

THE ANNUAL ACCOUNTS

Financial year ending on 31st December 2012

**ASSETS
STATEMENT**

31/12/2012			31/12/2011	
Gross	Depreciations and provisions	Net	Net	

PERMANENT ASSETS				
Intangible assets				
Software	1339, 52	1266, 95	72, 57	
Tangible assets				
Office equipment	9 681, 41	5 799,55	3 881, 86	2 454, 86
Financial assets				
Banca Etica shares	2 625, 00		2 625,00	2 625,00
Emmaus Ethical Fund	150 000, 00		150 000, 00	150 000, 00
TOTAL PERMANENT ASSETS	163 645, 93	7 066,50	156 579, 43	155 079, 86
CIRCULATING ASSETS				
Accounts receivable	21 832, 40		21 832, 40	17 055,52
Membership fees receivable	4 769,89		4 769,89	1 403,12
Solidarity receivable (dedicated funds)	7 000,00		7 000,00	15 100,00
Solidarity receivable (off- dedicated funds)	6 000,00		6 000,00	552,4
Reimbursements receivable	2 378,91		2 378,91	0
Sundry debtors	1 683,60		1 683,60	0
Cash flow	260 980,08		260 980,08	265 898,09
Banca Etica	131 150,00		131 150,00	173 833,56
CIC	51 431,74		51 431,74	91 740,03
Crédit coopératif	77 938,30		77 938,30	0
Cash	460,04		460,04	324,5
Prepaid expenses	0,00		0,00	0,00
TOTAL CIRCULATING ASSETS	282 812,48	0	282 812,48	282 953,61
OVERALL TOTAL	446 458,41	7 066,50	439 391,91	438 033,47

LIABILITIES STATEMENT

	31/12/2012	31/12/2011
	Net	Net
Funds		
Capital resources		
Funds without a clawback clause		
Income from previous financial years	249 161,83	242 223,37
Income from the financial year	1 267,89	6 938,46
Other Emmaus Europe funds		
TOTAL FUNDS	250 429,72	249 161,83
PROVISIONS		
Provisions for expenses	74 000,00	60 000,00
Provisions for contingencies		
TOTAL PROVISIONS	74 000,00	60 000,00
DEDICATED FUNDS		
Dedicated Funds Poland	0	20 120,00
Dedicated Funds Romania	15 883,79	29 517,30
Dedicated Funds Ukraine	3 725,71	225,71
Dedicated Funds Lithuania	2 000,00	7 958,49
Dedicated Funds Solidarity not allocated	49 296,40	25 346,40
TOTAL DEDICATED FUNDS	70 905,90	83 167,90
DEBTS		
Debts to suppliers and related items	9 725,71	8 426,60
Tax and social security debts	34 330,58	35 727,14
Prepaid income		1 550,00
TOTAL DEBTS	44 056,29	45 703,74
OVERALL TOTAL	439 391,91	438 033,47

STATEMENT OF PROFIT AND LOSS

	31/12/2012	31/12/2011
OPERATING INCOME		
2009 Membership fees		11 150,00
2010 Membership fees	4 000,00	53 577,85
2011 Membership fees	11 910,00	225 014,70
2012 Membership fees	248 540,69	
Emmaus International contribution - Follow-up / Assessment	6 139,00	6 139,00
Emmaus International - Operations		24 645,00
Operaing and other contributions	22,5	1 652,78
Other income RAEE contributions		45 457,70
Reversal of provisions for contingencies and charges	6 000,00	20 000,00
Transfer of expenditure	1 683,60	
Operations sub-total	278 295,79	387 637,03
Solidarity collection for dedicated funds	136 021,50	134 038,56
Emmaus International contribution - Solidarity	8 333,00	
Off-budget solidarity contribution		
Solidarity sub-total	144 354,50	134 038,56
TOTAL OPERATING INCOME	422 650,29	521 675,59
OPERATING EXPENSES		
Purchases and external expenses	106 569,27	149 825,15
Taxes	4 472,08	4 125,54
Salaries and wages	100 201,97	106 855,08
Social security contributions	44 172,56	49 128,57
Depreciation provision	2 943,57	1 035,52
Circulating assets provisions		
Provisions for contingencies and expenses	20 000,00	60 000,00
Other expenses	93,34	
Other solidarity expenses	144 354,50	142 695,60
TOTAL OPERATING EXPENSES	422 807,29	513 665,46
OPERATING PROFIT / LOSS	-157,00	8 010,13
INTEREST RECEIVED	1 572,81	351,88
FINANCIAL EXPENSES	63,92	5,59
FINANCIAL PROFIT / LOSS	1 508,89	346,29
PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	1 351,89	8 356,42
EXTRAORDINARY INCOME		
On management operations		
EXTRAORDINARY EXPENSES		
On management operations		1 417,96
On capital operations		
EXTRAORDINARY PROFIT / LOSS	0,00	- 1 417, 96
Corporation income tax	84,00	
NET RESULT	1 267,89	6 938,46

1. INFORMATION ABOUT THE ASSOCIATION'S AIMS AND ITS FUNDING

The aims of the association have been carried out in accordance with the provisions of the statutes and the decisions taken by the Emmaus Europe Regional Council and the Emmaus Europe Regional Assembly.

The Association's income is made up of:

- Membership fees and contributions paid by members
- Funds received from members for solidarity initiatives and emergency relief work
- Other donations made by third parties.

2. IMPORTANT EVENTS DURING THE FINANCIAL YEAR

There were no significant statutory events in 2012.

The only point to note is the usage of the SAGE software application over the entire year which enables income and expenditure to be better classified and a better follow-up.

3. ACCOUNTING PRINCIPLES, RULES AND METHODS. CHANGE IN METHODS

The annual accounts of the 2009 financial year have been drawn up and presented in accordance with the provisions of CRC rule 99-01 relative to the terms for the drawing up of the annual accounts of associations.

Assets were evaluated using the chronological costs method.

Funds received from the groups within the framework of the solidarity plan approved by the Emmaus Europe Regional Council or donated to a specific project are managed in dedicated funds. The as yet unused balance of these funds has been entered as a liability in the dedicated funds entry.

The presentation of the solidarity accounts in terms of profit / loss covers:

- Initiatives included in the annual solidarity programme approved by the Emmaus Europe Regional Council and supported by funding provided by the groups
- Initiatives off-annual solidarity programme punctually supported by the groups on their initiative
- Contributions of groups explicitly allocated to solidarity but not allocated to a precise initiative

The combined sum of these three items along with the profit / loss statement of the operating account constitutes the overall profit / loss statement.

4. NOTES ON THE BALANCE SHEET

A. PERMANENT ASSETS

On 24th September 2007 Emmaus Europe bought fifty shares in Banca Etica for a total value of €2,625, with this providing a basis for ethical loans in conjunction with Emmaus International. In 2011, Emmaus Europe made a two-year fixed term deposit of €150,000 in the Emmaus Ethical Fund. The sum is guaranteed by Emmaus International.

B. CIRCULATING ASSETS

Debts are valued at their face value. A provision for depreciation is applied when the balance sheet value is inferior to the book value.

Accounts receivable mainly comprise sums to be received from groups:

- 7,000 for operations
- 6,000 for solidarity
- Down payments totalling €4,770 made to service providers.
- Reimbursement expected from suppliers totalling 2,379
- Cost of training for a staff member: 1,684

C. CASH FLOW

	2012	2011
Banca Etica	131 150	173 834
Crédit Coopératif	51 432	91 740
Livret A (bank savings account)	77 938	
Cash	460	325
Total	260 980	265 898

D. FUNDS

The funds are made up of reserves from previous financial years of € 249 162 and 2012 surplus, 1 268 €

ACCOUNTING PRINCIPLES, RULES AND METHODS

E. PROVISION FOR EXPENDITURE

€74,000 has been set aside for expenditure:

- €30,000 to cover the projected cost of the 2013 Regional meeting in Verona.
- €34,000 to cover the projected increase of operating costs which will not be covered by membership dues following the 2011 Regional Assembly's decision to freeze dues for four years.
- €10,000 to cover the cost of the next Regional Council outside of Montreuil.

F. DEDICATED FUNDS

Following tables show funds received and utilised for solidarity work:

a. Within the Annual solidarity programme

Item	Budget	Available balance	Funds received as of 31/12/2012		Expenditure as of 31/12/2012		Available balance	Receivable income	Funds to be utilised
	Total amount as of 31/12/12	As of 31/12/11	Pre-2012	2012	Pre-2012	2012	As of 31/12/12	As of 31/12/12	Dedicated funds as of 31/12/12
2012/ LVIV Financial contribution to the running of the community thanks to the payment of the salaries of five staff	18 000	226	2 726	15 274	2 500	15 500	0	0	0
2013/ LVIV Advance on Action	18 000	0	0	1 726	0	0	1 726	1 000	2 726
Ukraine sub-total	36 000	226	2 726	17 000	2 500	15 500	1 726	1 000	2 726
2012/ VILNIUS Fight against trafficking thanks to prevention by strengthening capability to act of young people through the use of the experience sharing method	20 860	7 958	7 958	12 902	0	20 860	0	0	0
2013/ VILNIUS Advance on Action	16 530	0	0	2 000	0	0	2 000	0	2 000
Lithuania Sub-total	37 390	7 958	7 958	14 902	0	20 860	2 000	0	2 000
2012/ IASI Become more financially independent by strengthening local farming and selling activities.	34 315	0	0	30 949	0	26 315	4 634	0	4 634
2012/ TIRGU JIU Offer financial support in order to ensure that Emmaus's Amici structure is maintained	20 000	0	0	19 000	0	11 000	8 000	0	8 000
Romania Sub-total	54 315	0	0	49 949	0	37 315	12 634	0	12 634
TOTAL a	127 705	8 184	10 684	81 850	2 500	73 675	16 360	1 000	17 360

b. Off-annual solidarity programme

Item	Budget	Available balance	Funds received as of 31/12/2012		Expenditure as of 31/12/2012		Available balance	Receivable income	Funds to be utilised
	Total amount as of 31/12/12	As of 31/12/11	Pre-2012	2012	Pre-2012	2012	As of 31/12/12	As of 31/12/12	Dedicated funds as of 31/12/12
2012/ Solidarity not allocated		25 346	25 346	27 283	0	8 333	44 296	5 000	49 296
2012/ Dedicated Funds Romania		29 517	29 517	3 250	0	29 517	3 250	0	3 250
2012/ Solidarity fund Poland/Ukraine Collective		20 120	20 120	0	0	20 120	0	0	0
2012/ Ukraine Oselya Cold winter 2011-2012		0	0	2 500	0	2 500	0	0	0
2012/ Ukraine Oselya Cold winter 2012-2013		0	0	1 000	0	0	1 000	0	1 000
2012/ Regional transport		0	0	1 000	0	1 000	0	0	0
TOTAL b	0	74 984	74 984	35 033	0	61 470	48 546	5 000	53 546
OVERALL TOTAL a+ b	127 705	83 168	85 668	116 883	2 500	135 145	64 906	6 000	70 906

G. DEBTS

The debts are mainly made up of:

- wages and social security contributions due on 31st December (€ 34,331)
- provisions for professional fees (€6,090)
- diverse suppliers (€ 3,636)

All accounts receivable and debt due dates are less than a year.

5. NOTES ON THE PROFIT / LOSS STATEMENT

The general profit/loss statement should be analysed in two parts: the operating profit/loss and the solidarity projects profit/loss. It should be specified that no management fees were charged to the operating profits.

OPERATING RESULT AS OF 31/12/2012		
INCOME	Balance on 31/12/2012	Balance on 31/12/2011
<i>Annual membership fees</i>	264 451	289 743
<i>Groups' contributions to operations</i>		1 643
<i>Emmaus International operations contribution</i>	6 139	30 784
<i>External contributions</i>		
<i>Regional Assembly contributions</i>		45 458
<i>Other income</i>	3 256	362
Reversal of provisions for contingencies and charges	6 000	20 000
TOTAL INCOME	279 846	387 989
EXPENDITURE		
<i>Secretariat operating costs: staff costs</i>	148 847	160 109
<i>General expenses</i>	27 722	25 876
<i>Communication</i>	6 860	7 949
<i>Coordination and missions</i>	9 656	3 473
<i>Specifics missions</i>	2 183	
<i>Accommodation and meetings: Regional Assembly</i>		53 032
<i>European meeting</i>	1 627	
<i>Regional Council</i>	24 182	25 137
<i>Regional Executive</i>	2 926	2 483
<i>Collectives</i>	30 864	24 913
<i>Training</i>	768	7 042
<i>Depreciations and provisions</i>	22 944	61 036
Solidarity transfer		10 000
TOTAL EXPENDITURE	278 578	381 050
Operating Result as of 31/12/2012	1 268	6 938

SOLIDARITY RESULT AS OF 31/12/2012		
INCOME	2012	2011
Regional Solidarity Fund from Emmaus International	8 333	
N-1 unused dedicated funds carried over	57 822	43 486
Solidarity collection for dedicated funds	73 200	100 553
Off-budget solidarity initiatives	5 000	
TOTAL INCOME	144 355	144 039
EXPENDITURE		
Dedicated funds initiatives	98 795	110 508
Dedicated funds outstanding balance to be carried over	45 560	33 531
TOTAL EXPENDITURE	144 355	144 039
Solidarity result as of 31/12/2012		-