

Auditor's report on the financial statements of the European Christian Political Foundation for the year ended 31 December 2013

In accordance with 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 financial statements (i.e. balance sheet, profit & loss account, off-balance accounts and notes) 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.

Unqualified auditor's report

We have audited the financial statements as defined above for the year ending 31 December 2013 and the final statement of the eligible expenditure actually incurred for the period of eligibility defined by the grant award decision of the European Christian Political Foundation, as laid out on the following pages. The financial statements for the year ended 31 December 2013 have been prepared in accordance with the financial reporting framework applicable in The Netherlands and show a balance sheet total of € 36,352 and a profit for the year of € 1,334. The profit of the year, transferred to the reserve account, is used to reduce the losses carried forward. Accumulated losses (including the result of the year) amount to € 7,157.

Respective responsibilities of the Board of Directors of the European Christian Political Foundation

The Board of Directors is responsible for the preparation and fair presentation of the financial statements. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation. Moreover, it includes a fair presentation of financial statements 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 financial statements and on the final statement of eligible expenditure actually incurred based on our audit. Furthermore, our responsibility is 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 legal requirements and the auditing standards applicable in The Netherlands, as issued by the International Standards on Auditing (ISA). Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

***Audit report dated April 11, 2014 on the financial statements of
the European Christian Political Foundation
for the year ended 31 December 2013***

In accordance with these standards, we have performed procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, 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 financial statements 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 financial statements, 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

In our opinion, the financial statements (i.e. balance sheet, profit & loss account, off-balance account and notes) for the period ended 31 December 2013 have been prepared in accordance with the financial reporting framework applicable in The Netherlands, are free of material misstatement and show a true and fair view of the financial position and the operating results.

Additional confirmations and statements

The association's compliance with:

- ▶ the Law for not-for-profit associations
- ▶ 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.

We do not have to report any transactions undertaken or decisions taken in violation of the association's articles of association or the Law for not-for-profit associations.

In our opinion (which does not modify the scope of our opinion on the financial statements):

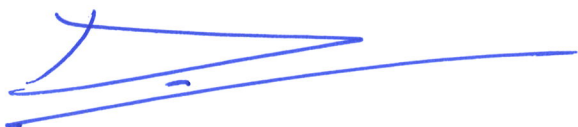
- ▶ without prejudice to formal aspects of minor importance, the accounting records were maintained in accordance with the legal and regulatory requirements applicable in The Netherlands;
- ▶ the financial documents submitted by the European Christian Political Foundation to the European Parliament are consistent with the financial provisions of the Bureau's grant award decision;

***Audit report dated April 11, 2014 on the financial statements of
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- ▶ 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.

Zwolle, April 11, 2014

Ernst & Young Accountants LLP
represented by



D.E. Engwerda
Partner

Initials for identification purposes:



European Christian Political Foundation

Financial Report 2013



Contents**Page**

General Information	3
Balance sheet at December 31, 2013	4
Statement of Income and Expenditures	5
Notes to Financial Statements	6
Annexes	7

General Information

ECPF

The objectives of the association are to reinforce Christian politics on a European, national, regional and local level.

The European Christian Political Foundation is an association which has its seat in the municipality of Amersfoort.

Financial report 2012 approved

At the General Members Assembly, held on March 25, 2013, the financial report 2012 has been approved, including all small changes made with regard to EP services comments.

The result of the financial year 2012, a loss of € 12.223, has been deducted from the general reserve.

Board at December 31, 2013

Chairman:	David fieldsend	(since September 9, 2010)
Treasurer:	Walter van Luijk	(since June 7, 2012)
Secretary:	Beniamin Lup	(since September 9, 2010)
Members:	Paulius Saudargas	(since September 9, 2010)
	Peter Danku	(since March 25, 2013)
	Antero Laukkanen	(since March 25, 2013)

Meetings in 2013

The ECPF had in 2013 one general assembly at March 25, 2013 in Brussels.

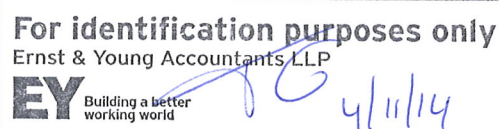
Furthermore major meetings took place in Brussels, Strasbourg, Bucharest, Budapest and Dublin.

The board had meetings on February 25, May 10 and September 26, 2013.

All ECPF events are at the ECPF website.

Audit

For the year 2013 an external auditor audited the annual accounts and issued an unqualified auditors opinion.



Balance Sheet at December 31, 2013

	2013		2012	
	€	€	€	€
ASSETS				
Fixed Assets				
Tangible Assets		3.197		521
Current Assets				
European Parliament grant	31.055		33.038	
Other Assets	1.724		621	
Membership fees	-		-	
		32.779		33.659
Cash and cash equivalents				
Rabobank 1539.31.095	376		1	
Rabobank Savings account	-		-	
Cash	-		-	
		376		1
		36.352		34.181

	2013		2012	
	€	€	€	€
LIABILITIES & EQUITY				
General reserve		7.157-		8.491-
Current Liabilities				
Creditors	3.971		9.543	
Taxes	4.122		-	
Short term loans	21.034		33.129	
Holiday allowance	2.589		-	
Other liabilities	11.793		-	
		43.509		42.672
		36.352		34.181

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Statement of Income and Expenditures

	2013	Budget 2013	2012
	€	€	€
Revenue			
D.2 European Parliament grant	169.886	196.174	167.198
D.3 Membership fees		19.619	
3.1 from member parties	10.010	-	16.420
3.2 from individual members	-	-	-
D.4. Donations		15.000	
4.1 above 500 EUR	14.000	-	3.130
4.2 below 500 EUR	968	-	4.536
D.5 Other own resources (to cover expenditure)	6.454	-	5.456
D.6 Contributions in kind	-	-	-
D. TOTAL REVENUE	201.318	230.793	196.740
Expenditure			
A.1: Personnel costs			
1. Salaries	67.813	66.000	70.447
2. Contributions	-	-	-
3. Professional training	-	5.000	-
4. Staff missions expenses	10.341	10.000	4.965
5. Other personnel costs	2.892	5.000	2.462
	81.046	86.000	77.874
A.2: Infrastructure and operating costs			
1. Rent, charges and maintenance costs	5.566	8.401	4.055
2. Costs relating to installation, operation and maintenance of equi	2.326	970	913
3. Depreciation of movable and immovable property	886	250	3.211
4. Stationery and office supplies	1.567	1.200	319
5. Postal and telecommunications charges	2.692	1.200	3.956
6. Printing, translation and reproduction costs	-	4.500	6.281
7. Other infrastructure costs	-	-	615
	13.038	16.521	19.350
A.3: Administrative expenditure			
1. Documentation costs (newspapers, press agencies, databases)	154	2.500	176
2. Costs of studies and research	43.337	50.000	39.500
3. Legal costs	-	3.000	-
4. Accounting and audit costs	-	500	1.500
5. Support to affiliated organisations and subsidies to third parties	-	-	-
6. Miscellaneous administrative costs	3.942	2.000	1.738
	47.434	58.000	42.914
A.4: Meetings and representation costs			
1. Costs of meetings of the political party	53.246	38.772	59.564
2. Participation in seminars and conferences	-	2.500	1.650
3. Representation costs	-	1.500	133
4. Costs of invitations	-	1.000	-
5. Other meeting-related costs	-	-	1.421
	53.246	43.772	62.768
A.5: Information and publication costs			
1. Publication costs	940	10.000	259
2. Creation and operation of Internet sites	2.700	4.000	1.574
3. Publicity costs	1.464	2.000	364
4. Communications equipment (gadgets)	-	500	-
5. Seminar and exhibitions	-	10.000	-
6. Election campaigns	-	-	-
7. Other information-related costs	-	-	-
	5.104	26.500	2.197
A.6: expenditure relating to contributions in kind	-	-	-
A. TOTAL ELIGIBLE EXPENDITURE	199.867	230.793	205.103
B.1 Non-eligible expenditure			
1. Allocations to other provisions	-	-	-
2. Financial charges	117	-	129
3. Exchange losses	-	-	-
4. Doubtful claims on third parties	-	-	-
5. Others (to be specified)	-	-	3.731
B. TOTAL NON ELIGIBLE EXPENDITURE	117	-	3.860
C. TOTAL EXPENDITURE	199.984	230.793	208.963
Allocation off the profit/loss to the losses carried forward	1.334	-	12.223-
PROFIT/LOSS	-	-	-

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Notes to Financial Statements

Statement of Accounting Policies

General

The accounting principles used are based on historical costs.

The financial statements have been prepared in accordance with Directive 640 of the Dutch Council on Annual Reporting.

The financial statements were prepared on February 24th 2014.

There were no changes in accounting policies.

The financial statements are prepared to assist European Christian Political Foundation to comply with Part B: Financial Provisions of the grant award decision dated February 11, 2013.

Basis of Accounting

The accompanying financial statements are presented in accordance with the accrual basis of accounting, whereby, revenue is recognized when earned and expenses are recognized when incurred.

Tangible fixed assets in use by the company are carried at the cost of acquisition net of accumulated depreciation.

Depreciation is calculated on a straight-line basis over their expected useful economic lives, taking into account their residual value.

Receivables are carried at face value net of a provision for doubtful debts where necessary.

Cash at bank and in hand are carried at face value.

Current liabilities are carried at face values.

The gross operating result represents the grant from the European Parliament, memberships fees, donations, other own resources and contributions in kind.

Interest income is recognised pro rata in the profit and loss account, taking into account the effective interest rate for the asset concerned. Expenses are determined with due observance of the aforementioned accounting policies and allocated to the financial year to which they relate.

Interest is allocated to successive financial reporting periods in proportion to the outstanding principal.

Notes to the balance sheet

General reserve

	€
General reserve at January 1, 2013	8.491-
Generated in financial year 2013	1.334
General reserve at December 31, 2013	<u>7.157-</u>

Arrangements not shown in the balance sheet

According to Dutch law, the rental commitment for the coming year should be mentioned: ECPF has a rental commitment for office space of € 4.504 for the year 2014.

Notes to statement of Income and Expenditures

The European Parliament grant is recognized for the full amount of the contract with the European Parliament for 2013.

This grant is based on an annual application.

The provisions for this grant are laid down in the grant decision FINS-2013-24 dated on February 11, 2013.

The Final report over 2012 has been approved by the European Parliament on September 18, 2013.

Analytical review of budget versus actual

The differences between budget and actual are:

- The applied budget was € 25.000 higher than the awarded budget.
- The budget for studies and research has partially been reallocated to costs of meetings etc.
- Members payments were lower than expected, but this was compensated by other own resources

A.1.1. Salaries

According to Dutch law the costs of personnel have to be split in:

	2013 €	2012 €
Wages	58.062	-
Social security premiums	9.751	-
Pensions	-	-
External hiring personnel	-	70.447
	<u>67.813</u>	<u>70.447</u>

In 2012 the Foundation did not employ people itself. In 2013 the employees became a direct responsibility of ECPF. The average number of staff employed by the Foundation in 2013 was 1,3 (2012: -).

D.3 .1

Membership fees

Membership fees 2013 from member parties	10.010
	<u>10.010</u>

D.4.2.

Donations above € 500

Encour Foundation	4.000
Mr. J. Tame	7.000
Groupol din Palamentul Eocumenical	2.000
Gods embassy Amsterdam	1.000
	<u>14.000</u>

Annexes

Annex 1 Members and associates at December 31, 2013

Members

The following organizations are members of ECPF:

Country	Organisation
Belgium	Care for Europe
Germany	Ethik und Werte
Italy	Cercasi un Fine
Ireland	Iona Institute
Netherlands	Groen van Prinsterer
Netherlands	Guido de Bres
Netherlands	Schuman Centre
Romania	WorldTeach
Romania	Pro Vita
Romania	Areopagus
Romania	Pro Pretenia Arad
Romania	Centrul Crestin al Romilor
Ukraine	Foundation Democratic Initiatives
United Kingdom	Jubilee Centre
France	European Centre for Law and Justice
Hungary	Barankovics foundation
Hungary	KESZ

ANNEXE

Annexe: Structure analytique du budget prévisionnel de fonctionnement

DÉPENSES			RECETTES		
Dépenses éligibles	Budget	Réelles		Budget	Réelles
A.1: Frais de personnel	86.000,00	81.045,89	D.1 Dissolution de la "Provision pour les dépenses éligibles intervenant au premier trimestre de l'année N+1"		
1. Salaires	66.000,00	67.813,05	D.2 Subvention du Parlement européen	196.174,00	169.886,10
2. Charges	0,00	0,00	D.3 Cotisations	19.619,00	10.010,00
3. Formation professionnelle	5.000,00	0,00	3.1 des partis	19.619,00	10.010,00
4. Frais de mission du personnel	10.000,00	10.341,30	3.2. des membres	0,00	0,00
5. Autres frais de personnel	5.000,00	2.891,54	D.4 Dons	15.000,00	14.967,20
A.2: Frais d'infrastructure et d'exploitation	18.521,00	13.037,81	4.1 supérieurs à 500 EUR	15.000,00	14.000,00
1. Loyer, charges et frais d'entretien	8.401,00	5.566,48	4.2 inférieurs à 500 EUR	0,00	967,20
2. Frais d'installation, d'exploitation et d'entretien des équipements	970,00	2.326,41	D.5 Autres ressources propres (affectées aux dépenses éligibles) (à énumérer)		6.454,11
3. Frais d'amortissement des biens meubles et immeubles	250,00	886,07			
4. Papeterie et fournitures de bureau	1.200,00	1.566,69			
5. Afranchissements et télécommunications	1.200,00	2.692,16			
6. Frais d'impression, de traduction et de reproduction	4.500,00	0,00			
7. Autres frais d'infrastructure	0,00	0,00			
A.3: Dépenses de fonctionnement	58.000,00	47.433,63			
1. Frais de documentation (journaux, agences de presse, bases de données)	2.500,00	154,40			
2. Frais d'études et de recherches	50.000,00	43.337,41			
3. Frais juridiques	3.000,00	0,00			
4. Frais de comptabilité et d'audit	500,00	0,00			
5. Aide aux organisations affiliées et subventions à des tiers	0,00	0,00			
6. Frais divers de fonctionnement	2.000,00	3.941,82			
A.4: Réunions et frais de représentation	43.772,00	53.246,21			
1. Frais de réunion du parti politique	38.772,00	53.246,21			
2. Participation à des séminaires et conférences	2.500,00	0,00			
3. Frais de représentation	1.500,00	0,00			
4. Frais pour les invitations	1.000,00	0,00			
5. Autres frais de réunions	0,00	0,00			
A.5: Dépenses d'information et de publication	26.500,00	5.103,53	D.6 Apports en nature		
1. Frais de publication	10.000,00	939,60			
2. Création et exploitation de sites Internet	4.000,00	2.700,01			
3. Frais de publicité	2.000,00	1.463,92			
4. Matériel de communications (gadgets)	500,00	0,00			
5. Séminaires et expositions	10.000,00	0,00			
6. Campagnes électorales ¹	0,00	0,00			
7. Autres frais d'information	0,00	0,00			
A.6: Dépenses relatives aux apports en nature		0,00			
A.7: Dotation à la "Provision pour les dépenses éligibles intervenant au premier trimestre de l'année N+1"					
A. TOTAL des DÉPENSES ÉLIGIBLES	230.793,00	199.867,07	D. RECETTES (affectées aux dépenses éligibles)	230.793,00	201.317,41
B.1: Dépenses non éligibles	0,00	116,56			
1. Dotations aux autres provisions	0,00	0,00			
2. Charges financières	0,00	116,56	E.1 Autres ressources propres (affectées aux dépenses non éligibles) (à énumérer)		0,00
3. Pertes de change	0,00	0,00			
4. Créances douteuses	0,00	0,00			
5. Autres (à préciser)-exceptionnel (année 2012)	0,00	0,00			
B. TOTAL des DÉPENSES NON ÉLIGIBLES	0,00	116,56			
C. TOTAL des DÉPENSES	230.793,00	199.983,63	E. RECETTES (affectées aux dépenses non éligibles)	0,00	0,00
			F. TOTAL des RECETTES	230.793,00	201.317,41
			G. Profits/pertes (F-C)	0,00	1.333,78
H.1 Dotation de ressources propres au compte de réserve spécifique¹	0,00	1.333,78			
H. Profits/pertes pour vérifier le respect de la règle relative au but non lucratif (G-H.1)¹	0,00	0,00			