- the provisions of the European Parliament's grant award decision, Regulation (EC) No 2004/2003 and the underlying acts,

is the responsibility of the Board of Directors.

Audit report dated 6 May 2013 on the balance sheet and profit and loss account of Foundation for a Europe of Liberties and Democracy ASBL for the year ended 31 December 2012

Our responsibility is to include in our report the following additional comments which do not modify the scope of our opinion on the balance sheet and profit and loss account:

- the financial documents submitted by the Foundation for a Europe of Liberties and Democracy ASBL to the European Parliament are consistent with the financial provisions of the grant award decision;
- the expenditure declared was actually incurred;
- the profit and loss account is exhaustive, except for the qualification regarding the missing revenue of € 2.138,5;
- the obligations arising from the Regulation (EC) No 2004/2003 have been met;
- the obligations arising from the Bureau decision of 29 March 2004 have been met;
- the obligations arising from Article II.11 Eligible expenditure, of the grant award decision have been met and we were able to reconcile the eligible expenditure with the balance sheet and profit and loss account;
- the obligations arising from Article II.7 Award of contracts, of the grant award decision have been met;
- we have received all necessary explanations for the purpose of our work.

Brussels, 6 May 2013

Ernst & Young Réviseurs d'Entreprises sccrl

represented by

Danielle Vermaelen

Partner

13DVQ483

Foundation for a Europe of Liberties and Democracy

BALANCE SHEET

as at 31 December 2012

as at 31 December 2012		
	EUR	
ASSETS		
Intangible Assets	15,880,74	
Depreciation of Intangible Assets	-3.970,18	
Suppliers with a Debit Balance	130,71	
Security Deposit	550,00	
Bank Balance	191.980,19	
	204.571,46	
TOTAL ASSETS	204.371,40	
LIABILITIES		
Suppliers	63.858,74	
Surplus Returnable	136,221,00	
Interest yielded by pre-financing	4.491,72	
TOTAL LIABILITIES	204.571,46	

A Char

Foundation for a Europe of Liberties and Democracy

INCOME STATEMENT as at 31 December 2012

T)

EVDENDITUDE	EUR		
EXPENDITURE			
Personnel costs	34.180,00		
Infrastructure and operating costs	7:870,74		
Administrative expenditure	4.819,79		
Meetings and representation costs	6.094,15		:
Information and publication costs	196.777,97		
TOTAL ELIGIBLE EXPENDITURE		249.742,65	
OTAL EXPENDITURE		249.742,65	
NCOME			
European Parliament Grant	329.886,15		
Surplus returnable to EP	-136.221,00	* .	
Membership Fees	56.077,50	•	•
REVENUE (to cover eligible expenditure)		249.742,65	
OTAL REVENUE		· · · · · · · · · · · · · · · · · · ·	-
NIVE VEATING		249.742.65	

249.742,65

Annex: Breakdown of the provisional operating budget

EXPENDITURE

9

4

10

10

10 10

4

0

O O

1

T)

TO)

Ī

TS)

T)

Ū

T)

ĪŲ,

Ų

Eliathia aynanditura			
A 1: Parsonal costs	Budget	Actual	
Salanae	70,075,00	34,180,00	A Office of Control
2. Contributions	62.000,00	26.180,00	o Homological of
			costs to be incurr
4. Staff mission expenses	2.400,00		D.2 European Pari
5. Other personnel casts	3.000,00	0	D.3 Membership fe
A.2: Infrastructure and operating costs	200000	8.000,00	3.1 from member (
	18.000,00	7.870,74	3.2. from individua
2. Costs relating to the installation, operation and maintenance of equipment	00,000	/8'LOS')	U.4 Donations
	1.500,00	-	4.1 above 500 EUF
4. Stationery and office supplies	1,700,00	202 EA	4.2 Delow 500 EUR
	1,300,00	118.22	D.5 Other own res
o Fritting, translation and reproduction costs	2.500,00	4.5	expenditure) (to be
A.3: Administrative expanditure			
1. Documentation costs (newspapers press provides Agencies	15.934,00	4.819,79	
2. Costs of studies and research	1,500,00	193,00	
3. Legal costs	00,000		
	00,000	74.00	
5. Support to affiliated organisations and subsidies to third parties	2.000,00	06,014.4	
o Miscellatieous administrative costs	1.434,00	210 29	
A.4: Meetings and representation costs	10.861.00	A 004 45	
1. Costs of meetings of the political party	2,000,00	5 354 15	
2. Fauchaum in seminars and conferences	3,500,00		
4. Cost of invitations		740,00	
5. Other meeting-related costs	6		************
A.5: Information and publication costs	304 050 00	200	
1. Publication costs	328 000 00	196.777.97	
2. Creation and operation of Internet sites	7.000,00	4 100 89	
	30.000,00	100,001	
5. Seminars and exhibitions	1,050,00		
6. Election campaigns t	25.000,00	49.353,60	
7. Other information-related costs			
A.6: Expenditure relating to contributions in kind			O & Contail List
A.7: Allocation to "Provision to cover eligible expenditure to he	<u> </u>		Signatura ora
	\		
A TOTAL ELIGIBLE EXPENDITURE	506 920 00	240 745 BE	n bevernie A
B.1: Non-eligible expenditure	00'0	00.0	D. NEVENUE (10 CO
2. Financial charces			E 4 Andelstein and
3. Exchange losses			elitifie evnenditur
4. Doubtful claims on third parties			inimustra amitin
5. Others (to be specified)			
D. LOIAL NON-ELIGIBLE EXPENDITURE		00'0	E. REVENUE (to con
	606.920,00	249.742,65	F. TOTAL REVENUE
			T. Dr. 5 (1) (1) (1)

Г		T	8	
			Ĭ	
			8	
L			Hi: EK	
			<u>,</u>	
	, #		7.H.1	
	noo		lle (C	
	9		fitru	1
	Sen		o-pro	
	ווכע		he no	
100	bec		dth t	
١.	tue st		N ac	
	ည လ		pliar	
	Š		com	
	ž.		ying	
	3		verit	l
	3		ō	1
			Noss	1
3	3		ē	

¹: Not applicable to political foundations at European level

