

The board of Stichting International Legal Alliances  
Hogeweg 16  
2585 JD THE HAGUE

**Financial statements 2012**

The board of Stichting International Legal Alliances  
Hogeweg 16  
2585 JD THE HAGUE

The Hague, 25 oktober 2013

Dear members of the board,

In accordance with your order we have compiled the financial statements 2012 of Stichting International Legal Alliances.  
The balance sheet as per December 31, 2012, the statement of activities for the year then ended, and the explanatory notes are covered in this report.

#### COMPILATION

Compilation report

#### FINANCIAL STATEMENTS

Balance sheet as per December 31, 2012  
Statement of activities for the year ended in December 31, 2012  
Explanatory notes  
Explanatory notes to the balance sheet  
Explanatory notes to the statement of activities

## **Compilation**



## Compilation report

In accordance with your instructions we have compiled the financial statements 2012 of Stichting International Legal Alliances, the Hague, which comprise the balance sheet as at December 31st, 2012, the profit and loss account for the year then ended and the notes.

### *Management's responsibility*

The distinctive feature of a compilation engagement is that we compile financial information based on information provided by management of the foundation. Management is responsible for the accuracy and completeness of the information provided and the financial statements based thereon.

### *Accountant's responsibility*

Our responsibility as accountant is to perform our engagement in accordance with Dutch law, including professional and ethical requirements applying to accountants.

In accordance with the professional standard applicable to compilation engagements, our procedures were limited primarily to gathering, processing, classifying and summarizing financial information. Furthermore we have evaluated the appropriateness of the accounting policies which are used to compile the financial statements, based on the information provided by management. The nature of our procedures do not enable us to express any assurance on the true and fair view of the financial statements.

### *Confirmation*

Based on the information provided to us, we have compiled the financial statements using the accounting policies as included in Part 9 of Book 2 of the Dutch Civil Code.

The Hague, 25 oktober 2013

Leyestaete B.V.

Y. Yegen  
Accountant - Administratieconsulent

## Financial statements

**Balance Sheet after profit appropriation**

as per December 31, 2012 and 2011

	31-12-2012		31-12-2011	
	€	€	€	€
<b>Fixed assets</b>				
Property and equipment		0		2.154
Sum of fixed assets				2.154
<b>Current assets</b>				
Accounts receivable and other current assets	172.667		7.235	
Cash and cash equivalents	183.454		371.824	
Sum of current assets	356.121		379.059	
<b>Current liabilities</b>	88.605		163.046	
<b>Working capital</b>		267.516		216.013
<b>Capital to be financed</b>		267.516		218.167
<b>Long term liabilities</b>		0		0
<b>Reserves</b>		267.516		218.167

**Statement of Activities**  
for the years 2012 and 2011

	2012		2011	
	€	€	€	€
Project related contributions	503.010		595.550	
Services rendered in kind	108.621		136.632	
		611.631		732.182
Operating costs and expenses	453.661		533.014	
Expenditures rendered in kind	108.621		136.632	
		562.282		669.646
<b>Operating income</b>		49.349		62.536
<b>Financial income and expense</b>				
Interest income	0		0	
Interest expense	0		0	
				0
<b>Net addition to reserves</b>		49.349		62.536

## **Explanatory notes**

### **General**

#### ***Activities***

The activities of Foundation International Legal Alliances, having its legal seat at The Hague in the Netherlands primarily consist of attracting donations for the international delivery of legal services to poor people in developing regions.

#### **General accounting principles for the preparation of the financial statements**

The financial statements have been prepared in accordance with general accepted accounting principles.

Valuation of assets and liabilities and determination of the result takes place under the historical cost convention. Unless presented otherwise, the relevant principle for the specific balance sheet item, assets and liabilities are presented at face value. Income and expenses are accounted for on accrual basis. Profit is only included when realized on balance sheet date. Losses originating before the end of the financial year are taken into account if they have become known before preparation of the financial statements.

#### ***Translation of foreign currency***

Receivables, liabilities and obligations denominated in foreign currency are translated at the exchange rates prevailing at balance sheet date. Transactions in foreign currency during the financial year are recognized in the financial statements at the exchange rates prevailing at transaction date. The exchange differences resulting from the translation as of balance sheet date, taking into account possible hedge transactions, are recorded in the profit and loss account.

Foreign group companies and non-consolidated participations outside the Netherlands qualify as carrying on of business operations in a foreign country, with a functional currency different from that of the company. For the translation of the financial statements of these business operations in a foreign country the balance sheet items are translated at the exchange rate at balance sheet date and the profit and loss account items at the average rate. The translation differences that arise are directly deducted from or added to share holders equity.



## **Principles of valuation of assets and liabilities**

### ***Tangible fixed assets***

Tangible fixed assets are presented at cost less accumulated depreciation and, if applicable, less impairments in value. Depreciation is based on the estimated useful life and calculated as a fixed percentage of cost, taking into account any residual value. Depreciation is provided from the date an asset comes into use.

### ***Receivables***

Receivables are included at face value, less any provision for doubtful accounts. These provisions are determined by individual assessment of the receivables. Payments on projects that have been executed without having any contribution but for which contribution is likely are reported on an accrual basis.

### ***Current liabilities***

Current liabilities are included at face value. Project related contributions for which the granting period does not match the annual reporting period are reported on an accrual basis.

### ***Principles for the determination of the result***

Revenues arising from the project related contributions are reported as long as the granting period matches the annual reporting period. Project related contributions received for which the activities have not yet been performed are reported on an accrual basis.

Operating costs arising from project activities are reported at face value and where as the project activities have been performed.

Services rendered in kind consist of contributions received for the execution of services for internal purposes (overhead costs). The contributions for these internal services are identical to the expenditures for these internal purposes.

## Explanatory notes to the balance sheet

### Property and equipment

#### *Other tangible assets*

Book value at January, 1

Investments

Depreciation

Book value at December, 31

	31-12-2012	31-12-2011
	€	€
Book value at January, 1	2.154	5.600
Investments	0	0
Depreciation	-2.154	-3.446
Book value at December, 31	<b>0</b>	<b>2.154</b>

### Accounts receivable and other current assets

Receivable interest from Mees Pierson

Receivable from Kenya

Receivable from EAF

Receivable from TMEA

Prepaid expenses

Kenya work advance

Rwanda work advance

Uganda work advance

	31-12-2012	31-12-2011
	€	€
Receivable interest from Mees Pierson	692	3.099
Receivable from Kenya	16.500	0
Receivable from EAF	100.000	0
Receivable from TMEA	53.540	0
Prepaid expenses	0	963
Kenya work advance	0	1.107
Rwanda work advance	1.935	0
Uganda work advance	0	2.066
	<b>172.667</b>	<b>7.235</b>

### Cash and cash equivalents

Mees Pierson, rek. 25.27.53.208

Mees Pierson USD, rek. 25.22.10.085

Mees Pierson, rek. 25.22.10.085

ABN AMRO, rek. 61.86.89.338

ABN AMRO, rek. 55.67.34.866

ABN AMRO, rek. 49.76.40.759

	31-12-2012	31-12-2011
	€	€
Mees Pierson, rek. 25.27.53.208	150.281	27.238
Mees Pierson USD, rek. 25.22.10.085	0	10.015
Mees Pierson, rek. 25.22.10.085	5.194	10.138
ABN AMRO, rek. 61.86.89.338	0	152.332
ABN AMRO, rek. 55.67.34.866	27.979	0
ABN AMRO, rek. 49.76.40.759	0	172.101
	<b>183.454</b>	<b>371.824</b>

**Current liabilities**

	31-12-2012	31-12-2011
	€	€
Payable honoraria and personnel advancements	228	34.441
Advancements from EAF	49.099	0
Kenya work advance	483	0
Bolivia work advance	8.103	17.356
Peru work advance	0	4.213
Advancements from Bolivia	0	57.877
Other project related advancements	0	38.867
Other current liabilities	30.692	10.292
	<b>88.605</b>	<b>163.046</b>

**Reserves**

	2012	2011
	€	€
Balance at January, 1	218.167	155.631
Addition relating to appropriation of net earnings	49.349	62.536
Balance at December, 31	<b>267.516</b>	<b>218.167</b>

**Explanatory notes to the statement of activities**

	2012	2011
	€	€
FMO	0	439.644
Other donations	24.518	130.539
Donations Achmea	113.779	0
Donations Kenya	55.764	0
Income Adecor	31.098	0
Income TMEA	215.724	0
Interest	4.602	3.364
Car rent	10.442	11.235
Other income	47.083	10.768
	<b>503.010</b>	<b>595.550</b>

	2012	2011
	€	€
<b>Operating costs and expenses</b>		
Programme costs	436.855	497.563
Depreciation	2.154	3.446
General expenses	14.652	8.538
Other costs	0	23.467
	<b>453.661</b>	<b>533.014</b>

### Explanatory notes to the statement of activities per project

#### Project Achmea Foundation (Bolivia)

	2012	2011
	€	€
Donations	113.779	0
Fee	82.194	0
Housing	13.799	0
Office costs	85	0
Bookkeeping and logistic personnel	10.140	0
Telecommunication	1.994	0
Transport & dsa	2.767	0
Car costs	2.800	0
	113.779	0
Donations minus costs	0	0

#### Project Kenya

	2012	2011
	€	€
Income	55.764	0
Fee	25.406	0
Housing	3.348	0
Bookkeeping and logistic personnel	1.509	0
PR	603	0
Office costs	1.830	0
Transport & dsa	11.258	0
General costs	685	0
	44.639	0
Donations minus costs	11.125	0

#### Project Adecor (Rwanda)

	2012	2011
	€	€
Income	31.098	0
Fee	22.006	0
Activity costs	8.461	0
	30.467	0
Donations minus costs	631	0

### Explanatory notes to the statement of activities per project

Project Trademark East Africa(Rwanda and Uganda)	2012	2011
	€	€
Income	215.724	0
Fee	170.358	0
Housing	3.278	0
Office costs	9.086	0
Bookkeeping and logistic personnel	9.681	0
Telecommunication	4.065	0
Transport & dsa	42.717	0
PR	819	0
Car costs	7.641	0
Other cost	325	0
	247.970	0
Donations minus costs	<b>-32.246</b>	<b>0</b>

Overhead	2012	2011
	€	€
Donations	24.518	55.773
Interest	4.602	3.364
Car rent and motor rent	10.442	11.235
Other income	10.576	0
	50.138	70.372
Costs of administration	0	1.257
Costs of office	6.510	5.588
Costs of insurances	896	896
Costs of accommodation and communication	643	717
Other costs	6.603	80
	14.652	8.538
Revenues and donations minus costs	<b>35.486</b>	<b>61.834</b>

**Explanatory notes to the statement of activities per project**

<b>Bolivia</b>	2012	2011
	€	€
Donations	0	116.987
Fee	0	86.483
Housing	0	800
Office costs	0	5.982
Bookkeeping and logistic personnel	0	8.056
Telecommunication	0	6.902
Transport & dsa	0	14.334
General costs	0	473
Car costs	0	4.800
	0	127.030
Donations minus costs	<b>0</b>	<b>- 10.043</b>

<b>Uganda</b>	2012	2011
	€	€
Donations	0	169.147
Fee	0	123.694
Office costs	0	6.425
Communication costs	0	2.527
Transport & dsa	0	23.548
PR	0	276
Accountancy and bookkeeping	0	5.151
Car rent	0	5.500
General costs	0	1.388
	0	168.509
Donations minus costs	<b>0</b>	<b>638</b>

### Explanatory notes to the statement of activities per project

<b>Peru</b>	2012	2011
	€	€
Donations	0	170.375
Fee	0	107.071
Office costs	0	11.013
Administration costs	0	5.200
Transport & dsa	0	17.029
PR	0	1.606
Motor rent	0	935
	0	142.854
Donations minus costs	<b>0</b>	<b>27.521</b>

<b>Kenya</b>	2012	2011
	€	€
Donations	0	54.039
Fee	0	49.987
Transport & dsa	0	4.820
	0	54.807
Donations minus costs	<b>0</b>	<b>-768</b>

<b>Project Vukovar</b>	2012	2011
	€	€
Donations	0	3.862
International staff	0	2.600
Accommodation costs	0	600
Costs of travelling	0	441
Car costs	0	705
Telecommunication	0	17
	0	4.363
Donations minus costs	<b>0</b>	<b>-501</b>



The Hague, 25 oktober 2013

**T.R. Ottervanger (chairman)**

**Appointed as of 01-10-2012**

---

*(signature)*

**P.I.C.A.P. van Nispen tot Sevenaer (director)**

**Appointed as of 25-09-2012**

---

*(signature)*

**A.R.C. van Ramshorst-Crossen (member)**

---

*(signature)*