

**THE INSTITUTE FOR GLOBAL
FINANCIAL INTEGRITY, A.S.B.L.
Association sans but lucratif**

**Comptes annuels au
30 juin 2009**

**THE INSTITUTE FOR GLOBAL FINANCIAL INTEGRITY, A.S.B.L.
Association sans but lucratif
F7942**

**The Institute for Global Financial Integrity,
a.s.b.l.
Association sans but lucratif**

**Annual accounts for the period from
May 12, 2009 (date of incorporation) to
June 30, 2009**

5-7, rue Munster
L-2160 Luxembourg
R.C.S. Luxembourg : F0007942

The Institute for Global Financial Integrity, a.s.b.l.

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To the shareholders of
The Institute for Global Financial Integrity, a.s.b.l.
LUXEMBOURG

REPORT OF THE *COMMISSAIRE*


In accordance with the legal and statutory provisions, we have the honour to report on the execution for the period from May 12, 2009 to June 30, 2009 of the assignment as statutory auditor which you have entrusted to us.

We have carried out our mandate on the basis of article 62 of the law of August 10, 1915, as amended, which does not oblige the statutory auditor to give an opinion on the annual accounts. We therefore have not examined the annual accounts in accordance with International Standards on Auditing or International Standard on Review engagements and accordingly express no opinion thereon.

We have ascertained that the annual accounts as at June 30, 2009, showing a balance sheet total of EUR 22 498 and a profit for the period of EUR 9 058 reflect the accounting books and vouchers which have been submitted to us.

Statutory auditor

Deloitte S.A.



Martin Flaunet
Partner

Luxembourg, November 18, 2010

The Institute for Global Financial Integrity, a.s.b.l.

Balance sheet as at June 30, 2009
Denominated in EUR

	Note(s)	2009
ASSETS		
Current assets		
- other debtors	3	
- becoming due and payable within one year		<u>21 000</u>
		21 000
• cash at bank, cash in postal cheque accounts, cheques and cash in hand		1 498
Total Assets		<u>22 498</u>
LIABILITIES		
Accumulated Funds		
• profit for the financial year		<u>9 058</u>
		9 058
Creditors		
• trade creditors		
- becoming due and payable within one year		4 440
• other creditors	4	
- becoming due and payable within one year		<u>9 000</u>
		13 440
Total Liabilities		<u>22 498</u>

The accompanying notes form an integral part of these annual accounts.

The Institute for Global Financial Integrity, a.s.b.l.**Profit and loss account for the period from May 12, 2009 (date of incorporation) to June 30, 2009**

Denominated in EUR

	Note(s)	From 12/05/09 to 30/06/09
CHARGES		
Other external charges	5	4 442
Staff costs		
• Compensation of executive director		<u>9 000</u>
		9 000
Profit for the financial period		<u>9 058</u>
Total Charges		<u>22 500</u>
INCOME		
Membership dues	6	<u>22 500</u>
Total Income		<u>22 500</u>

The accompanying notes form an integral part of these annual accounts.

The Institute for Global Financial Integrity, a.s.b.l.

Notes to the annual accounts as at June 30, 2009

Note 1 - General information

The Institute for Global Financial Integrity, a.s.b.l. (formerly The Luxembourg Institute for Global Financial Integrity, a.s.b.l.), (hereafter "the Association") was incorporated on May 12, 2009 for an unlimited period under the amended law of April 21, 1928 on non profit organizations and foundations as amended.

The Articles of Incorporation were published in the Memorial C, Recueil Spécial des Sociétés et Associations on May 12, 2009.

On July 13, 2010, the Extraordinary General Meeting of the Members resolved to change the Association's name in The Institute for Global Financial Integrity, a.s.b.l.

The registered office of the Association is established at 5-7, rue Munster, L-2160 Luxembourg.

The Association's financial year starts on July 1st and ends on June 30th of each year. The first financial year after the incorporation ends on June 30, 2009.

The main activity of the Association is to assemble as members all key players engaged in the Global Financial Sector and its related activities in order to serve as a Centre of Excellence and a Forum on the four core areas affected by financial integrity (hereinafter called the "Four Core Areas"), namely:

- regulation, oversight and enforcement of such regulation,
- compliance, governance and social responsibility,
- money laundering,
- funding of terrorism and organized crime.

The Association shall provide also research and advisory services in support of its members, with regard to the Four Core Areas. The Association may carry out any operation which it may deem useful in the accomplishment of its purpose, remaining always however within the limits established by the law of April 21, 1928 as amended.

Note 2 - Summary of significant accounting policies

2.1 Basis of preparation

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements and generally accepted accounting practices.

The Institute for Global Financial Integrity, a.s.b.l.**Notes to the annual accounts as at June 30, 2009****2.2 Significant accounting policies**

The main valuation rules applied by the Association are the following:

2.2.1 Current debtors

Debtors are valued at their nominal value. They are subject to value adjustments where their recovery is compromised. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

2.2.2 Foreign currency translation

Transactions expressed in currencies other than EUR are translated into EUR at the exchange rate effective at the time of the transaction.

Cash at bank is translated at the exchange rate effective at the balance sheet date. Exchange losses and gains are recorded in the profit and loss account of the period.

Other assets and liabilities are translated separately respectively at the lower or at the higher of the value converted at the historic exchange rate or the value determined on the basis of the exchange rates effective at the balance sheet date. The unrealised exchange losses are recorded in the profit and loss account. The realized exchange gains are recorded in the profit and loss account at the moment of their realisation.

Note 3 – Other debtors

The other debtors are composed by the initial and yearly membership dues corresponding to the accounting year 2009.

Note 4 – Other creditors

As at June 30, 2009, the Association booked an accrual corresponding to fees in relation with the services provided by the executive director.

Note 5 – Other external charges

The other charges correspond to the general expenses of the Association and are composed as follows:

	(EUR)
Office supplies	404
Reception and representation expenses	3 593
Internet costs	159
Travel	284
Bank expenses	<u>2</u>
Total	4 442

The Institute for Global Financial Integrity, a.s.b.l.**Notes to the annual accounts as at June 30, 2009****Note 6 – Membership dues**

As at June 30, 2009, the membership dues are composed of initial as well as yearly dues (corresponding to the 2009 accounting year) paid by the members of the Association. The membership dues are composed as follows:

	Initial dues (EUR)	Yearly dues (EUR)
Sandstone S.A. (Charter member) (*)	-	-
Bourse de Luxembourg (Charter member)	10 000	2 000
PricewaterhouseCoopers S.à r.l. (Regular member)	2 500	500
Arendt & Medernach (Regular member)	2 500	500
Mr. Gilbert McNeill (Individual member)	1 250	250
Mr. Yves Wagner (Individual member)	1 250	250
Mr. Patrick Zurstrassen (Individual member)	<u>1 250</u>	<u>250</u>
Total	<u>18 750</u>	<u>3 750</u>

(*) By decision of the board of directors, the contribution fees made by Sandstone S.A. for the set-up funding of the Association, will be allocated for the payment of the current and future dues.

Note 7 – Contribution of services

In addition of the yearly membership dues (see note 6), certain founder-members made significant contributions of services to the Association for the accounting year 2009.