

Report of the independent auditor

with financial statements as of 30 September 2011 of

ASBL European Scout Office, Brussels

To the General Meeting of the members of the international not-for-profit association
ASBL European Scout Office, Brussels

Lancy, 22 June 2012

Report of the independent auditor on the financial statements

As independent auditor and in accordance with your instructions, we have audited the accompanying financial statements of ASBL European Scout Office, Brussels, which comprise the balance sheet, statement of operations and notes for the year 2010/2011 ended 30 September 2011.

Board of Directors' responsibility

The Board of Directors is responsible for the preparation of the financial statements in accordance with the accounting principles as described in the notes to the financial statements. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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, the auditor considers the internal control system relevant to the entity's preparation 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 entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

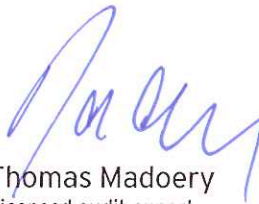
Opinion

In our opinion, the financial statements for the year ended 30 September 2011 have been prepared in accordance with the accounting principles described in the notes.

Ernst & Young Ltd



Laurent Bludzien
Licensed audit expert
(Auditor in charge)



Thomas Madoery
Licensed audit expert

Enclosures

- Financial statements (balance sheet, statement of operations and notes)

ASBL EUROPEAN SCOUT OFFICE, BRUSSELS

BALANCE SHEET AS OF 30 SEPTEMBER 2011

	<u>30.09.2011</u>	<u>30.09.2010</u>
	EUR	EUR
ASSETS		
Current assets		
Cash	85'153	152'856
Accounts receivable	1'077	2'050
Current account - European Regional Office Geneva	48'879	0
Accrued income	21'502	9'597
Prepaid expenses	668	14'326
Total current assets	<u>157'279</u>	<u>178'829</u>
Fixed assets	<u>1'222</u>	<u>2'441</u>
TOTAL ASSETS	<u>158'501</u>	<u>181'270</u>
LIABILITIES AND FUNDS		
Current liabilities		
Accounts payable	6'525	13'160
Current account - Fund for European Scouting	120'673	95'965
Current account - European Regional Office Geneva	0	56'949
Accrued expenses	5'576	6'293
Total current liabilities	<u>132'774</u>	<u>172'367</u>
Restricted funds		
Deferred income for projects	23'173	6'741
Total restricted funds	<u>23'173</u>	<u>6'741</u>
Own funds		
Accumulated result	2'162	419
Surplus for the year	392	1'743
Total own funds	<u>2'554</u>	<u>2'162</u>
TOTAL LIABILITIES AND FUNDS	<u>158'501</u>	<u>181'270</u>

(The accompanying notes are an integral part of the financial statements)

ASBL EUROPEAN SCOUT OFFICE, BRUSSELS

STATEMENT OF OPERATIONS FOR THE YEAR ENDED 30 SEPTEMBER 2011

	<u>2010/2011</u>	<u>2009/2010</u>
	EUR	EUR
INCOME		
Contribution from European Scout Region	168'000	137'000
Grant from the Council of Europe	3'947	16'840
Grant from the European Union	46'370	36'549
Projects income	208'749	63'731
Financial income	414	290
Other operational income	0	708
Total income	<u>427'480</u>	<u>255'118</u>
EXPENDITURE		
Project expenditure	192'094	77'454
Personnel costs	180'618	153'038
Office premises	10'893	10'819
Professional fees	14'675	8'921
General and office expenses	10'186	7'096
Bank charges/exchange loss	571	8'779
Depreciation	1'619	991
Total expenditure	<u>410'656</u>	<u>267'098</u>
OPERATING SURPLUS	<u>16'824</u>	<u>-11'980</u>
Allocation to restricted funds	-208'748	-63'731
Use of restricted funds	192'316	77'454
NET SURPLUS FOR THE YEAR	<u>392</u>	<u>1'743</u>

(The accompanying notes are an integral part of the financial statements)

ASBL EUROPEAN SCOUT OFFICE, BRUSSELS

NOTES TO THE FINANCIAL STATEMENTS AS OF 30 SEPTEMBER 2011

Note 1 - General

The Bureau Européen du Scoutisme ASBL (*Association Sans But Lucratif - European Scout Office*) is a not-for-profit organisation under Belgian law. The ASBL is registered at the Brussels commercial court since 31 March 2005, under the number 0872.864.693.

Note 2 - Summary of significant accounting policies

a) Foreign currency conversion

The financial records of the ASBL are maintained in EUR.

Revenue and expenses in currencies other than the EUR are converted in EUR at the exchange rate prevailing at the beginning of the month of the transaction.

Year-end balances in other currencies are converted at the prevailing rates of exchange at balance sheet date.

b) Income and Expense Recognition

Income and Expenses are recognized on the accrual basis and registered in the period to which they relate.

c) Grants

The amounts received as grants by donors can be regarded as firmly secured only after the complete execution of the controls of the donors. It should be noted however that this is normal for organisations involved in running projects funded by European Institutions.