

Independent Auditor's report to the general meeting of Institute for Direct Democracy in Europe ASBL for the year ended 31 December 2015

In accordance with our service contract dated 7 December 2012 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 scrl. This report includes the opinion on the balance sheet as at 31 December 2015, the income statement for the year ended 31 December 2015 and the Notes (all elements together "the Annual Accounts") and on the final statement of eligible expenditure actually incurred as well as on compliance with rules and regulations applicable to funding of political parties and foundations at European level.

Report on the Annual Accounts - Unqualified opinion

We have audited the Annual Accounts of Institute for Direct Democracy in Europe ASBL ("the Entity") as of and for the year ended 31 December 2015, prepared in accordance with the financial-reporting framework applicable in Belgium, we have audited the final statement of eligible expenditure actually incurred for the period of eligibility defined by the grant award decision of Institute for Direct Democracy in Europe ASBL, and prepared in accordance with the rules and regulations applicable to funding of political parties and foundations at European level.

The Annual Accounts show a balance sheet total of € 185.693,86 and the income statement shows a profit for the year of € 18.612,03. The profit of the year has been transferred to the Specific Reserve Account. Reserve accumulated (including the result of the year) amount to € 18.612,03.

Responsibility of the Members of the Board for the preparation of the Annual Accounts

The Members of the Board are responsible for the preparation of Annual Accounts that give a true and fair view in accordance with the financial-reporting framework as applicable in Belgium. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation of Annual Accounts that give a true and fair view and 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 given circumstances.

The Members of the Board are 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.

Responsibility of the Auditor

Our responsibility is to express an opinion on these Annual Accounts, based on our audit. Furthermore, with respect to the final statement of eligible expenditure, it is our responsibility to express an opinion on the compliance with rules and regulations applicable to funding of political parties and foundations at European level.

We conducted our audit in accordance with the International Standards on Auditing ("ISAs"). Those standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance whether the Annual Accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and Notes in the Annual Accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Annual Accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Entity's preparation and fair presentation of the Annual Accounts that give a true and fair view, 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 Entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used, the reasonableness of significant accounting estimates made by the Members of the Board, as well as evaluating the overall presentation of the Annual Accounts.

We have obtained from the Members of the Board and the Entity's officials the explanations and information necessary for performing our audit procedure and 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.

Unqualified Opinion

In our opinion, the Annual Accounts (i.e. balance sheet, income statement and Notes) give a true and fair view of the Entity's net equity and financial position as at 31 December 2015 and of its results for the year ended, prepared in accordance with the financial-reporting framework applicable in Belgium and the final statement of eligible expenditure has been prepared in accordance with the rules and regulations applicable to funding of political parties and foundations at European level.

Emphasis of certain matters

Without qualifying our audit opinion, we would like to draw the attention to the accounting policies of the Annual Accounts where the Members of the Board disclose that the Entity could incur cash flow problems. These circumstances, indicate a risk of the ability of the Entity to continue in going concern. The Annual Accounts are prepared under the assumption that the activities will be continued. This assumption is sustainable as long as the Foundation will receive financial support from the European Parliament or other financing sources.

Report on other legal and regulatory requirements

The Members of the Board are responsible for the compliance by the Entity of the law of 27 June 1921 on not-for-profit associations, international not-for-profit associations and foundations, its articles of association, the legal and regulatory requirements regarding bookkeeping and the provisions of the European Parliament's grant award decision, Regulation (EC) No 2004/2003 and the underlying acts.

We make the following additional statements, which do not modify the scope of our opinion on the Annual Accounts:

- ▶ without prejudice to certain formal aspects of minor importance, the accounting records were maintained in accordance with the legal and regulatory requirements applicable in Belgium;
- ▶ we do not have to report any transactions undertaken or decisions taken in violation of the Entity's articles of association or the Law for not-for-profit associations;

- ▶ the financial documents submitted by the Institute for Direct Democracy in Europe ASBL to the European Parliament are consistent with the financial provisions of the Bureau's grant award decision;
- ▶ the expenditure declared was actually incurred;
- ▶ the statement of revenue is exhaustive;
- ▶ 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 the grant award decision, in particular from Article II.7 - Award of contracts and Article II.11 - Eligible expenditure, have been met;
- ▶ Following the obligations arising from the grant award decision, Article II.2 - Conflict of interest, we identified a conflict of interest with one supplier for a total value of € 12.100.

Diegem, 7 April 2016

Ernst & Young Réviseurs d'Entreprises sccrl
Auditor
represented by

Danielle Vermaelen
Partner*
*Acting on behalf of a BVBA/SPRL

16DV0604

INSTITUTE FOR DIRECT DEMOCRACY IN EUROPE

SQUARE DE MEEUS 37
BE-1000 BRUXELLES
BE0563.461.518

Bilan interne ASBL
Exercice 2015

Page : 1

06/04/2016 - 08:41

EUR	01/01/2015 - 31/12/2015	Schéma complet
		32.873,79
ACTIFS IMMOBILISES	20/28	
Immobilisations incorporelles	21	16.347,08
210000 DEVELOPPEMENT SITE INTERNET		18.028,80
210009 AMORT S/ DEVELOPPEMENT SITE INTERNET		(1.681,72)
Immobilisations corporelles	22/27	3.376,69
Mobilier et matériel roulant	24	3.376,69
Autres	242	3.376,69
242000 MATERIEL INFORMATIQUE		3.837,25
242009 AMORT S/ MATERIEL INFORMATIQUE		(460,56)
Immobilisations financières	28	13.150,02
Autres immobilisations financières	284/8	13.150,02
Créances et cautionnements en numéraire	285/8	13.150,02
288000 CAUTIONNEMENT VERSES EN NUMERAIRE		13.150,02
ACTIFS CIRCULANTS	29/58	152.820,07
Créances à un an au plus	40/41	117.708,56
Autres créances	41	117.708,56
414000 PRODUITS A RECEVOIR		117.708,56
Valeurs disponibles	54/58	1.901,59
550000 COMPTE A VUE ING BE74 3631 3969 6107		1.901,59
Comptes de régularisation	490/1	33.209,92
490000 CHARGES A REPORTER		22.209,92
491000 PRODUITS ACQUIS		11.000,00
Montant total de l'actif		185.693,86

INSTITUTE FOR DIRECT DEMOCRACY IN EUROPE

SQUARE DE MEEUS 37
BE-1000 BRUXELLES
BE0563.461.518

Bilan interne ASBL
Exercice 2015

Page : 2

06/04/2016 - 08:41

EUR	01/01/2015 - 31/12/2015	Schéma complet
FONDS SOCIAL		
	10/15	18.612,03
Fonds affectés	13	18.612,03
133000 RESERVES DISPONIBLES		18.612,03
DETTES		
	17/49	167.081,83
Dettes à un an au plus	42/48	167.081,83
Dettes financières	43	130.533,22
Etablissements de crédit	430/8	130.533,22
433000 ETABL. CREDIT/DETTE EN COMPTE COURANT		130.533,22
Dettes commerciales	44	36.548,61
Fournisseurs	440/4	36.548,61
440000 FOURNISSEURS		36.548,61
Montant total du passif		185.693,86

Bilan interne ASBL
Exercice 2015

01/01/2015 - 31/12/2015

EUR	COMPTE DE RESULTATS	Schéma complet
Ventes et prestations		
Cotisations; dons; legs et subsides	70/74	845.643,03
730000 DONATIONS	73	845.643,03
731000 SUBSIDES EXPL ET MONTANTS COMPENS.		143.892,07
Coût des ventes et des prestations	60/64	(824.703,96)
Services et biens divers	61	(822.299,18)
610000 LOCATION BUREAU ET MOBILIER		(61.115,43)
612000 FOURNITURES DE BUREAU		(2.280,23)
612010 TELEPHONIE		(4.050,12)
612100 FRAIS ET FOURNITURES INFORMATIQUES		(18.490,30)
612200 ABOUNEMENTS DOCUMENTATIONS		(1.382,00)
612500 IMPRESSIONS - PHOTOCOPIES		(130,53)
613000 HONORAIRES NOTAIRE AVOCAT REVISEUR		(20.000,00)
613100 HONORAIRES COMPTABLES		(1.092,03)
613200 FRAIS DE PUBLICATION		(246,12)
613300 HONORAIRES DIVERS		(447.531,36)
613310 PUBLICITE		(47.457,14)
613320 ETUDES - VOTES - ENQUETES		(54.363,50)
613500 CONVENTION ANGELIKA ZAPASNICK		(14.000,00)
613600 CONVENTION COMMISSIONED PROJECT		(36.000,00)
614000 FRAIS DIVERS VEHICULES - TAXIS CARBU...		(881,97)
616000 FRAIS DE RESTAURANT		(450,69)
616300 FRAIS DE VOYAGE		(75.060,97)
616350 FRAIS DE REPRESENTATION		(1.516,79)
616400 FRAIS DE FORMATION		(36.250,00)
Amortissements et réductions de valeur sur frais d'établissement; sur immobilisations Incorporelles et corporelles	630	(2.142,28)
630200 DOT. AMORT. IMMO. CORPORELLES		(2.142,28)
Autres charges d'exploitation	640/8	(262,50)
643000 CHARGES D'EXPLOITATION DIVERSES		(262,50)
Résultat positif (négatif) d'exploitation (+)(-)	9901	20.939,07
Charges financières		
Autres charges financières	65	(2.327,04)
657200 AUTRES FRAIS FINANCIERS	652/9	(2.327,04)
Résultat positif (négatif) courant (+)(-)	9902	18.612,03
Bénéfice (Perte) de l'exercice avant impôts	9903	18.612,03
Résultat positif (négatif) de l'exercice	9904	18.612,03
AFFECTATIONS ET PRELEVEMENTS		
Résultat positif (négatif) à affecter	9906	18.612,03
Résultat positif (négatif) de l'exercice à affecter	9905	18.612,03
Affectations aux fonds affectés	892	(18.612,03)
692000 DOTATIONS A LA RESERVE LEGALE		(18.612,03)
Résultat positif (négatif) à reporter	(14)	

**Bilan interne ASBL
Exercice 2015**

06/04/2016 - 08:41

EUR

01/01/2015 - 31/12/2015

Schéma complet

Reclassement bilantaire**Explanatory note on the accounting period**

We note that the Institute for Direct Democracy in Europe asbl has been established on September 26, 2014. The bylaws of the entity have foreseen a prolonged first fiscal year, running from September 26, 2014 to December 31, 2015.

Due to technical limitations of the accounting software, the accounting period mentioned in the header could not be adjusted to reflect the actual system.

As such, we hereby confirm that the start of the accounting period is indeed September 26, 2014 instead of January 1, 2015.

Explanatory note on the valuation rules

Notwithstanding the negative cash position, we consider the Association as in going concern as long as it can receive grants from the European Parliament and/or other third parties (e.g. donations) which are already foreseen in the upcoming accounting year. Therefore the accounting records are established based on the principle of continuity

EXPENDITURE		REVENUE	
		Budget	Actual
A.1: Personnel costs			
1. Consulting fees	210,824.00	210,824.00	
2. Contributions	103,824.00	447,531.36	
3. Professional training	50,000.00	0.00	
4. Staff mission expenses	8,000.00	36,250.00	
5. Other personnel costs	41,000.00	881.97	
A.2: Infrastructure and operating costs			
1. Rent, charges and maintenance costs	8,000.00	50,000.00	
2. Costs relating to the installation, operation and maintenance of equipment	207,000.00	88,471.38	
3. Depreciation of movable and immovable property	41,000.00	61,115.43	
4. Stationery and office supplies	5,000.00	18,390.30	
5. Postal and telecommunications charges	41,000.00	2,142.28	
6. Printing, translation and reproduction costs	20,000.00	2,280.23	
7. Other infrastructure costs	41,000.00	4,050.12	
A.3: Administrative expenditure			
1. Documentation costs (newspapers, press agencies, databases)	207,000.00	77,369.05	
2. Costs of studies and research	41,000.00	1,382.00	
3. Legal costs	43,000.00	54,363.50	
4. Accounting and audit costs	41,000.00	20,000.00	
5. Support to affiliated organisations and subsidies to third parties	41,000.00	1,092.03	
6. Miscellaneous administrative costs	41,000.00	0.00	
A.4: Meetings and representation costs			
1. Costs of meetings of the foundation	207,000.00	77,028.45	
2. Participation in seminars and conferences	43,000.00	75,060.97	
3. Representation costs	41,000.00	0.00	
4. Cost of invitations	41,000.00	1,516.79	
5. Other meeting-related costs	41,000.00	0.00	
A.5: Information and publication costs			
1. Publication costs	207,000.00	47,457.14	
2. Creation and operation of internet sites	41,000.00	0.00	
3. Publicity costs	41,000.00	47,457.14	
4. Communications equipment (gadgets)	2,000.00	0.00	
5. Seminars and exhibitions	41,000.00	0.00	
6. Election campaigns	0.00	0.00	
7. Other information-related costs	41,000.00	0.00	
A.6: Expenditure relating to contributions in kind			
A.7: Allocation to "Provision to cover eligible expenditure to be incurred in the first quarter of N+1"			
A.8: Total eligible expenditure		20,000.00	0.00
B.1: Non-eligible expenditure			
1. Allocations to other provisions	2,000.00	1,441.64	
2. Financial charges	0.00	0.00	
3. Exchange losses	1,000.00	1,441.64	
4. Doubtful claims on third parties	1,000.00	0.00	
5. Others (to be specified)	0.00	0.00	
B. TOTAL NON-ELIGIBLE EXPENDITURE		2,000.00	1,441.64
C. TOTAL EXPENDITURE		1,060,824.00	827,031.00
D.1 Dissolution of "Provision to cover eligible costs to be incurred in the first quarter of N+1"		825,589.36	0.00
D.2 European Parliament grant		90,000.00	701,750.96
D.3 Membership fees		54,000.00	0.00
D.4 Donations		27,000.00	0.00
D.5 Other own resources (to be listed)		27,000.00	0.00
D.6 Contributions In Kind		20,000.00	0.00
D.7 REVENUE (to cover eligible expenditure)		1,058,824.00	845,543.03
E.1 Additional other own resources (to cover non-eligible expenditure) (to be listed)		2,000.00	0.00
Financial income		2,000.00	0.00
E. REVENUE (to cover non-eligible expenditure)		2,000.00	0.00
F. TOTAL REVENUE		1,060,824.00	845,543.03
G. Profit/Loss (F-C)		0.00	18,612.03
H.1 Allocation of own resources to the specific reserve account		18,612.03	
H.2 Profit/Loss for verifying compliance with the no-profit rule (G-H-1)		0.00	

^ Not applicable to political foundations at European level

bz

LIST OF DONORS WHO HAVE DONATED MORE THAN 500 EUR IN 2015

Throughout the fiscal year 2015, the following donations of more than 500 EUR have been received by the IDDE:

Name	Address	Country	Amount (EUR)
Daniel Pawlowiec	Tomcia Palucha 29 M 76 PL 02-495 Warszawa	Poland	12,000.00
Marian Szolucha	Ul. Uznamyska 12/73 03699 Warszawa	Poland	3,500.00
Filip Chojnacki	Ciechomicka 22 PL Plock	Poland	2,090.00
Kristina Pentti	Itainen Puistotie 5 A 2 00140 Helsinki	Finland	12,000.00
Marzoch Mateusz	Ws. Wincentowo 21 07205 Wincentowo	Poland	8,000.00
Jalte Holding BV	Hessenweg 188-M 3791 PN Achterveld	The Netherlands	10,000.00
Divi Cosmetics BVBA	Burg. Vandenbogaerdeln 38 8870 Izegem	Belgium	12,000.00
Ashley Levett	7, rue du Gabian, 98000, Monaco	Monaco	10,000.00
BF UTGAFA EHF	Fakafeni 11 108 Reykjavik	Iceland	10,000.00
European institute of healthcare	Nasbydalsvagen 16 18337 Taby	Sweden	12,000.00
Udruzenje Balkanskih Intelectualac	Saraci 77 Sarajevo Centar Bih	Bosnia and Herzegovina	7,500.00
Conferences and ideas EHF	Hringbraut 24 101 /ls/Reykjavik	Iceland	10,000.00
The Atlas Economic	1201 L St Nw 200 Washington DC	USA	2,680.49
Mackie Gerald Dennis	39 avenue des Papalins, 98000 Monaco	Monaco	12,000.00
Buildnet webservices BV	Kinderhuissingel 126 RD 2013AW Haarlem	The Netherlands	5,000.00
UAB Almoro	Kastonu G. 38-1 Alytus 63345	Lithuania	4,000.00
J F J altenburg	Hessenweg 188-M 3791 PN Achterveld	The Netherlands	5,000.00
Stacys Productions	Rokin 75, 1012 KL Amsterdam	The Netherlands	6,000.00