

Miss Johana GROHOVA
New Direction Foundation
Rue d'Arlon, 40

1000 BRUXELLES

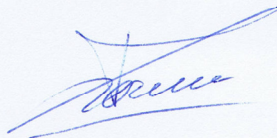
Bruxelles, le 18 juillet 2011

Miss Grohova,

Concerne : Our Report

Please find enclosed our report on your accounts as of 31.12.2010, dated June 24, 2011.

Best regards



Pierre LERUSSE
Certified Public Auditor

Antwerpen | Bruxelles | Charleroi | Kortrijk | Liège

Local in Touch, Global in Reach

HLB Dodémont - Van Impe & C° burg. venn. cvba
Boulevard du Souverain 191 | 1160 Bruxelles
T +32 2 735 41 45 | F +32 2 736 48 17 | www.hlb.be
RPM Bruxelles BE0428148201 | IBR B00013

HLB Dodémont - Van Impe & C° is a member of  International. A world-wide network of independent accounting firms and business advisers.

Unqualified Auditor's report to the Officers of
New Direction 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 « New Direction ASBL » prepared by its accountant for the year then ending 31/12/2010 as laid out on pages 3 to 9 of this document.

1. Respective responsibilities of the « ASBL » and the auditors

The « ASBL » is responsible to the European Parliament for the use of the grant and must comply with the provisions of the Regulation EC 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 « ASBL » and to report to the « ASBL » with a reasonable assurance our audit opinions.

2. Basis of opinions

We conducted the audit in accordance with the 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 « 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 « 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) 2004/2003 have been met ;
- the obligations arising from article II.12 – Eligible expenditures, of the grant agreement have been met ;
- the obligations arising from Article 11.7 – 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 « 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 « 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) 2004/2003 have been met ;
- the obligations arising from the Bureau have been met ;
- the obligations arising from article II.12 – Eligible expenditures, of the grant agreement have been met ;
- the obligations arising from Article 11.7 – Award of contracts, of the grant agreement have been met ;
- we have received all necessary explanations for the purpose of our work.

Brussels, 24 June 2011

HLB Dodémont Van Impe & Co
Registered auditors

A handwritten signature in blue ink, appearing to read 'Lerusse', with a horizontal line underneath.

Pierre Lerusse
Registered auditor

**Balance
Exercice 2010**

09/06/2011 - 14:12

EUR

01/10/2009 - 31/12/2010

FIXED ASSETS		20/28	11.524,25
III. Tangible assets (note III)		22/27	11.524,25
B. Plant; machinery and equipment		23	623,21
1. Fully owned by the association		231	623,21
231500 ACCOUNTING SOFTWARE			934,81
231590 DEPRECIATION ACCOUNTING SOFTWARE			(311,60)
C. Furniture and vehicles		24	10.901,04
2. Other		242	10.901,04
242000 FURNITURE AND OFFICE EQUIPMENT			2.931,67
242090 DEPRECIATION ON FURNITURE AND OFFICE EQU			(586,33)
242500 Computer equipment			12.803,44
242590 depreciation computer equipment			(4.247,74)
CURRENT ASSETS		29/58	160.900,94
VII. Amounts receivable within one year		40/41	30.734,73
A. Trade debtors		40	30.734,73
400000 CLIENTS			30.734,73
IX. Cash at bank and in hand		54/58	125.216,21
550000 BNP 001-5971612-77 SIGHT			18.676,40
550100 BNP 001-6110796-66 SIGHT			3.128,27
550200 BNP 035-7432194-95 SPARE			51.850,28
550300 GBP			51.561,26
X. Deferred charges and accrued income (note VII)		490/1	4.950,00
490000			4.950,00
Total assets			172.425,19

**Balance
Exercice 2010**

09/06/2011 - 14:12

EUR

01/10/2009 - 31/12/2010

SOCIAL FUNDS		10/15	(4.531,55)
*** 149999 Balance 6 and 7			(4.531,55)
AMOUNTS PAYABLE		17/49	176.956,74
IX. Amounts payable within one year (note X)		42/48	176.956,74
B. Financial Debts		43	129.795,11
2. Other loans		439	129.795,11
439000 GRANT EUROPEAN PARLIAMENT TO REFUND			127.939,35
439001 INCOME INTEREST TO REFUND			1.855,76
C. Trade debts		44	35.962,40
1. Suppliers		440/4	35.962,40
440000 SUPPLIERS			30.977,31
444000 INVOICES TO BE RECEIVED			4.985,09
E. Taxes; remunerations and social security		45	11.050,40
1. Taxes		450/3	11.050,40
450000 TAXES AND NAT INS EMPLOYEE+EMPLOYER			11.050,40
F. Other amounts payable		48	148,83
1. Bonds; matured coupons and guarantees in cash		480/8	148,83
483000 C/C SHANE FRITH			148,83
Total liabilities			172.425,19

**Balance
Exercice 2010**

09/06/2011 - 14:12

EUR

01/10/2009 - 31/12/2010

INCOME STATEMENT			
I. Operating income		70/74	491.533,18
A. Turnover (note XII;A)		70	491.533,18
700001 EUROPEAN PARLIAMENT			399.781,45
700002 SPONSORSHIP			5.879,73
700003 DONATIONS			12.000,00
700004 PARTNERSHIP			73.017,00
700005 SUBSCRIPTION			855,00
II. Operating charges		60/64	(491.533,18)
B. Services and other goods		61	(432.514,25)
610000 RENT OFFICE			(5.353,69)
612000 MOBILEPHONE			(2.026,59)
612010 TELEPHONE CHARGES			(1.337,35)
612050 INTERNET			(17,15)
612100 STAMPS			(36,03)
612200 EQUIPMENT HIRED			(5.364,46)
612400 OFFICE SUPPLIES			(3.521,18)
612500 PRINTED MATTERS			(2.064,29)
612600 JOB ADVERTISEMENTS			(1.758,65)
612700 SUBSCRIPTION			(1.616,86)
613000 PARTICIPATION FEES			(604,61)
613100 SPONSORSHIP			(15.570,53)
613250 CONSULTANTS FEES			(5.100,00)
613255 DAILY ALLOWANCE			(360,00)
613270 STUDY FEE			(244.000,00)
613280 SERVICES END RESEARCH FEE			(78.808,79)
613290 FEES : OTHERS			(23.146,53)
613400 ACCOUNTANT FEES			(3.571,73)
613500 TRAVEL COSTS : AIRPLANE, TRAIN			(12.960,37)
613510 TRAVEL COSTS : HOTELS/MEETING ROOM			(8.177,56)
614000 LEGAL PUBLICATION			(148,83)
615500 PUBLICITY/PROMOTION COSTS			(9.782,28)
615600 RESTAURANTS			(5.085,71)
616000 CAR COSTS : RENT			(186,00)
616100 CAR COSTS : FUEL			(137,80)
616400 CAR COSTS : TOLL, TAXI, PARKING			(1.457,46)
616500 CAR COSTS : MILEAGE INDEMNITIES			(311,40)
616600 PROVISIONS FOR JOURNEY			(8,40)
C. Remuneration; social security costs and pensions (note XII;C2)		62	(53.873,26)
620100 SALARY			(48.180,91)
621000 EMPLOYERS CONTRIBUTIONS ONSS			(5.692,35)
D. Depreciation of and other amounts written off formations expenses; intangible and tangible fixed assets (-)		630	(5.145,67)
630200 DEPRECIATION OF TANGIBLE FIXED ASSETS			(5.145,67)
III. Operating profit		70/64	
Operating loss		64/70	
V. Financial charges (-)		65	(4.531,55)
C. Other financial charges		652/9	(4.531,55)

**Balance
Exercice 2010**

09/06/2011 - 14:12

EUR

01/10/2009 - 31/12/2010

654000	EXCHANGE RATE VARIATION		(4.138,62)
655000	PAYMENT DIFFERENCE		(8,62)
657000	MISCELLANEOUS FINANCIAL CHARGES		(384,31)
VI. Profit on ordinary activities		70/65	
Loss on ordinary activities		65/70	(4.531,55)
IX. Profit for the period		70/66	
Loss for the period		66/70	(4.531,55)

**Balance
Exercice 2010**

EUR

01/10/2009 - 31/12/2010

149999 -

(4.532)

Balance sheet filing

ANNEX I

Annex 1: Breakdown of the provisional operating budget

Expenditure			Revenue		
Eligible expenditure	Budget	Actual		Budget	Actual
1: Personnel costs		48.180,91	D.1 Dissolution of "Provision to cover eligible costs to be incurred in the first quarter of N" ¹		
1. Salaries 620100+620120+740900			D.2 European Parliament grant		527.720,80
2. Contributions 621000		5.692,35	D.3 membership fees		
3. Professional training		0,00	3.1 from member parties		
4. Staff missions expenses		0,00	3.2 from individual members		
5. Other personnel costs 623000		0,00			
A.2: Infrastructure and operating costs		5.353,69	D.4 Donations		12.000,00
1. Rent, charges and maintenance costs 610000			4.1 above 500 EUR		12.000,00
2. Costs relating to installation, operation and maintenance of equipment 612000		5.364,46	4.2 below 500 EUR		
3. Depreciation of movable and immovable property 630200		5.145,67	D.5 Other own resources (to cover eligible expenditure) (to be listed)		79.751,73
4. Stationery and office supplies 612400+612410		3.521,18	Partnership		73.017,00
5. Postal and telecommunications charges 612100+612000+612010+612050		3.417,12	Sponsorship		5.879,73
6. Printing, translation and reproduction costs 612500		2.064,29	Subscription		855,00
7. Other infrastructure costs		0,00			
A.3: Administrative expenditure		1.616,86	D.6 Contributions in kind		0,00
1. Documentation costs (newspapers, press agencies, databases) 612700		322.808,79			
2. Costs of studies and research 613270+613280		28.246,53	D. REVENUE (to cover eligible expenditure)		0,00
3. Legal costs 613300+613290+613250+613200+618000		3.571,73			
4. Accounting and audit costs 613400		15.570,53	E. 1 Additional other own resources (to cover non-eligible expenditure) (to be listed)		1855,76
5. Support to affiliated organisations and subsidies to third parties 613100		0,00	Financial Income		
6. Miscellaneous administrative costs					
A.4: Meetings and representation costs		0,00			
1. Costs of meetings		604,61			
2. Participation in seminars and conferences 613000		28.084,70			
3. Representation costs 613510+613500+615600+616000+616100+616400+616500+616600+613255		0,00			
4. Costs of invitations		0,00			
5. Other meeting-related costs					
A.5: Information and publication costs		1.907,48			
1. Publication costs 612600+614000		0,00			
2. Creation and operation of Internet sites		9.782,28			
3. Publicity costs 615500		0,00			
4. Communications equipment (gadgets)		0,00			
5. Seminar and exhibitions		0,00			
6. Election campaigns ¹		0,00			
7. Other information-related costs		0,00			
A.6: Expenditure relating to contributions in kind		0,00			
A.7: Allocation to "Provision to cover eligible expenditure to be incurred in the first quarter of N+1"⁶		0,00			
A. TOTAL ELIGIBLE EXPENDITURE		491.533,18			
B. 1 Non-eligible expenditure		0,00			
1. Allocations to other provisions		4.531,55			
2. Financial charges ⁶⁵		0,00			
3. Exchange losses ⁶⁶		0,00			
4. Doubtful claims on third parties		0,00			
5. Others (to be specified)		0,00			

¹ Not applicable to political foundations at European level

ANNEX 1

B. TOTAL NON-ELIGIBLE EXPENDITURE		4.531,55	E. REVENUE (to cover non-eligible expenditure)		1855,76
C. TOTAL EXPENDITURE		496.064,73	F. TOTAL REVENUE		621.328,29
			G. profit/loss (F-C)		125.263,56

H. 1 Allocation of own resources to the specific reserve account ¹		
H. Profit/loss for verifying compliance with the no-profit rule (G-H.1) ¹		

New Direction – The Foundation for European Reform: Donations 2010

Arx Studio s.r.o, Venhudova 17, 61400 Brno, Czech Republic	€12.000
DCI Group, 1828 L Street, NW, Suite 400, Washington DC, United States	€3.017
7M Vienna, Tuchlauben 8, 1010 Vienna, Austria	€12.000
ESCE Wirtschafts- und Sozialwissenschaftliche Forschung GmbH, Gröppersgasse 43, 51107 Cologne, Germany	€12.000
T-Mobile Austria GmbH, Rennweg 97-99, 1030 Vienna, Austria	€12.000
Triple A Analytics GmbH, Jaomirgottstr. 3, 1010 Vienna, Austria	€12.000
Stefan Björklund, Vevey, Switzerland	€12.000
Agnieszka Kuczkiewicz, ul. Skarbnika 5, 32-020 Wieliczka, Poland	€2.500
Grzegorz Baran, ul. Wladyslawa Tetmajera 71, 30-102 Krakow, Poland	€2.500
Grzegorz Fugiel, Os. Wysokie 13/47, 30-116 Krakow, Poland	€2.500
Mirosław Saneł, ul. Gersona 16/38, 30-122 Krakow, Poland	€2.500
Total	€85.017