

English Translation of the Greek Original

Report of Factual Findings in Connection with Agreed Upon Procedures

To the Board of Directors of the Union
Transparency International Greece

In accordance with the request of the Board of Directors of “Transparency International Greece” (the Union) we have performed the procedures enumerated below with respect to the income and expense statements relating to the 13th International Anti-Corruption Conference, as set out in the attached tables 1 and 2, which was organized, on behalf of the Union, by AC&C (the Company) . Our engagement was undertaken in accordance with the International Standard on Related Services (ISRS 4400) applicable to agreed – upon procedures engagements. The procedures were performed are summarized as follows:

- 1) Ensuring that appropriate supporting documentation exists for the expenses included in the statement prepared by AC & C list, (table 1), in order to verify that the expense was properly recorded and that it related to the conference.
- 2) Ensuring that appropriate supporting documentation exists for income included in the statement prepared by AC & C (table 2).

We report our findings below:

- 1) With respect to item 1 above, from our review of the supporting documents relating to expenses of a total value Euro 2 150 588,87 including VAT, with the statement provided by the Company , table 1, we noted the following:

	Amounts in Euro
Expenses with supporting documentation	1 989 184,07
Company’s remuneration according to a signed agreement	141 527,10
Other expenses	<u>19 877,70</u>
Total Expenses	<u>2 150 588,87</u>

We verified that the expenses with supporting documentation such as invoices, receipts, etc., were properly recorded and that they related to the Conference.

We verified that the remuneration of the Company which organized the Conference was properly recorded and that it was calculated in accordance with the signed agreement between the Company and the Union.

The Other expenses of Euro 19 877,70 include an amount of Euro 8 043,21 that relates to bank commissions for credit card charges of the Conference participants. Considering the volume of credit card transactions and the commission rates agreed between the respective banks and the Company the amount seems to be reasonable. Moreover, the Other expenses

includes an amount of Euro 11 834,49 that concerns VAT for expenses that will be invoiced to Transparency International Greece with a VAT rate 19%.

- 2) With respect to item 2 above, from our review of the supporting documentation for the income of a total value Euro 576 943, 00 including VAT, with the statement provided by the Company ,table 2, we noted the following:

	Amounts in Euro
Income from sponsorships	194 093,00
Income from conference participants	<u>382 850,00</u>
Total income	<u>576 943,00</u>

We ensured that the income from sponsorships agree to both the invoices issued by the Company, and to either the sponsors' decisions for the payments of the sponsorship or the sponsorship contracts.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express any other assurance apart from those specified above.

Had we performed additional procedures or had we performed an audit or review of the financial statements other matters might have come to our attention that would have been reported to you, apart from those specified above.

This report is solely addressed to the Board of Directors of the Union and is for the purpose for your information for the income and expenses of the 13th conference. Therefore this report is not to be used for other purposes, as it only extends to the items specified above.

Athens, 4 March 2009

KPMG Certified Auditors A.E.

Nicolaos Vouniseas
Certified Auditor Accountant
AM SOEL 18701

Table 1

EXPENSES

13th IACC 2008			
A/A	Expense Category	BUDGET INCLUDING VAT	ACTUAL INCLUDING VAT
1	CONGRESS VENUE	271 028,45	261 141,34
2	AUDIOVISUAL EQUIPMENT	185 842,30	185 842,30
3	INTERPRETATION	165 529,00	165 529,00
4	ELECTRONIC EQUIPMENT	102 935,00	102 935,00
5	CONGRESS INSURANCE	11 400,00	11 400,00
6	SIGNAGE	81 336,50	81 296,89
7	CONFERENCE-CONGRESS MATERIALS	165 544,47	165 544,47
8	CATERING ON SITE	238 859,73	233 818,17
9	GALA DINNER CATERING & RENTAL	148 175,50	148 168,77
10	NETWORKING EVENT CATERING	59 976,00	70 980,00
11	SPECIAL ANIMATION NETWORKING EVENT	23 324,00	23 319,60
12	NETWORKING EVENT RENTAL & EXPENSES	5 236,00	5 140,80
13	SOCIAL EVENTS PROGRAM 30-31/10/08	33,915,00	33 915,00
14	SOCIAL EVENTS PROGRAM 01/11/08	88,060,00	88 060,00
15	MASTER OF CEREMONIES	7 000,00	12 586,48
16	FAREWELL EVENT	11 702,00	11 546,74
17	PRE-CONFERENCE MEETING	4 020,00	4 049,50
18	CITY TOURS	5 800,00	5 952,87
19	TRANSFER SERVICES, PUBLIC TRANSPORTATION	48 796,00	54 807,40
20	CLEANING SERVICES FOR SOCIAL EVENTS	5 390,70	3 724,70
21	FURNITURE & EQUIPMENT	80 455,90	76 136,59
22	AIRPORT HOSPITALITY	4 046,00	4 128,07
23	PHOTOGRAPHER	6 366,50	6 366,50
24	COMMEMORATIVE VIDEO	8 568,00	8 568,00
25	CELL PHONES	1 071,00	898,00
26	FLOWER DECORATIONS	2 296,70	2 539,70
27	WATER FOUNTAINS	2 189,60	2 110,44
28	HOSPITALITY EXPENSES, INSPECTION TRIPS	7 058,40	6 464,41
29	TRANSLATIONS - PRESS CLIPPINGS - COURIER	7 659,50	10 844,78
30	SPEAKERS TRAVELLING & ACCOMMODATION EXPENSES	97 200,00	94 624,16
31	PARTICIPATION FUND	150 000,00	76 047,45
32	MINISTERIAL ACCOMMODATION & EXTRA TRANSFERS	6 568,80	13 300,00
33	COMMUNICATION WEBSITE	9 520,00	9 520,00
34	ON SITE STAFF	17 641,50	17 396,94
35	OPERATIONAL SUPPORT-IT SIDE EVENT	0,00	0,00
36	REGISTRATIONS MANAGEMENT-40 EURO PER DELEGATE & 20 EURO PER ACCOMP.PERSON (1500 DEL+100 ACC) - ESTIMATED	50 000,00	77 730,80
37	PROJECT MANAGEMENT	38 080,00	38 080,00
38	SPONSORSHIPS / SALES 10%		16 196,30
39	WEBSITE HOSTING		0,00
40	BANK CHARGES COMMISSION		8 043,21
41	INVOICE VAT		11 834,49
TOTALS		2 152 592,55	2 150 588,87

Table 2

Income

13th IAAC 2008				
INCOME CATEGORIES				
INCOME CATEGORY			AMOUNT	VAT
REGISTRATIONS			382 850,00	
SPONSORSHIP CATEGORIES			160 403,36	30 476,64
ΕΛΛΗΝΙΚΟΣ ΟΡΓΑΝΙΣΜΟΣ ΤΟΥΡΙΣΜΟΥ	Supporter	through AC&C	8 403,36	1 596,64
ΕΘΝΙΚΗ ΤΡΑΠΕΖΑ ΤΗΣ ΕΛΛΑΔΟΣ ΑΕ	Partner	through TI-Greece	25 000,00	4 750,00
ΕΛΛΗΝΙΚΗ ΑΕΡΟΠΟΡΙΚΗ ΒΙΟΜΗΧΑΝΙΑ ΑΕ	Supporter	through TI-Greece	5 000,00	950,00
ΟΤΕ ΑΕ	Supporter	through TI-Greece	5 000,00	950,00
ΔΗΜΟΣΙΑ ΕΠΙΧΕΙΡΗΣΗ ΑΕΡΙΟΥ ΑΕ (ΔΕΠΑ)	PARTNER	through TI-Greece	25 000,00	4 750,00
ΑΓΕΤ ΗΡΑΚΛΗΣ	Supporter	through AC&C	12 000,00	2 280,00
S&B INDUSTRIAL MINERALS SA	Supporter	through TI-Greece	15 000,00	2 850,00
ΕΛΑΪΣ - UNILEVER HELLAS ΑΕ	Supporter	through TI-Greece	10 000,00	1 900,00
LASKARIDIS SHIPPING Co LTD	Supporter	through TI-Greece	5 000,00	950,00
ALAPIS ABEE	Main Partner	through AC&C	50 000,00	9 500,00
EXHIBITION			2 700,00	513,00
			2 700,00	513,00
CONNECTIVE COMMUNICATIONS LTD	Connective Communications LTD	through AC&C	2 700,00	513,00
Total income of Conference			545 953,36	30 989,64
Total (including VAT)			576 943,00	