



**INDEPENDENT AUDITOR'S REPORT**

**JESUIT REFUGEE SERVICE - INTERNATIONAL**

**FINANCIAL STATEMENTS AS AT 31 DECEMBER 2012**



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
of Jesuit Refugee Service - International, Rome (JRS)

We have audited the accompanying financial statements of the Jesuit Refugee Service - International, Rome (hereinafter also "JRS") which comprise the balance sheet as at 31 December 2012 and the statements of income and expenses and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management of JRS in accordance with the accounting policies outlined in note 5.2 to the financial statements.

### *Management's responsibility for the financial statements*

Management is responsible for the preparation of these financial statements in accordance with the accounting policies outlined in note 5.2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *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 International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 internal control 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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.

---

### **PricewaterhouseCoopers SpA**

Sede legale e amministrativa: Milano 20149 Via Monte Rosa 91 Tel. 0277851 Fax 027785240 Cap. Soc. Euro 6.812.000,00 i.v., C.F. e P.IVA e Reg. Imp. Milano 12979880155 Iscritta al n° 119644 del Registro dei Revisori Legali - Altri Uffici: **Ancona** 60131 Via Sandro Totti 1 Tel. 0712132311 - **Bari** 70124 Via Don Luigi Guanella 17 Tel. 0805640211 - **Bologna** Zola Predosa 40069 Via Tevere 18 Tel. 0516186211 - **Brescia** 25123 Via Borgo Pietro Wuhler 23 Tel. 0303697501 - **Catania** 95129 Corso Italia 302 Tel. 0957532311 - **Firenze** 50121 Viale Gramsci 15 Tel. 0552482811 - **Genova** 16121 Piazza Dante 7 Tel. 01029041 - **Napoli** 80121 Piazza dei Martiri 58 Tel. 08136181 - **Padova** 35138 Via Vicenza 4 Tel. 049873481 - **Palermo** 90141 Via Marchese Ugo 60 Tel. 091349737 - **Parma** 43100 Viale Tanara 20/A Tel. 0521242848 - **Roma** 00154 Largo Fochetti 29 Tel. 06570251 - **Torino** 10122 Corso Palestro 10 Tel. 011556771 - **Trento** 38122 Via Grazioli 73 Tel. 0461237004 - **Treviso** 31100 Viale Felissent 90 Tel. 0422696911 - **Trieste** 34125 Via Cesare Battisti 18 Tel. 0403480781 - **Udine** 33100 Via Poscolle 43 Tel. 043225789 - **Verona** 37135 Via Francia 21/C Tel. 0458263001



*Opinion*

In our opinion the financial statements of JRS for the year ended 31 December 2012 are prepared, in all material respects, in accordance with the accounting policies outlined in note 5.2 to the financial statements.

*Basis of financial reporting and restriction on distribution and use*

Without modifying our opinion, we draw attention to note 5.2 to the financial statements, which describes the accounting policies adopted by JRS. The financial statements are prepared to comply with these accounting policies defined autonomously by JRS. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for JRS and should not be distributed to or used by any other party.

Rome, 6 May 2013

PricewaterhouseCoopers SpA

A handwritten signature in blue ink, appearing to read 'R. Schübelin', is written over a faint, illegible stamp.

Rodrigue G. Schübelin  
(Partner)

**Financial Statements of  
JRS International, Rome**

**As at and for the year ended  
31 December 2012**



**Jesuit Refugee Service**

**TABLE OF CONTENTS**

	<i>Page No.</i>
<b>1. BALANCE SHEET AS AT 31 DECEMBER 2012 .....</b>	<b>1</b>
<b>2. INCOME &amp; EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2012.....</b>	<b>1</b>
<b>3. CASH FLOW STATEMENT FOR YEAR ENDED 31 DECEMBER 2012.....</b>	<b>1</b>
<b>4. ANALYSIS: MOVEMENTS OF INVESTMENTS FOR YEAR ENDED 31 DECEMBER 2012..</b>	<b>5</b>
<b>5 NOTES TO THE ACCOUNTS .....</b>	<b>6</b>
5.1 EXPLANATION OF JRS INTERNATIONAL ACTIVITIES.....	6
5.2 ACCOUNTING POLICIES .....	7
5.3 BANK BALANCES.....	8
<b>5.4 INVESTMENTS .....</b>	<b>8</b>
5.5 RECEIVABLES .....	9
5.6 PAYABLES .....	9
5.7 PROVISIONS .....	9
5.8 FUNDS .....	10
5.9 COMMENTS ON INCOME & EXPENSE STATEMENT.....	12
5.10 DONATIONS & GRANTS EURO 5,000 AND OVER .....	13
5.11 EXPENDITURE BY PROJECT .....	14

Prepared by :



Corazon Sim  
Finance Officer

Approved by :



Peter Balleis S.J.  
JRS International Director &  
Legal Representative

**DISTRIBUTION:**

JRS International Council

<b>1. Balance Sheet as at 31 December 2012</b>
--

<b>In Euro</b>	<b>Notes</b>	<b>2012</b>	<b>2011</b>
<b>Current Assets</b>			
Cash on hand		4,688	2,882
Bank Balances	5.3	1,239,178	1,837,700
Investments	5.4	10,835,093	9,850,096
Receivables	5.5	437,781	317,394
		<b>12,516,740</b>	<b>12,008,072</b>
<b>Current Liabilities</b>			
Payables	5.6	1,531,635	455,200
<b>Current Net Assets</b>		<b>10,985,105</b>	<b>11,552,872</b>
<b>Long term liabilities</b>			
Provisions: Staff	5.7	53,727	40,961
<b>Net Assets</b>		<b>10,931,378</b>	<b>11,511,911</b>
<b>Financed by :</b>			
JRs International Project Support Fund		2,835,582	4,009,642
Special Funds		1,660,613	1,205,899
Mitchiko Inukai Foundation (MIF) and other Funds		1,125,000	1,176,000
JRS International Capital Fund		5,310,183	5,120,370
	<b>5.8</b>	<b>10,931,378</b>	<b>11,511,911</b>

*The Balance Sheet should be read in conjunction with the notes contained in section 5.*

<b>2. Income &amp; Expenses for the year ended 31 December 2012</b>
---

**In Euro**

<b>Income</b>	<b>Notes</b>	<b>2012</b>	<b>2011</b>
Donations & Grants	<b>5.10</b>	1,480,242	4,958,973
Interest earned on Investments		313,540	138,930
Bank & Other Income		5,612	4,636
Unrealized Investment & Foreign Exchange Gain		338,100	101,495
		<b>2,137,494</b>	<b>5,204,034</b>
<b>Expenses</b>			
Staff		495,834	390,916
Travel		151,155	86,726
Publications		59,512	108,523
Websites & Network Support		121,965	72,345
Office Support		92,281	65,824
Refugee Support		106,898	13,909
Seminars/Meetings		25,929	16,489
Seed Funding		1,465,166	1,224,599
Unrealized Foreign Exchange/Investment Loss		199,286	142,258
	<b>5.11</b>	<b>2,718,026</b>	<b>2,121,589</b>
Total Surplus/(Deficit) for the year		(580,532)	3,082,445

*The Income & Expense statement should be read in conjunction with the notes contained in section 5.*

### 3. Cash Flow Statement for year ended 31 December 2012

#### In Euro

Cash Flow from Operating Activities	2012	2011
Surplus/(Deficit) for the year	(580,532)	3,082,445
Provision for Staff fund	12,766	9,639
Realised gain on disposal of investment	(63,000)	-
Unrealised loss on investment	-	79,306
Unrealised gains on investments	(77,012)	(36,700)
Sub-total	<b>(707,778)</b>	<b>3,134,690</b>
Purchase of investments	(844,985)	(2,254,433)
Payments made from Staff Fund	-	(8,000)
Net Accounts Receivable	(120,388)	15,194
Net Accounts Payable	1,076,435	(146,628)
<b>Net Increase (decrease) in Cash and Cash Equivalent</b>	<b>(596,716)</b>	<b>740,823</b>
Cash and Cash Equivalent at beginning of the year	1,840,582	1,099,759
<b>Cash and Cash Equivalent at Year End</b>	<b>1,243,866</b>	<b>1,840,582</b>

### 4. Analysis: Movements of Investments for year ended 31 December 2012

In Euro	2012	2011
Purchases	844,985	2,254,433
Sales Proceeds on Disposal of Investments	63,000	-
Unrealised gains	77,012	-
Unrealised exchange gains	-	36,700
Unrealised exchange loss	-	(79,306)
<b>Net increase/(decrease)</b>	<b>984,997</b>	<b>2,211,827</b>
Amount of investments at beginning of year	9,850,096	7,638,269
<b>Amount of investments at end of year</b>	<b>10,835,093</b>	<b>9,850,096</b>