

AECR
ALLIANCE OF EUROPEAN
CONSERVATIVES AND REFORMISTS

The Alliance of European Conservatives & Reformists' publication of annual accounts. These accounts are submitted in good faith and in accordance with Article 6.1 of regulation (EC) No. 2004/2003

2011 Grant Awards to European Political Parties

On 2 February 2011, the DG Finance Bureau decided to award grants to 11 applicant political parties at European level. The maximum amounts were as follows:

| | € |
|--|------------------------|
| European People's Party (EPP) | 6.183.988,00 |
| Party of European Socialists (PES) | 4.117.825,00 |
| European Liberal Democrat & Reform Party (ELDR) | 1.815.770,00 |
| European Green Party (EGP) | 1.298.539,00 |
| Party of the European Left (EL) | 846.936,00 |
| European Democratic Party (PDE) | 598.555,00 |
| European Free Alliance (EFA) | 395.333,00 |
| EU Democrats (EUD) | 259.852,00 |
| Alliance of European Conservatives & Reformists (AECR) | 1.140.478,00 |
| European Christian Political Movement (ECPM) | 259.852,00 |
| European Alliance for Freedom (EAF) | 372.753,00 |
| TOTAL | €17.289.8810,00 |

These figures are calculated by a proportioning the available budget (€17.289m) by the number of MEPs willing to join each political party. The AECR signed 42 MEPs to its register in 2011. Approximately 650 MEPs are members of European Political Parties. Finally, European Parliament funds constitute 85% of AECR income. The rest of the income is generated through membership fees and donations.

MOORE STEPHENS

ALLIANCE OF EUROPEAN CONSERVATIVES AND REFORMISTS
BALANCE SHEET 31/12/2011

| | | |
|--|-------|------------|
| FIXED ASSETS | 20/28 | 6.588,07 € |
| III. Tangible assets (Note III) | 22/27 | 6.354,73 € |
| 241.000 Vehicles : Accessories | 241 | 66,01 € |
| 242.000 Furniture and office equipment | 242 | 6.288,72 € |
| IV. Financial fixed assets | 28 | 233,34 € |
| 288.000 Guarantee - Partena | | 233,34 € |

| | | |
|---|-------|--------------|
| CURRENT ASSETS | 29/58 | 551.947,66 € |
| VII. Amounts receivable within one year | 40/41 | 30.114,65 € |
| A. Trade debtors | 40 | 29.971,54 € |
| B. Other amounts receivable | 41 | 143,11 € |
| IX. Cash at bank and in hand | 54/58 | 515.650,17 € |
| X. Deferred charges and accrued income (Note VII) | 490/1 | 6.182,84 € |

| | | |
|---|-------|--------------|
| AMOUNTS PAYABLE | 17/49 | 558.535,73 € |
| IX. Amounts payable within one year (Note X) | 42/48 | 558.535,73 € |
| B. Financial debts | 43 | 480.966,68 € |
| 2. Other loans | 439 | |
| 439.000 Grant - European Parliament during year | | 279.755,96 € |
| 439.001 Grant - European Parliament Q1 | | 199.021,37 € |
| 439.003 Grant - European Parliament Interests | | 2.189,35 € |
| C. Trade debts | 44 | 77.415,05 € |
| E. Taxes - Remunerations and social security | 45 | 154,00 € |

MOORE STEPHENS FS Scprl
Blue Tower
Avenue Louise 326/b.30 - Louizalaan
Bruxelles - 1050 - Brussel
T. +32(0)2/640.07.96 - Fax: +32(0)2/640.53.43
T.V.A.: BE 0827.424.054

[Signature]
SINETTE J-C
11/12/2011

MOORE STEPHENS

ALLIANCE OF EUROPEAN CONSERVATIVES AND REFORMISTS E INCOME STATEMENT

| | | |
|--|--------------|---------------------|
| I. TURNOVER | 70/74 | 836.458,17 € |
| 700.001 European Parliament 2011 | | 632.626,44 € |
| 700.003 Donation | | 19.896,53 € |
| 700.004 Party contributions | | 92427,24 |
| 700.005 European Parliament transfer from 2010 | | 91507,96 |


| | | |
|---|--------------|-----------------------|
| II. OPERATING CHARGES | 60/64 | - 835.217,47 € |
| B. Services and other goods | 61 | - 800.495,93 € |
| Rent | | - 4.950,00 € |
| Office | | - 38.526,24 € |
| Services and other goods | | - 589.549,42 € |
| Travel | | - 124.981,81 € |
| Publicity | | - 41.795,20 € |
| Miscellaneous operation | | - 693,26 € |
| C. Remuneration - Social security costs and pensions | 62 | - 31.567,21 € |
| D. Depreciation | 63 | - 3.086,60 € |
| G. Other operating charges | 64 | - 67,73 € |

| | | |
|------------------------------|--------------|-------------------|
| III. OPERATING PROFIT | 70/64 | 1.240,70 € |
| Operating loss | 64/70 | |

| | | |
|-----------------------------|-----------|---------------------|
| V. FINANCIAL CHARGES | 65 | - 1.240,70 € |
| Other Financial charges | 652/9 | - 1.240,70 € |

| | | |
|----------------------------------|--------------|------------|
| IX. PROFIT FOR THE PERIOD | 70/66 | - € |
| Loss for the period | 66/70 | - € |

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T.V.A.: BE 0827.424.054


SAGETTE J-F
MANAGER



AECR DONOR LIST 2011

I Jesper Katz, in the capacity of AECR Executive Director certify that the Alliance of European Conservatives and Reformists has received donations in the amount of EUR 19.896,53 in 2011 from the following sources:

- * John Nash, United Kingdom, 11.946,53 EUR;
- * Tabor Takac, Slovakia, 3.750 EUR;
- * CI Consult and Research s.r.o., Czech Republic, 4.200 EUR.

Jesper Katz
AECR Executive Director



**UNQUALIFIED AUDITOR'S REPORT TO THE OFFICERS
OF
ALLIANCE OF EUROPEAN CONSERVATIVES AND REFORMISTS ASBL**

According to the audit mandate, we have audited the financial statements made out of a balance sheet and a profit and loss accounts of the "*Alliance of European Conservatives and Reformists (AECR) ASBL*" prepared by its accountant for the year ending 31/12/2011.

1. Respective responsibilities of the *Alliance of European Conservatives and Reformists (AECR) ASBL* and the auditors

The *Alliance of European Conservatives and Reformists (AECR) ASBL* 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.

We have the responsibility to plan and carry out the required work to verify the financial statements prepared by the *Alliance of European Conservatives and Reformists (AECR) ASBL* and to report to the *Alliance of European Conservatives and Reformists (AECR) ASBL* with a reasonable assurance our audit opinions.

2. Basis of Opinions

We conducted the audit in accordance with International Standards on Auditing issued by the International Auditing and Assurance Standard Board (IAASB). This standard requires the auditor to plan and carry out his work in 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 *AECR ASBL*, 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 *Alliance of European Conservatives and Reformists (AECR) ASBL* 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;
- any surplus carried over to the next financial year has been used in the first quarter of the financial year, pursuant to Article 6a of the Bureau decision;
- the obligations arising out of Article 109(4) of the Financial Regulation have been met;

- the obligations arising from Article II.12 - *Eligible expenditure*, of the grant agreement have been met;
- the obligations arising from Article II.7 - *Award of contracts*, of the grant agreement have been met;

3. Opinions

In our 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 Alliance of European Conservatives and Reformists (AECR) ASBL 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 from the Regulation (EC) No 2004/2003 have been met;
- the obligations arising from the Bureau decision have been met
- *any surplus carried over to the next financial year has been used in the first quarter of the financial year, pursuant to Article 6a of the Bureau decision;*
- *the obligations arising out of Article 109(4) of the Financial Regulation have been met;*
- the obligations arising from Article II.12 - *Eligible expenditure*, of the grant agreement have been met and we were able to reconcile the eligible expenditure with the financial statements;
- the obligations arising from Article II.7 - *Award of contracts*, of the grant agreement have been met;
- We have received all necessary explanations for the purpose of our work.

Brussels, May 7th 2012

HLB Dodémont – Van Impe & Co
Registered auditors



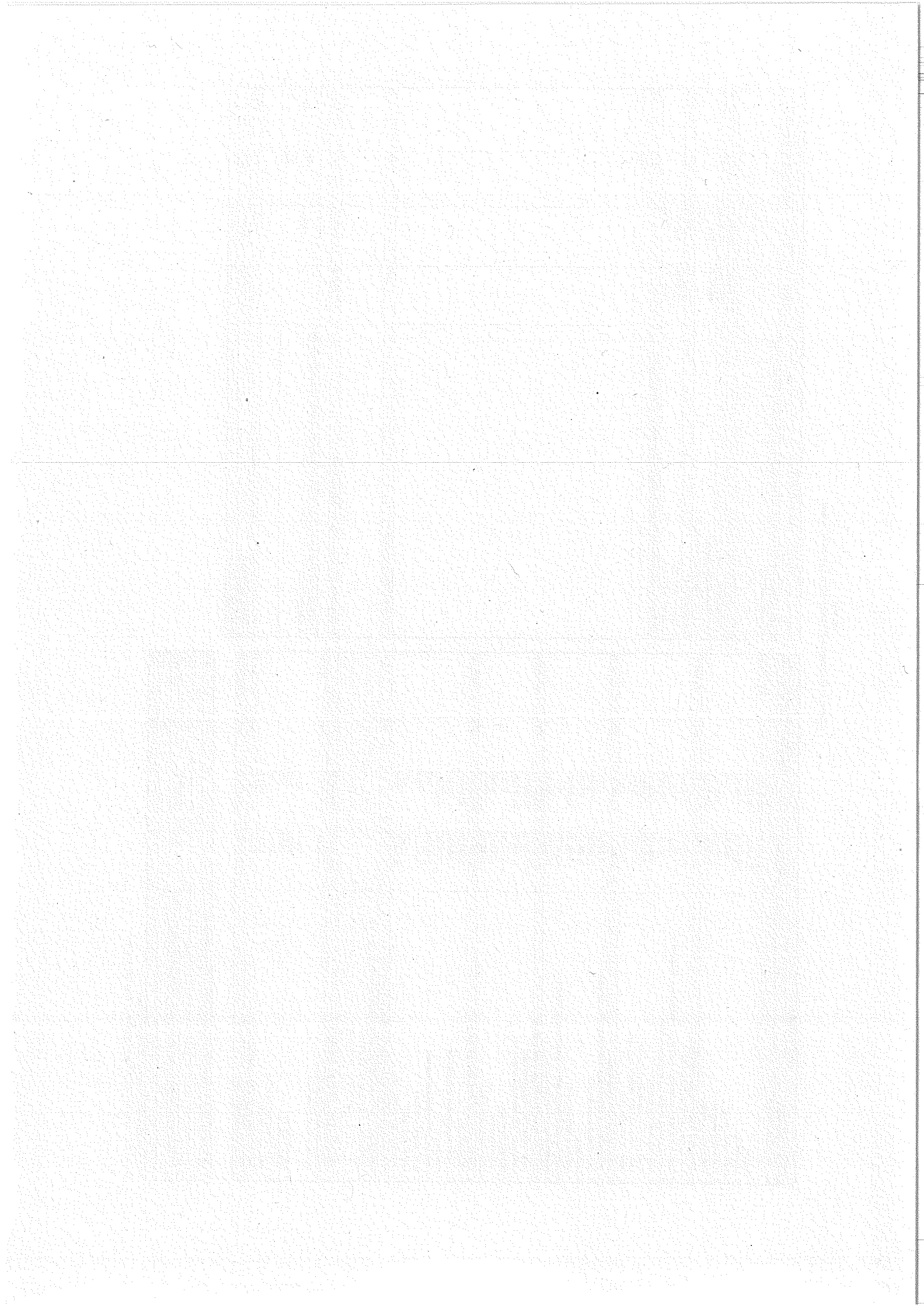
Stéphane Rosier
Certified Public Auditor

ANNEX
Annex: Breakdown of the provisional operating budget

| EXPENDITURE | | REVENUE | | Difference in % | Difference in EUR |
|--|--------------|--------------|-----------------|-------------------|-------------------|
| Eligible expenditure | Budget | Actual | Difference in % | Difference in EUR | |
| A. Personnel costs | 597,500.00 | 235,770.96 | -54% | -372,229.14 | |
| 1. Salaries | 270,000.00 | 24,940.73 | | | |
| 2. Contributions | 210,000.00 | 6,302.57 | | | |
| 3. Professional training | 5,000.00 | 0.00 | | | |
| 4. Staff mission expenses | 17,500.00 | 2,605.76 | | | |
| 5. Other personnel costs | 5,000.00 | 201,663.80 | | | |
| A.2. Infrastructure and operating costs | 73,000.00 | 22,410.10 | -55% | -50,489.90 | |
| 1. Rent, charges and maintenance costs | 30,000.00 | 5,945.76 | | | |
| 2. Costs relating to the installation, operation and maintenance of equipment | 7,000.00 | 565.35 | | | |
| 3. Depreciation of movable and immovable property | 2,000.00 | 3,095.69 | | | |
| 4. Stationery and office supplies | 4,000.00 | 6,000.59 | | | |
| 5. Postal and telecommunications charges | 12,000.00 | 7,005.09 | | | |
| 6. Printing, translation and reproduction costs | 13,000.00 | 753.54 | | | |
| 7. Other infrastructure costs | 5,000.00 | 48.00 | | | |
| A.3. Administrative expenditure | 60,000.00 | 30,800.31 | -47% | -61,493.69 | |
| 1. Documentation costs (newspapers, press agencies, databases) | 6,000.00 | 0.00 | | | |
| 2. Costs of studies and research | 20,000.00 | 12,855.63 | | | |
| 3. Legal costs | 5,000.00 | 679.99 | | | |
| 4. Accounting and audit costs | 12,000.00 | 21,857.99 | | | |
| 5. Support to affiliated organisations and subsidies to third parties | 40,000.00 | 403.34 | | | |
| 6. Miscellaneous administrative costs 2 | 12,000.00 | 1,310.19 | | | |
| A.4. Meetings and representation costs | 652,000.00 | 243,877.16 | -56% | -338,122.84 | |
| 1. Costs of meetings of the political party | 420,000.00 | 116,827.23 | | | |
| 2. Participation in seminars and conferences | 77,000.00 | 103,317.96 | | | |
| 3. Representation costs | 20,000.00 | 96.20 | | | |
| 4. Cost of invitations | 5,000.00 | 61.00 | | | |
| 5. Other meeting-related costs | 30,000.00 | 23,435.17 | | | |
| A.5. Information and publication costs | 178,000.00 | 88,395.96 | -45% | -79,711.44 | |
| 1. Publication costs | 50,000.00 | 68,316.26 | | | |
| 2. Creation and operation of internet sites | 3,000.00 | 394.23 | | | |
| 3. Publicity costs | 15,000.00 | 20,575.05 | | | |
| 4. Communications equipment (gadgets) | 30,000.00 | 0.00 | | | |
| 5. Seminars and exhibitions | 50,000.00 | 0.00 | | | |
| 6. Election campaigns | 0.00 | 0.00 | | | |
| 7. Other information-related costs | 30,000.00 | 0.00 | | | |
| A.6. Expenditure relating to contributions in kind | 0.00 | 0.00 | N/A | 0.00 | |
| A.7. Allocation to "Provision to cover eligible expenditure to be incurred in the first quarter of N+1" | 1,408,500.00 | 838,774.36 | -54% | -916,19 | |
| A. TOTAL ELIGIBLE EXPENDITURE | 1,500,000.00 | 683,81 | | | |
| B.1. Non-eligible expenditure | 300.00 | 0.00 | | | |
| 1. Allocations to other provisions | 300.00 | 0.00 | | | |
| 2. Financial charges | 300.00 | 0.00 | | | |
| 3. Exchange losses | 300.00 | 0.00 | | | |
| 4. Doubtful claims on third parties | 300.00 | 0.00 | | | |
| 5. Others (to be specified) | 300.00 | 683.81 | | | |
| B. TOTAL NON-ELIGIBLE EXPENDITURE | 1,500.00 | 683.81 | -54% | -816.19 | |
| C. TOTAL EXPENDITURE | 1,410,000.00 | 838,438.17 | -41% | -573,541.83 | |
| D.1. Dissolution of "Provision to cover eligible costs to be incurred in the first quarter of N+1" | 1,200,000.00 | 912,362.40 | -54% | -287,617.60 | |
| D.2. European Parliament grant | 100,000.00 | 92,427.24 | -8% | -7,572.76 | |
| D.3. Membership fees | 100,000.00 | 92,427.24 | | | |
| D.4. Donations | 10,000.00 | 18,866.53 | 82% | 40,103.47 | |
| D.5. Other own resources (to cover eligible expenditure) (to be listed) | 14,000.00 | 10,000.00 | | | |
| D.6. Contributions in kind | 0.00 | 0.00 | N/A | 0.00 | |
| D. REVENUE (to cover eligible expenditure) | 1,410,000.00 | 1,116,530.32 | -21% | -294,469.68 | |
| E.1. Additional other own resources (to cover non-eligible expenditure) (to be listed) | | 683.81 | N/A | 683.81 | |
| E. REVENUE (to cover non-eligible expenditure) | 0.00 | 683.81 | N/A | 683.81 | |
| F. TOTAL REVENUE | 1,410,000.00 | 1,116,214.13 | -21% | -293,785.87 | |
| G. Profits/loss (F-C) | | 279,765.96 | N/A | 279,765.96 | |

| H.1 Allocation of own resources to the specific reserve account | Budget | Actual | Difference in % | Difference in EUR |
|---|--------|------------|-----------------|-------------------|
| | 0.00 | 0.00 | N/A | 0.00 |
| H. Profits/loss for verifying compliance with the no-profit rule (G-H.1) | 0.00 | 279,765.96 | N/A | 279,765.96 |
| | | | N/A | 0.00 |
| | | | N/A | 0.00 |

1. Not applicable to political foundations at European level
2. This includes bank fees (857000) and Differences of payments (654000).



Address of AECR donors:

CI Consult & Research s.r.o., Jungmannova 29/19, 110 00 Praha 1, Czech Republic

Note: The AECR party requested not to publish the addresses of individual donors.

