

Annual Accounts 2014

COLOPHON

Cover: In two exploratory missions to Ukraine PAX was surprised at the many local initiatives of rebuilding this war torn country

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1. Introduction

The 2014 consolidated annual accounts are part of our annual reporting and contain the total and complete set of financial data for the following legal persons:

- Peace Movement PAX Netherlands Foundation
[Stichting Vredesbeweging PAX Nederland , (hereinafter referred to as: PAX)]
- Interchurch Peace Council Foundation
[Stichting Interkerkelijk Vredesberaad, hereinafter referred to as: IKV]
- Peace Movement Pax Christi Netherlands Association
[Vereniging Vredesbeweging Pax Christi Nederland, hereinafter referred to as: Pax Christi]
- Catholic Peace Movement Foundation
[Stichting Katholieke Vredesbeweging , hereinafter referred to as: STIKAV]
- Pax Christi Horn of Africa Trust

Their shared mission is to work with civilians and partners in areas of conflict to protect civilians, to prevent and end armed violence and to build peace with justice. You can find a comprehensive explanation of our mission and goals and a detailed account of the content of our work in our annual report. This report is available free of charge from www.paxforpeace.nl. The 2014 annual report and the annual accounts are available in a digital format primarily for environmental reasons. A printed copy can be obtained on request, also free of charge.

2. Guidelines Used

The 2014 consolidated annual accounts, like the separate annual accounts for the PAX entities, have been drafted consistent with the Council for Annual Reporting (=RJ)'s Directive 650 governing fundraising institutions (hereinafter referred to as RJ 650) which the Council published in January 2011. For other Dutch legal persons, the report was drafted in accordance with RJ 640.

3. Notes on Legal Persons

PAX

The 20th January 2014 the statutory name of IKV Pax Christi 'IKV Pax Christi Collaborative Partnership Foundation' has been changed into 'Peace Movement PAX Netherlands Foundation'.

Since 2007, all peace work done by the Interchurch Peace Council Foundation (IKV) and the Peace Movement Pax Christi Netherlands Association (Pax Christi) has been combined in PAX. PAX carries out all peace programmes; it is also the employer of all staff members. PAX's Board of Directors is appointed in accordance with its articles of association. It consists of a managing director and one director. The Board of Directors must render account to PAX's Supervisory Board for the policy it pursues. PAX's Supervisory Board appoints and dismisses the Board of Directors.

The Board of Directors bases its annual plan and budget on the strategic long-range plan and long-range budget and the new insights and expectations. The annual plan and budget describes objectives, peace programmes, intended results as well as the people deployed and resources used in them. The annual plan and budget are submitted to PAX's Supervisory Board for approval.

Within six months of the end of the financial year, the Board of Directors drafts the annual accounts in accordance with RJ 650. The annual accounts require approval from the Supervisory Board.

Regarding the accountability for the content of the work of the Board of Directors and the Supervisory Board in 2014, we refer you to our annual report, which includes the accountability statement as per

guidelines of the independent Dutch Central Bureau for Fundraising [Centraal Bureau voor de Fondsenwerving, hereinafter referred to as: CBF]

Peace Movement Pax Christi Netherlands Association (Pax Christi) and the Interchurch Peace Council Foundation (IKV)

Pax Christi (established in 1948) and IKV (established in 1966) continue to exist as separate peace organisations with their own identity and distinct characteristics even after they combined their peace work in 2007. They are the *PAX* Foundation's primary commissioning bodies.

IKV's board builds on its ecumenical identity and Pax Christi's Membership Council on its Roman Catholic identity to inspire the work organisation with perspectives on current peace issues and thus to provide a broad orientation for the strategic development of their peace work. IKV and Pax Christi each appoint three members to the *PAX* Supervisory Board.

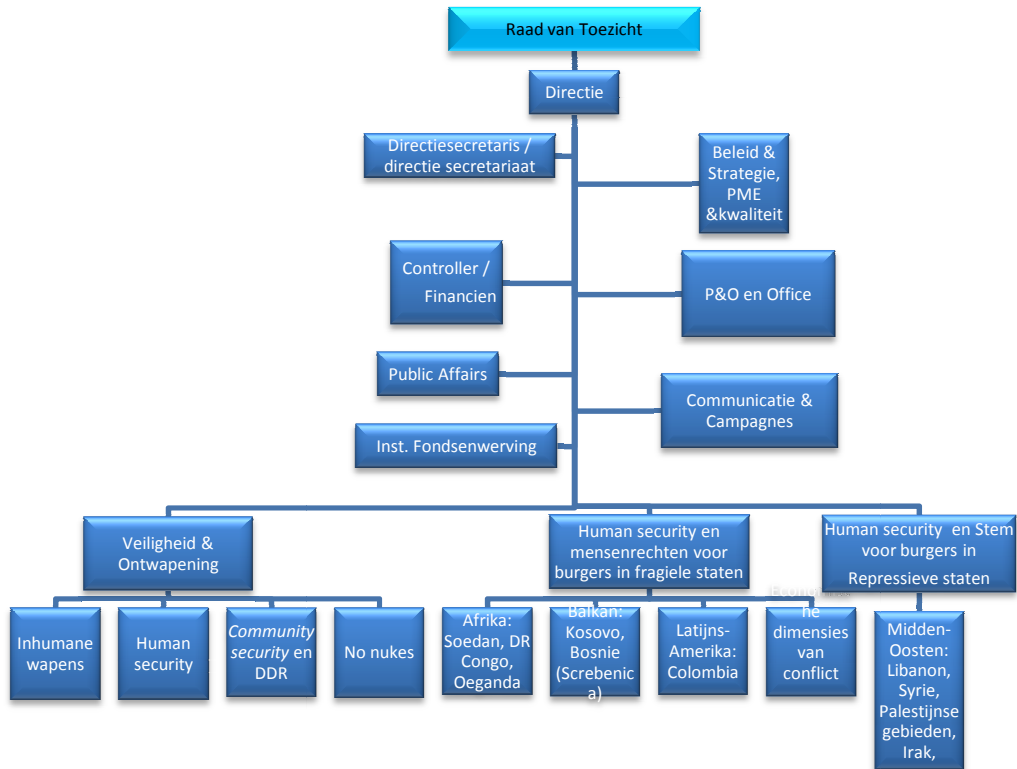
Catholic Peace Movement Foundation (STIKAV)

The Catholic Peace Movement Foundation (STIKAV) manages the property located at Godebaldkwartier 74 in Utrecht, the Netherlands, where *PAX*'s headoffice is housed. For this purpose, the foundation has signed a lease agreement for a symbolic amount with the legal owner of the property, the congregation Sisters of the Eucharist. The lease runs to 2028. One of the provisions in the contract is that STIKAV will be the beneficiary should the property be sold. To underpin consistency in policy and the connection of the various legal persons, the *PAX*'s Board of Directors is the board to STIKAV as well. Pax Christi's Supervisory Board supervises STIKAV's board as well.

Pax Christi Horn of Africa Trust

Pax Christi has established a foundation for its work in the Horn of Africa. The management, organisation and financing of the Pax Christi Horn of Africa Trust, which is based in Kenya, are closely linked to the other legal persons named. As the activities stopped in 2010 there are no annual accounts included anymore in this overview. This entity is a dormant organisation at this moment.

4. Organisation



5. Freedom from Fear Alliance

On 1 January 2011 PAX, Amnesty International Netherlands, Free Press Unlimited and the Global Partnership for the Prevention of Armed Conflict (GPPAC) established the Freedom from Fear Alliance. PAX, Amnesty International Netherlands, Free Press Unlimited and GPPAC are recognised experts in their fields. This alliance is no legal entity. It has set up four programmes, each of which has several subprogrammes. These foster peace, human rights and freedom for civilians and communities in countries that have to contend with dominant security problems. The programmes 1 and 2 will help civilians, communities and civil society organisations in fragile and repressive states to set up programmes aimed at protecting security and human rights and at enlarging democratic space. Programme 3 focuses on campaigns and interventions to promote security and disarmament as well as foreign and defence policies aiming protecting and enhancing the human security of civilians in fragile and repressive states. In programme 4 the first 3 programmes are supported by pleading international networks of civil society organisations to convince international and regional intergovernmental organisations to put conflict prevention first.

The Freedom from Fear Alliance's Programmes		
Programmes	Parties to the Alliance	Subprogrammes
1. Human Security and Human Rights in Fragile States	PAX Amnesty International	Bosnia (Srebrenica) Colombia Democratic Republic of Congo (DRC) Kosovo Uganda Israel/Palestina Serbia* Sudan South Sudan***
2. Human Security and Human Rights in Repressive States	PAX Free Press Unlimited	Armenia**** Azerbaijan**** Georgia**** Iraq Lebanon Morocco** Syria
3. Security and Disarmament	PAX	Nuclear Disarmament Human Security Inhumane Weapons DDR /SSR
4. Networks for Conflict Prevention	GPPAC PAX	Regional Action & Network Strengthening Action Learning Policy & Advocacy Public Outreach

Table 1 The Freedom from Fear Alliance's Programmes and Subprogrammes

* The Serbian subprogramme ended in 2013.

** The Moroccan subprogramme phase out started in 2011 as a result of cutbacks at the Ministry of Foreign Affairs. In 2013 this program financially ended by the closure of an EU financed project.

*** From 2014, the Sudan program's financial reporting is split into a program and a Sudan South Sudan Programme.

**** The PAX activities in Armenia, Azerbaijan and Georgia ended in 2014

The alliance has obtained a grant for the years 2011 through 2015 from the Dutch Ministry of Foreign Affairs under the new co-financing system (MFS II) for 2011 - 2015.

2011 t/m 2015	PAX	Amnesty International	GPPAC	Free Press Unlimited	Total Alliance
Total	30,708	3,532	8,203	2,491	44,934
2014	6,103	703	1,632	502	8,940

Table 2 Amount of MFS II grant to the Freedom from Fear Alliance (amount x € 1000)

PAX is the leading party for the Freedom from Fear Alliance. It bears legal and financial responsibility before the Ministry of Foreign Affairs for all alliance parties in compliance with MFS II grant requirements.

Financial accountability in this annual account 2014 is restricted to the programmes in which PAX participated in 2014.

6. Communities of Change Alliance

PAX also takes part in the Communities of Change Alliance for which Cordaid is the leading party. In it, we carry out a programme dealing with mining, mineral ores and conflict. This alliance, too, is no legal entity.

For this programme, PAX receives the following amounts for the years 2011 through 2015 under the 2011-2015 MFS II system

2011 – 2015 budget	PAX
Total	3,360,000
2014	672.000

Table 3 Amount of MFS II grant to the Communities of Change Alliance (amount x € 1000)

7. Quality of the Administrative Procedures

PAX has imposed stringent requirements on its ability to track and render account for financial resources, all the more because the organisation works with private and public funds.

The process of financial project administration and monitoring was further improved in 2014 by realising a better fit with the primary process and gaining deeper insights and control over the specific project risks. Also the internal financial reporting is in the process of upgrading by creating a more adequate monthly reporting cycle.

Quality systems and quality marks

Dutch Quality Institute (INK) model

PAX uses quality systems as to ensure quality standards in its working process. PAX uses the INK model as a frame of reference for organising its result areas and as an instrument for developing plans and monitoring improvements to and renewal of its organisation.

ISO Quality system

PAX considers INK's quality management system an instrument to enhance our quality, while we use the ISO quality system to measure this quality periodically and to have it verified externally.

PAX is fully ISO-certified (ISO 9001:2008). This means that PAX has a documented quality-management system consisting of quality requirements, specified objectives and standard tasks and procedures. Adopting this ISO norm as standard enables us to guarantee internal process management and improve our ability to monitor our activities fully. Every year there are internal audits, a management assessment and external audits of our procedures, the latter by an authorised certification bureau. In 2012 the external auditor approved our quality system and renewed the ISO-certificate to 2015.

Association of Fundraising Organisations (VFI)

PAX is a member of the Association of Fundraising Organisations (VFI) and complies with all of VFI's codes of conduct, including

- VFI Code of Conduct.
- Good Governance Code. The Dutch Central Fundraising Bureau (CBF) monitors compliance.
- Guidelines for the Reserves of Charitable Organisations
- The Guideline for Remuneration for Directors of Charitable Institutions.
- The ENP-VFI Directive on the Settlement of Estates
- The VFI recommendation on cost allocation management and administration

- Practical guide to responsible asset management

CBF

In addition, *PAX* holds certification from the Dutch Central Bureau for Fundraising (CBF). The Good Governance for Good Causes Code has been a part of this quality mark since 2008. The quality mark means that the Dutch Central Fundraising Bureau periodically and independently checks whether *PAX* meets its criteria and principles regarding:

1. management and supervision
2. procedure
3. fundraising, public information and communication
4. disbursement of resources
5. accountability toward stakeholders.

After its 2012 audit the CBF renewed the CBF-certificate to 2015.

Corporate social responsibility

Building on its mission and objectives, *PAX* pursues corporate social responsibility. For explanatory remarks we refer to our annual public report.

8. Explanation of the Balance

Assets

Assets as of 31 December 2014 had increased compared to 2013 due to advanced and unused payments of funds from various grants. There are more receivables and more cash or cash equivalents.

Cash flow

Picturing the change in balance positions 2013 – 2014 three main positions change in an interrelated way. The reserve position has grown as a consequence of prudent financial management with the prospect of the end of the MFS II contract period, securing unexpected causes of overspending. At the same time *PAX* managed to speed up the settlement of subsidy commitments. These movements have led to a slight improvement of our liquidity position (receivables and cash divided by short term debts, see table 4). In summary our liquidity position reflects mainly the size of our reserves (see next topics) and the position on subsidy commitments. The subsidy commitments consist mainly of obligations *PAX* has to meet towards donors and partners.

The position of cash and cash equivalents is at the disposal of the mission of *PAX* without hindrance.

Liabilities

Short term reserve

The short term reserve contains interest received on MFS II resources and can be used for MFS II objectives.

Continuity and reserves policy

This annual account is indited based upon the assumption of continuity.

PAX complies with the guidelines of the Association of Fundraising Institutions (VFI) for the reserves of charitable organisations, which is part of the CBF regulations. In accordance with the directive, *PAX* used a PricewaterhouseCoopers model in 2010 to analyse its risks for 2011 to 2015 and the continuity reserve that would be desirable to counterbalance those risks. Based on this analysis, the Board of Directors set the desired amount of the continuity reserve in 2010, which was approved by the Supervisory Board at the end of November 2010. No changes were made in 2014.

This decision did not change in 2014, as there were no circumstances that required the risk analysis to be revised. The IKV and Pax Christi are therefore equal guarantors for covering risks up to € 2,320,000, i.e. € 1,160,000 for each partner.

The STIKAV supports Pax Christi's guarantee. The assets that the two legal entities provided for this purpose total € 276,000. The remaining guarantee is covered by the established forced-sale value of the office building under STIKAV management. Under the long-term lease that runs through to 2028, the STIKAV will be the beneficiary of the proceeds of the property should it be sold. The valuation (forced-sale value) was newly indicated in 2012 and fixed, still in excess of Pax Christi's total guarantee. IKV's own assets cover IKV's guarantee.

PAX has few options for building up its own assets because MFS grant conditions forbid it from doing so by MFS funds. In 2014 the continuity reserve increased compared to 2013, but remains still substantially below the maximum norm in the VFI directive. The norm was not achieved in 2014 nor will it be achieved in the coming years. The solvability ratio (reserves divided by total liabilities) evolved as depicted in the table below.

	Benchmarks	Achieved in 2013	Budget 2014	Achieved in 2014	Budget 2015
1	Solvability	59%	59%	75%	75%
2	Liquidity	1,5	1,5	1,7	1,7

Table 4. Consolidated benchmarks for solvability end liquidity

Responsible asset management

IKV, Pax Christi (including its supporting foundations) and PAX owe it to their mission and their social constituency to manage their assets in a socially responsible way. That means that, in addition to financial criteria, non-financial and ethical criteria play an important role in the choices we make when it comes to managing our financial resources.

Responsible asset management entails the following for us:

1. *Practice what you preach:* PAX applies the same principles to its own investments as the principles it urges companies to adopt.
In 2014, PAX continued to play a role in fostering corporate social responsibility. This included applying the Voluntary Principles on Security and Human Rights and making public, investments by banks and institutional investors in the weapons industry and arms trade, especially investments in inhumane weapons (cluster munitions), nuclear weapons and illegal trade in arms (arms control). In a similar vein, a special Foundation on Voluntary Principles has been set up, in which PAX, its corporate partners and the Dutch government all take part. Our participation in the Fair Banking Guide (Eerlijke Bankwijzer) reinforces our collaboration with Oxfam Novib, Amnesty International, Milieudefensie [=Friends of the Earth Netherlands], Dierenbescherming and FNV Mondiaal [=part of the FNV trade union confederation]. This guide encourages banks to adopt socially responsible business practices.
2. Within these ethical norms, our partnership's basic principle for asset management and investment is to maintain the value of the principle at the highest possible yield. PAX has opted for very risk-averse asset management. It does not invest in shares or bonds, listed or unlisted. In view of the instability of the Dutch banking sector, PAX decided to minimise risks (e.g. from banks) by spreading its assets over accounts with more diverse banks. Moreover PAX doesn't apply any kind of financial instrument with a high risk profile. This minimisation of risks influenced the total amount of interest.
3. In line with our responsibility to minimise risk we monitor our risks in a systematic way. Our conception of the most important risks is:
 - Strategic risk; strategic partnership, balanced portfolio

- Coverage of funding ambitions in relation to intended expenditures
- Control of cumulating funding shortfalls 2016 and beyond; 'bills on the future'
- Funding; realistic expectations and focus on results

Short-term debts

The spending on programmes gained more momentum, so that in spite of increasing income, the subsidy commitments have diminished in some degree.

9. Explanation of the Statement of Income and Expenditure

Income: available for objectives

The strategic long-range plan for 2011-2015 contains the following assumptions regarding fundraising:

- income from private and institutional fundraising will grow at an average rate of 10% per year for the next five years
- cost of private fundraising will not exceed 25% of the proceeds from private fundraising
- dependence on a single source (MFS) will preferably be kept below 50% and will certainly not exceed 75%. Our aim is to have at least 5 sources of income, each providing at least 10% of our income.

The total income achieved for 2014 is € 15,216,180, which is € 1,573,320 more than 2013. If we exclude the amounts relating to our Freedom from Fear Alliance partners, the income achieved in 2014 is € 12,385,969.

The total of programme activities financed by Dutch government funds increased by € 1,476,639.

Private and other institutional income increased by € 99,353.

Fundraising

Private fundraising

By private fundraising we mean income from individual members of the general public, e.g. in the form of membership fees, donations or legacies.

Consolidating the amount of this income requires increasingly more effort. The amount can remain stable by specially focusing on target groups. Specific effort continues to be put into integrating these fundraising efforts into our increased campaigning effort.

Total income from private sector fundraising comes from:

- occasional donations
- regular donations/contributions
- collections
- sales of materials for peace work activities
- legacies.

The Peace Week [Vredesweek] collection shows a decrease. Contributions and donations show a moderate decrease, whilst legacies show increase. Whilst PAX is implementing a legacies strategy since a number of years, revenues vary substantially from year to year and investments should be evaluated over a longer time period.

The total amount of private fundraising in 2014 was € 742,172. We exceeded the budgeted target of € 650,000 and the income in 2013. For 2015, we have budgeted this cautiously at the same level as 2014 at € 650,000.

Institutional fundraising

The original target was to achieve a 10% increase in spending on institutional funding each year from 2011. Spending on institutional fundraising in 2014 remained slightly below this target just about 9% compared to 2013 regarding other than Dutch Government funding and showed a strong growth of about 130% regarding Dutch Government funding. The reinforcement from 2011 continued into 2014. We have enlarged our personnel formation for institutional fundraising just about 50%. We strengthened relations with existing major institutional donors, successfully approached new funds from within the Netherlands and abroad and submitted a greater number of proposals to institutional funds for peace activities.

Ministry of Foreign Affairs Grants

As indicated above, the strategic long-term plan contains certain benchmarks in order to monitor the achievement of our strategic ambitions. Diversification of funds is a key ambition, as is partially reflected in the comparison table below.

	Benchmarks	Achieved in 2013	Budget 2014	Achieved in 2014	Budget 2015
1	MFS II Subsidy	65%	57%	60%	53%
2	Non MFA contribution	26%	25%	23%	26%

Table 5. Consolidated benchmarks for income diversification

When calculating the benchmarks, the MFS II contribution is treated as a percentage of total income. To ensure the integrity of the figures and their comparability with those of preceding years, in our calculations we used the portion of the MFS II grant that PAX managed and used for its own activities, i.e. apart from the MFS II grant disbursed by the parties to the alliance. Funding that was received from the Ministry indirectly is not included in the calculation: neither in the “other contribution” part, nor in the MFS subsidy itself. In absolute figures, compared to 2013 PAX used a comparable amount of MFS II funds in 2014. The total amount used for activities was higher than in 2013. This means we used a higher percentage other funding compared to last year.

For reasons that are inherent to the grant, the MFS II amounts in the annual accounts include the share for which PAX is responsible as the leading alliance party. This comes to € 2,830,211, which has therefore been excluded when calculating this percentage. This applies to both income and expenditures.

NB. Benchmark 1:

The MFS II grant represents 60% of total expenditures. That means that MFS II funds finance 60% of PAX's activities. This percentage includes funds received through the Communities of Change Alliance (7% CoC, 53% FfF).

NB. Benchmark 2:

This percentage represents the Non Ministry of Foreign Affairs share in total income. This private input represents funds that do not come directly (MFS II) or indirectly from the Dutch Ministry of Foreign Affairs.

Over 2014, this part for PAX came to 23%. This is 2% lower than was projected for 2014.

This can be explained by various factors influencing this benchmark:

1. In 2011 there was a serious delay in starting up programmes funded by MFS II. Comparatively more was spent in 2012 (half a million), slightly more in 2013 (0,2 mln) and unchanged in 2014, which creates an downward tendency on the percentage.

2. In addition to some new institutional donors, *PAX* identified many funding opportunities from different funds from MFS II, and indirect funds from the Dutch Ministry of Foreign Affairs. This reduces our dependence on MFS II and supports *PAX*'s strategic position. It does not reduce the relative dependence on Dutch Governmental funds. Based on strategic considerations, however, the first of these was considered to be more important.

In 2014, *PAX* has spend a total of € 2,369,328 on non-MFS II funds from the Dutch Government, which was € 1.339.334 more than in 2013. This contribution will grow to about € 2,800,000 budgeted in 2015.

PAX will continue to invest in maintaining present donors and explore new sources of income. At the same time, we will continue our efforts on our strategic positioning. This is expected to have a similar influence on the benchmarks for 2015.

Income from third parties

Following a proposal that we presented to the National Postcode Lottery (NPL) in 2011, the NPL invited us to become a beneficiary for a period of five years. In 2014, we were awarded a yearly € 500,000 grant.

Interest

In 2014, *PAX* received € 65,685 in interest on liquid assets. € 25,900 of this interest was received on MFS II resources. As is required by the conditions of the grant, this interest was retained in a special-purpose fund. The remaining interest is available for different purposes, as donors increasingly insist that interest received on advanced grants should be used for the respective specific project. An interest result of € 39,785 will be available through our own resources for our objective.

Expenditure

Activities phased out

In 2013 after an organisation-wide midterm-review of its programmes, *PAX* decided to phase out its intervention in the Caucasus region (Armenia, Azerbeidzjan, Georgia) altogether. Despite the merits and results achieved by the Caucasus programme, it was felt that insufficient perspective of foreseeable conflict-transformation impact did exist, given both the political deadlock and our limited resources. Our programmatic withdrawal took place in the course of 2014. The Dutch Ministry of Foreign Affairs has given permission to invest the financial resources that came available, in activities that will have a greater impact on conflict resolution.

Activities started up

From the beginning of 2014, *PAX* has closely been following as events unfolded in Ukraine.

Whilst the MFS II grant runs until 2015, the Dutch Government is issuing more and more tenders for specific fields of intervention, closely linked to actual contextual developments. *PAX* appears well positioned to respond to these tenders, as underpinned by the awarding of the Strategic Partnership with the Ministry of Foreign Affairs for the years 2016 - 2020. Nevertheless, combining and integrating our long-term strategy with the shorter-term dynamic of tenders presents a challenge.

Spending on our objectives

In this section we will explain the expenditures that *PAX* has made for the activities that it manages.

Table 7 shows *PAX*'s spending on each sub-programme in comparison with its 2014 budget. Table 6 provides a brief explanation of these figures for each sub-programme where relevant. In comparison to

2013 spending in 2014 rose with €1,6 mln from € 8,5 mln to € 10,1 mln. However the ambition of the budget of € 10,6 mln was underspend with € 0,5 mln.

To see a more extensive elaboration on the results, please consult our Public Report.

Programmes	Sub-programmes	Performance	Explanation
1. Human Security and Human Rights in Fragile States	Bosnia (Srebrenica)	Slightly over budget	New project start up faster than expected
	Colombia	Slightly under budget	Intense attention spend on 'Darkside of Coal' campaign
	DR Congo	Under budget	Limitations in implementing capacity partner network
	Kosovo	Over budget	Programme was evaluated in 2014; with lower scope anticipated in budget. Evaluation resulted in continuation of the programme on 50% level in 2014 and budget 2015.
	Uganda	Under budget	Funding was a constraint in 2014. Also attention was shifted to other borderlands. In 2015 new strategic investments are planned for.
	Sudan	Slightly under budget	
	South Sudan	Over budget	Due to contextual developments activities were intensified
2. Human Security and Human Rights in Repressive States	Iraq	Under budget	The violent context continues to pose challenges in programme implementation.
	Lebanon	Slightly over budget	Spill over of Syria conflict requires additional attention on Lebanon.
	Syria	On budget	One project was terminated prematurely due to the increase in violence. Other programme elements were challenging but could still be achieved.
	Palestina	Under budget	Increase in violence was constraint to programme implementation.
3. Security and Disarmament	Nuclear Disarmament *	Slightly under budget	
	Inhumane Weapons	Under budget	Expectations funding were not met
	Human Security, DDR/SSR ***	Under budget	Implementation strategic investments delayed
4. Networks for Conflict Prevention	Regional Action & Network Strengthening:	Over budget	Due to reallocation
	Action Learning:		
	Policy & Advocacy		
	Public Outreach		

Table 6. Explanation of Sub-programmes

Programme expenditures	2012	2013	2014	2014	2015
Sub programmes	Final spend	Final spend	Budget	Final spend	Budget
Srebrenica *	162	173	223	260	261
Colombia	595	828	1.012	962	729
DR Congo	721	510	812	688	964
Kosovo	338	420	84	209	200
Uganda	231	184	419	178	1.102
Sudan / South Sudan **	1.063	1.319	75	59	0
South Sudan **			1.531	2.314	2.121
Armenia	106	184	8	0	0
Azerbaijan	108	117	8	0	0
Georgia	201	245	33	19	0
Iraq	499	466	1.206	893	1.427
Lebanon	107	294	252	291	338
Syria	418	791	1.207	1.237	568
Palestinian Territories	349	116	474	298	529
Nuclear Disarmament *	321	432	150	130	150
Inhumane Weapons	790	662	1.111	773	1.319
Human Security ***	346	299	767	460	809
DDR/SSR	212	167			
Network-strengthening	134	646	408	566	281
Freedom from Fear Alliance	6.701	7.853	9.779	9.336	10.799
Communities of Change Alliance	675	674	800	775	849
Total PAX programmes	7.376	8.527	10.579	10.111	11.648

Table 7. Programme Expenditures

* Concerns Adessium funding

**Since 2014 South-Sudan's financial reporting is split from the Sudan programme

***Since 2014 the sub programmes of Human Security and DDR/SSR are integrated

Management and administration

PAX uses benchmarks to achieve efficient and cost-effective management and administration. The target figures set out in our long-range estimate are reviewed in the light of actual developments before being fixed in our annual budget. Over the course of the year, periodical management reports paint a picture that team leaders can use to render account to the Board of Directors and that the Board of Directors can use to render account to the Supervisory Board.

Benchmarks are listed in the following table, and an explanation of each one is given in the text that follows. Calculations are based on the consolidated figures.

Efficiency benchmarks		Final result 2013	Budget 2014	Final result 2014	Budget 2015
1	Costs of fundraising	17,5%	25%	20%	22%
2	Costs of Management & Administration	7%	6%	5%	6%
3	Spent on objectives	89%	91%	92%	92%

Table 8. Efficiency Benchmarks

NB. Benchmark 1:

The costs of private fundraising as a percentage of the yield of private fundraising. The CBF maximum averages at 25% over 3 years. PAX remains within the set conditions.

The calculation of the 2013 percentage was negatively influenced by a change in allocation method. As was announced in the financial account of 2013 the method of cost allocation and the resulting figure 2013 have been reset in consistency with former years.

NB. Benchmark 2:

Management and administration costs as a percentage of total outlay, including the cost inherent to being the leading party, are 5% and therefore fairly below the target of the 6% budgeted.

NB. Benchmark 3:

Expenditure on objectives as percentage of total expenditure (excluding exceptional expenses). This index shows how much income is spent directly on activities to reach our objectives. 92% is just above the target of 91%.

Pay and Salaries

The members of the Supervisory Board, IKV's Board and Pax Christi's Membership Council are all volunteers. They receive no salary or attendance fees. Travel expenses are repaid for the costs incurred.

The Supervisory Board sets the remuneration for members of the Board of Directors. It also gives each member of the Board of Directors an annual performance interview. The salaries of members of the Board of Directors, like the salaries of the Management Team and all other staff members fall well below the maximum pay for Board Members according to the VFI recommendation for remuneration for directors of charitable institutions. And they therefore also fall well below the level of pay scale 19 set in the Civil Servants' Pay Decree (BBRA). For the implementation of the 'Wet normering bezoldiging topfunctionarissen in de (semi)publieke sector (WNT)' PAX has complied with the 'Beleidsregel toepassing WNT' and used this policy as a frame in the preparation of the financial accounts.

For an itemisation of Board Members' salaries and remuneration for the Supervisory Board consistent with the VFI, please consult the relevant section in our annual accounts.

10. Financial Result

The consolidated result for 2014 is € 451.008 This has the following provenance:

- Interest on MFS II awards (interest over 2014) that, according to grant conditions, is stored in a special purpose reserve to be used for MFS II objectives. This is nearly € 26,000.
- The rest of the positive result comes from our own funds (€ 425,000) and will be added to the continuity reserve. The majority of these funds has been allocated to activities in 2015.

11. Expectations for the future

Have expectations 2014 been met?

The launching of our new name, *PAX*, became the success we trusted it to be and creates an even stronger civil base for our mission and core values.

The Future Search conference we performed in 2013, as the start to formulating our 2016 till 2020 strategy, indeed resulted in a strategic framework for that period, which is already guiding our efforts in programming and positioning over the coming years.

As expected the Dutch government submitted a more general call for Strategic Partnerships for the years to follow. The final number of partners were indeed limited to 25 and not restricted to Dutch applicants. As the overall budget expectedly decreased substantially, the confidence and positioning to apply for such partnership by *PAX* resulted in an A classification and even substantial growth of funding over the period 2016 till 2020.

Expectations from 2014

In 2014, *PAX* was confronted with many challenges to its peace mission. Conflicts re-erupted in South Sudan and Iraq, war continued to rage in Syria and the fighting in Ukraine brought war to Europe's doorstep. Jihadism meanwhile showed to no longer be a foreign issue but became a serious concern in the Netherlands as well. This underlines the relevance of our proposition for the years to come.

In this context *PAX* and its partners have nevertheless shown to be able to be relevant actors in many conflict countries, the Netherlands and on many themes. Our 'Blood coal' campaign is an excellent example of the impact *PAX* can have when combining its regional and thematic expertise in a public campaign.

Expectations for the Future

In 2014 we formulated a strategic framework 2016 till 2020, which will be guiding our efforts in programming and positioning over the coming years. The Dutch government submitted a general call for Strategic Partnerships for the years to follow. Spring 2015, *PAX* was selected to be one of the 25 strategic partners and qualified amongst the top four applicants. The Dutch government has reserved a substantially larger grant for *PAX* for the coming five years, which we see as recognition of the relevance and quality of the work we do together with our alliance partner Amnesty International and our partners in conflict affected countries. This as well is a re-assurance for the continuity of our peace work and organisation and will be an asset in our efforts to seek funding from other private and institutional donors. Diversification of funds will continue to be a strategic priority in 2015 and the years after, to broaden the support base for our mission and programmes and to strengthen our contribution to and impact on a more peaceful and secure life of those living in conflict. And that will be our focus as well in 2015, as we finalise our present strategic plan period and work on realizing our present commitments for peace.

Based on this financing perspective we will invest in both strengthening our implementing capacity and quality as well in programme innovation to strengthen our inventions and relevance. For these investments to have a sustainable impact, we will apply a carefully planned development approach. We will invest in our cooperation with our partners in conflict context and our connection with society. Through training we will invest in the quality of our existing personal, to strengthen their expertise and capabilities towards excellent performance. To underpin the expansion of our activities, we will recruit additional staff both in the field of programming as well as organisational support. Updating work processes and systems will be focussed on facilitating accountability, confidentiality, transparency,

multidisciplinary cooperation and efficiency. Investments in housing and ICT will be required to support these efforts.

Research and innovation will focus on new methodologies of context monitoring and analyses, as well as interventions appropriate to the rapid changes in conflict context and both public and political dynamics.

Being highly aware of the vulnerability of the contexts we work in as well as the dependency on political and public priorities and support, we are confident that with our focus on strategic agility, quality of our performance and innovation we will be well positioned to contribute to a more peaceful global society.

**Consolidated
Financial Statements 2014
Stichting Vredesbeweging Pax Nederland**

BALANCE SHEET

(after appropriation of result)

		31 December 2014	31 December 2013
		€	€
ASSETS			
Intangible fixed assets	1	118.068	147.854
Tangible fixed assets	2	103.440	163.124
Financial fixed assets	3	27.291	26.879
Receivables	4	1.001.692	860.981
Cash and Cash Equivalents	5	5.162.933	4.943.822
		<u>6.413.424</u>	<u>6.142.660</u>

BALANCE SHEET

(after appropriation of result)

		31 December 2014	31 December 2013
		€	€
LIABILITIES			
Reserves and funds			
Continuity reserve	6	2.616.200	2.191.090
Short term reserve	7	112.267	94.805
Provisions	8	40.000	-
Short-term debts			
Subsidy commitments	9	2.578.488	2.903.806
Other accounts payable	10	389.044	276.182
Other liabilities	11	677.425	676.777
		<u>3.644.957</u>	<u>3.856.765</u>
		<u><u>6.413.424</u></u>	<u><u>6.142.660</u></u>

STATEMENT OF INCOME AND EXPENDITURE

		Actual	Budget	Actual
		2014	2014	2013
		€	€	€
INCOME				
Private fundraising	12	742.172	650.000	767.969
Grants from Institutional Donors	13	1.551.493	1.931.233	1.426.343
Income from third parties	14	500.000	500.000	500.000
Grants from Dutch government	15	9.500.720	9.343.961	8.024.082
Grants from Dutch government alliance parties		2.830.211	2.830.211	2.830.210
Interest and investment income	16	65.684	15.000	56.326
Other income	17	25.900	500	37.930
Total income		15.216.180	15.270.905	13.642.860
EXPENSES				
Spent on behalf of the objective				
	18			
Human Security and Human Rights in Fragile States		5.508.725	5.430.251	4.223.414
Human Security and a voice in Repressive States		2.777.132	2.712.364	2.096.755
Security & Disarmament		1.258.549	2.028.632	1.559.923
Networks for conflict prevention and Peace Building		565.642	407.496	646.391
Networks for peace building		213.725	103.200	373.401
Partners in Masterpeace project		250.000	250.000	250.000
Strengthening Civil Society		128.399	112.533	184.257
The Freedom from Fear Alliance parties MFS II liabilities		2.830.211	2.850.000	2.830.210
		13.532.383	13.894.476	12.164.351
Acquisition costs				
Cost of private fundraising	19	146.772	181.162	205.445
Cost of institutional donor fundraising		320.236	209.937	275.227
		467.008	391.099	480.672
Management and administration				
Cost of management and administration	20	765.781	973.130	961.805
Total Expenditures		14.765.172	15.258.705	13.606.828
Result		451.008	12.200	36.032
Appropriation of Result				
Continuity reserve		425.108		
Short term reserve		25.900		
		451.008		

Cash flow Statement

		<u>2014</u>	<u>2013</u>
		€	€
Year End Result		451.008	36.032
Adjusted for			
Depreciations	1,2	142.295	131.341
Changes in provisions	8	40.000	160.000-
Interest on Income and expenditure	16	9.359	32.003-
Changes in Working Capital		<u>360.957-</u>	<u>836.340</u>
Cash flow from operating activities		281.705	811.710
Interest received	16	<u>9.357-</u>	<u>32.003</u>
Cash Flow from primary activities		9.357-	32.003
Investment /disinvestment in intangible fixed assets	1	44.220-	21.119
Investment/disinvestment in tangible fixed assets	2	8.605-	78.830-
Investment/disinvestment in financial fixed assets	3	<u>412-</u>	<u>409-</u>
Cash flow from investing activities		53.237-	58.120-
repayment of borrowings/take-up of long term debt		<u>-</u>	<u>-</u>
Cash flow from financing activities		-	-
Changes in Cash and Cash Equivalents	5	<u><u>219.111</u></u>	<u><u>785.593</u></u>

Notes to the 2014 Financial Statements

General

Peace Movement PAX Netherlands Foundation (hereinafter referred to as: PAX) is located in Utrecht, Godebaldkwartier 74. See also page 4 chapter 3 'Notes on Legal Persons'.

Reporting Period

The statements are based on a reporting period of one year. The fiscal year coincides with the calendar year.

Reporting Directive for Fundraising Institutions

The 2014 Financial Statements have been prepared in accordance with Guideline RJ650 for Fundraising Organisations (revised in 2011) and the Ministry of Foreign Affairs co-financing system II regulations (of Ministry of Foreign Affairs MFSII regulations).

These guidelines provide the public with clear criteria for assessing fundraising cost ratios, expenditure of funds and whether these funds have been spent on the goals for which they were intended. Compliance with these reporting guidelines is an important precondition for a charity organisation to obtain and retain the seal of approval from the Central Bureau of Fundraising of the Netherlands (CBF). The following consolidated financial statements have been prepared from the accounting records of PAX and in accordance with the organisation's accounting policies.

The consolidated annual report contains the following entities:

- Stichting Vredesbeweging Pax Nederland (PAX)
- Stichting Interkerkelijk Vredesberaad (IKV);
- Vereniging Vredesbeweging Pax Christi Nederland (Pax Christi);
- Stichting Katholieke Vredesbeweging (Stikav);

The consolidation is based on the full consolidation method.

The cash flow statement is prepared using the indirect method

Principles for the Valuation of Assets, Liabilities and Financial Results

General

The principles applied in evaluating assets and liabilities and determining financial results are based on nominal value. Revenues and expenses are matched to the period in which they occurred (according to the matching principle). Revenues from legacy are recorded in the year that their size can be reliably established.

Principles for the Translation of Foreign Currencies

The currency used throughout this report is the Euro (€).

Transactions denominated in foreign currency are translated into the relevant functional currency of the group companies at the exchange rate applying on the transaction date. Monetary assets and liabilities denominated in foreign currency are translated at the balance sheet date into to the functional currency at the exchange rate applying on that date. Non-monetary assets and liabilities in foreign currency that are stated at historical cost are translated into euro's at the applicable exchange rates applying on the transaction date. Translation gains and losses are taken to the profit and loss account as expenditure.

Intangible Fixed Assets

Intangible fixed assets (software) are valued at purchase price. Amortization is calculated according to the straight-line method in 5 years.

Tangible Fixed Assets

Tangible fixed assets are valued at acquisition price minus depreciation using their estimated economic life time. Any residual value is taken into account.

The annual depreciation is set as basis for the following structure:

- IT equipment: First year 40%, second year 30%, third year 20%, fourth year 10%

- IT software: According to the straight-line method in 5 years
- Furniture and other equipment: According to the straight-line method in 5 years
- System for membership records: According to the straight-line method in 5 years
- Refurbishing costs: According to the straight-line method in 10 years

Assets with a long life should be tested for impairment in the case of changes or circumstances arising that lead to an indication that the carrying amount of the asset will not be recovered. The recoverability of assets in use is determined by comparing the carrying amount of an asset with the estimated present value of the future net cash flows which the asset is expected to generate.

If the carrying amount of an asset exceeds the estimated present value of the future cash flows, impairment is charged to the difference between the carrying amount and the recoverable amount.

Financial Fixed Assets

Financial fixed assets relate to certificates of Oikocredit shares which are valued at their nominal value. Every year dividend less management fee is added in certificates.

Financial Instruments

Financial Instruments include receivables, cash and cash equivalents, cash and accounts receivables, current liabilities and other liabilities. Financial instruments are initially recognised at fair value. After initial recognition the financial instruments are measured at amortised costs on the basis of the effective interest method. The amortised costs equals the fair value. The fair value is based on the estimated present value of the future net cash flows. Purchased loans and other receivables are measured at amortised costs on the basis of the effective interest method, less impairment losses. Financial commitments that are not held for trading are carried at amortised cost on the basis of the effective interest rate method.

Continuity reserve

The PAX policy on continuity reserve meets the requirements of the CBF. See also page 8 chapter 7 'Explanation of the Balance'.

Short term reserve

The purpose of the short term reserve is determined by the Board.

Short term reserves are resources provided for fixed purposes as specified by a third party.

Provisions

Provisions should be valued at the nominal value of the expenses expected to be incurred in settling the liabilities and losses.

A provision is recognised if the following applies:

- the company has a legal or constructive obligation, arising from a past event; and
- the amount can be estimated reliably; and
- it is probable that an outflow of economic benefits will be required to settle the obligation

Long Term Debts and Current Liabilities

The valuation of the long-term debts and current liabilities are described under the paragraph financial instruments.

Commitments for which the grants are announced in the book year are fully recorded in that year.

Balance positions for current projects consist of grants yet to be received and costs yet to be paid for these projects.

Donations and subsidies

In 2006, IKV foundation's ruling body and Pax Christi's Membership Council decided to book the two organisation's income from individuals and institutional funding as the partnership's income. This is done after deducting the resources that the two entities require for their own activities and organisational expenses.

Legacies left specifically to IKV or Pax Christi are not included here, nor are results from previous financial years. IKV and Pax Christi contract out the implementation of their programmes and services to PAX.

Income from private fundraising

Income from own fundraising involves contributions, donations, collections, legacies and the sale of materials. Income from contributions, donations, collections and sales of materials are accounted for in the year in which they are received/in which the materials are sold. Exceptions are written undertakings that have been received before year-end as these can be accounted for in the current year. Legacies are recognized based on a statement received from the executor in the year in which the amount can be determined reliably. The valuation of legacies with property is done based on the most recent correspondence and receipts are included up to the preparation of financial statements. The valuation is done prudently. We work closely together with Centrum Nalatenschappen, who check and archive the documents and calculations.

Income from institutional donors including Dutch Government

Grants and subsidies are recognised in the statement of income and expenditure in the year in which the subsidized expenditures were incurred. The grants are recognised where it is probable that they will be received and PAX will comply with all attached conditions.

Income from third-party campaigns

Income from third-parties is accounted as such when PAX carries no risk in the fundraising campaign. The income from third-parties is recognized in the year in which the income is received or pledged.

Interest income and income from investments

The line item interest income and income from investments contains the (gross) interest, dividends and realized and unrealized exchange income. Interest income and expense are recognized time proportionally. Interest income is recognized as investment income.

Costs

The organisational expenses are allocated on the basis of actual cost of the number of hours really worked.

- a. Objectives
- b. Cost of fundraising
- c. Management and administration costs

These are specified in the table explaining expense distribution.

Salary top officials

For the implementation of the standards Law remuneration of executives in the (semi) public sector (in Dutch WNT) the institution has complied with the Policy and the application WNT as frame in the preparation of these financial accounts. The WNT Adjustment Act, which is part of this standard framework, adopted by the Senate under ministerial Decree No. 6629 according Staatscourant of March 6, 2014.

Pensions

Pensions are part of the employee benefit. The main principle is that the pension charge to be recognised for the reporting period should be equal to the pension contributions payable to the pension fund over the period. Insofar as the payable contributions have not yet been paid as at balance sheet date, a liability is recognised. If the contributions already paid exceed the payable contributions as at balance sheet date, a receivable is recognised to account for any repayment by the fund or settlement with contributions payable in future.

The pension scheme is financed externally at sector pension Zorg en Welzijn. The coverage of the sector pension as per December 31, 2014 is 102 %.

In addition, a provision is included as at balance sheet date for existing additional commitments to the fund and the employees, provided that it is likely that there will be an outflow of funds for the settlement of the commitments and it is possible to reliably estimate the amount of the commitments. The existence or non-existence of additional commitments is assessed on the basis of the administration agreement concluded with the fund, the pension agreement with the staff and other (explicit or implicit) commitments to staff. The liability is stated at the best estimate of the present value of the anticipated costs of settling the commitments as at balance sheet date.

Transactions with related parties

The remuneration of the managing and supervisory directors is included in note 21.

Going concern

These financial statements have been prepared on the basis of the going concern assumption.

Consolidated PAX

Explanation of the balance sheet

	31 December 2014	31 December 2013		
	€	€		
1. Intangible fixed assets				
Balance as at 31/12				
Software	107.014	126.543		
Licences	11.054	21.311		
	<u>118.068</u>	<u>147.854</u>		
Movement in intangible fixed assets:	Software	Licences	Total	
Balance as at January 1				
Purchase Value	279.710	72.949	352.659	
Accumulated depreciation	153.167	51.638	204.805	
Book value	<u>126.543</u>	<u>21.311</u>	<u>147.854</u>	
Changes in book value				
Purchases	44.220	-	44.220	
Disinvestments	-	-	-	
Depreciations	63.749	10.257	74.006	
Balance	<u>19.529-</u>	<u>10.257-</u>	<u>29.786-</u>	
Balance as at December 31				
Purchase Value	323.930	72.949	396.879	
Accumulated depreciation	216.916	61.895	278.811	
Book value	<u>107.014</u>	<u>11.054</u>	<u>118.068</u>	
2. Tangible fixed assets				
Balance as at 31/12				
Installations		16.937	19.734	
Other fixed operating assets		49.014	76.698	
Renovation		37.489	66.692	
		<u>103.440</u>	<u>163.124</u>	
Movement in tangible fixed assets	Installations	Other fixed operating assets	Renovation	Total
Balance as at January 1				
Purchase Value	27.976	735.874	298.064	1.061.914
Accumulated depreciation	8.242	659.176	231.372	898.790
Book value	<u>19.734</u>	<u>76.698</u>	<u>66.692</u>	<u>163.124</u>
Changes in book value				
Investments	-	8.605	-	8.605
Disinvestments	-	-	-	-
Depreciations	2.797	36.289	29.203	68.289
Balance	<u>2.797-</u>	<u>27.684-</u>	<u>29.203-</u>	<u>59.684-</u>
Balance as at December 31				
Purchase Value	27.976	744.479	298.064	1.070.519
Accumulated depreciation	11.039	695.465	260.575	967.079
Book value	<u>16.937</u>	<u>49.014</u>	<u>37.489</u>	<u>103.440</u>

Explanation of the balance sheet (cont.)

	31 December 2014	31 December 2013
	€	€
3. Financial Fixed Assets		
Oikoscredit certificates	27.291	26.879
Balance as at Januari 1		
Book value	26.879	26.470
Received dividend	412	409
Book value as at December 31	27.291	26.879
4. Receivables		
Payable salaries and pension contributions	-	6.018
Other donors	408.155	298.768
Current accounts alliance partners	18.743	30.435
Accounts receivable Inheritances and legacies	116.423	99.928
Prepaid amounts and guarantees	445.645	419.150
Other receivables	12.726	6.682
	1.001.692	860.981
No receivables due after more then one year.		
An uncollectible amount of 54,831 EUR is deducted.		
5. Cash and Cash equivalents		
Deposits (maturity of less than 3 months)	4.560.769	3.716.815
Credit balances on Dutch Bank accounts	590.197	1.221.683
Cash balance	11.967	5.324
	5.162.933	4.943.822
The position of cash and cash equivalents is at the disposal of the mission of PAX without hindrance		
6. Continuity reserve		
Continuity reserve	2.616.199	2.191.091
Balance as at January 1	2.191.091	2.191.443
Allocation of the result	425.108	352-
Balance as at December 31	2.616.199	2.191.091
7. Short term reserve		
Short term reserve	112.267	94.805
Balance as at January 1	94.805	58.421
Paid to alliance partners	8.438-	-
Allocation of the result *	25.900	36.384
Balance as at December 31	112.267	94.805

*) Interest from MFS II resources that will be disbursed for the objective
The 5-year forecast shows that the amount of interest we expect to receive each year is under €100,000. This income will be used for the objective.

Explanation of the balance sheet (cont.)

	31 December 2014	31 December 2013
	€	€
8. Provisions		
Provision for maintenance costs *	40.000	-
Balance as at January 1	-	160.000
Provisions used during the year	-	-
Dotation	40.000	-
Withdrawal due to expences	-	160.000-
Balance as at December 31	<u>40.000</u>	<u>-</u>
*) Provisions have been made for major maintenance.		
9 Subsidy commitments		
Ministry of Foreign Affairs not spent 2014 MFS II to use in 2015 *	73.071	326.218
Ministry of Foreign Affairs MR Fund not spent in 2014 to use in 2015	501.547	454.529
Ministry of Foreign Affairs Fund not spent in 2014 to use in 2015	694.423	177.876
Communities of Change Alliance not spent in 2014 to use in 2015	228.230	339.965
Cordaid Gender Fund	226.932	156.856
Payment obligation allotted grants	441.234	535.836
Other expenses to be paid	45.850	176.075
Other prepaid grants by donors	<u>367.201</u>	<u>736.451</u>
	2.578.488	2.903.806
* Under the grant conditions this sum can be spent in the following years of the grant period (through 2015).		
10 Accounts payable	389.044	276.182
11 Other short term liabilities		
Income taxes and social security contribution	251.826	205.162
Sales tax	19.219	33.250
Reservation for leave days and holiday allowance	313.504	290.066
Payable salaries and pension contributions	22.011	-
Other debts, accruals and deferred income	<u>70.865</u>	<u>148.299</u>
	677.425	676.777
No short term liabilities are due after more then one year.		
12 Off-Balance sheet assets and liabilities		
Liability and guarantees		
a	PAX has paid € 15,669 as a guarantee for the rent and possible damage of the meeting rooms at Meeting Plaza.	
Long-term financial commitments		
b	PAX has € 791,289 in commitments to ongoing partner contracts and consultancy contracts.	
c	PAX rents space from Meeting Plaza at an annual rent of € 189.536 and from Corio at an annual rate of € 2,224.	
d	The scanner/copier machines are leased for € 18,024 per year.	
e	The maintenance contract on the KPN telephone system costs € 4,186 per year.	
f	The combined cost of the ICT hardware maintenance and software contracts of the outsourced ICT services amount € 11,253 per year (part of contract > 1 year).	
g	Climate Neutral Group € 7,000,- per year, related to flying tickets Raptim and Multatuli.	
h	PAX is leading party in the Freedom from Fear Alliance. As such it bears legal responsibility toward the Ministry of Foreign Affairs for all obligations of the entire alliance.	

Explanation of the Income and expenditure account

	Actual 2014 €	Budget 2014 €	Actual 2013 €
12 Income from private fundraising			
Contributions	89.119	90.000	93.045
Donations	513.670	480.000	518.030
Legacies	79.383	20.000	39.841
Vredesweek Collection	60.000	60.000	117.053
	<u>742.172</u>	<u>650.000</u>	<u>767.969</u>
13 Income from institutional fundraising			
EU	298.187	405.750	47.248
Other domestic donors	669.974	172.900	702.715
Foreign donors	583.332	1.352.583	676.380
	<u>1.551.493</u>	<u>1.931.233</u>	<u>1.426.343</u>
14 Income third parties			
Dutch Postcode Lottery	500.000	500.000	500.000
15 Grants Dutch Government			
<i>Direct</i>			
Ministry of Foreign Affairs (MFS II)	6.356.003	6.349.811	6.325.660
Freedom from Fear Alliance parties	2.830.211	2.830.211	2.830.210
Other direct	1.519.218	2.194.150	992.199
	<u>10.705.432</u>	<u>11.374.172</u>	<u>10.148.069</u>
<i>Indirect</i>			
Communities of Change Alliance	775.389	800.000	668.428
Other indirect	850.110	-	37.795
	<u>1.625.499</u>	<u>800.000</u>	<u>706.223</u>
Total grants from Dutch government	12.330.931	12.174.172	10.854.292
Freedom from Fear Alliance parties	2.830.211	2.830.211	2.830.210
	<u>9.500.720</u>	<u>9.343.961</u>	<u>8.024.082</u>
The Ministry of Foreign Affairs Subsidy (MFS II) allocated an amount totalling €44,935,967 for the Freedom from Fear Alliance for the period 2011 through 2015			
16 Interest and investment income			
Interest	65.272	14.600	55.917
Investment income Oikos Credit	412	400	409
	<u>65.684</u>	<u>15.000</u>	<u>56.326</u>
17 Other income			
Annual rent income Stiltecentrum	13.328	-	13.062
Shared costs travel expenses	12.572	500	24.868
	<u>25.900</u>	<u>500</u>	<u>37.930</u>

Explanation of the income and expenditure account (cont.)

Actual 2014	Budget 2014	Actual 2013
% or €	% or €	% or €

18 Spent on behalf of the objective

Expenditures on the objective were subdivided by project over six categories. All costs were ascribed to the programmes.

Programme costs (x €1,000)	Direct	Indirect	Total	Total	Total
Human Security in Fragile States	4.358,3	1.150,5	5.508,7	5.430,3	4.223,4
Human Security in Repressive States	1.909,4	867,8	2.777,1	2.712,4	2.096,8
Security & Disarmament	728,3	530,2	1.258,5	2.028,6	1.559,9
Networks for conflict prevention	212,1	353,6	565,6	407,5	646,4
Networks for peacebuilding	121,9	91,8	213,7	103,2	373,4
Strengthening Civil Society	20,1	108,3	128,4	362,5	184,3
	7.350,1	3.102,1	10.452,2	11.044,5	9.084,2
Partners in Masterpeace project			250,0		250,0
The Freedom from Fear Alliance parties MFS II liabilities			2.830,2	2.850,0	2.830,2
			13.532,4	13.894,5	12.164,4

Allocation is based on logbook results.

Details are shown in Table Itemisation of expenses (page 34)

Income (x €1,000)	15.216,2	15.270,9	13.642,9
Expenses (x €1,000)	14.765,2	15.258,7	13.606,8
Percentage spent on objective in relation to income.	88,9%	91,0%	89,2%
Percentage spent on objective in relation to expenses.	91,7%	91,1%	89,4%

19 Cost of private fundraising

The full direct and indirect cost of fundraising is thought necessary to guarantee continuance of fundraising. Consistent with CBF quality mark guidelines, an average of 25% over the past 3 years is the maximum allowed.

Income from private fundraising	742,2	650,0	768,0
Cost of private fundraising *	146,8	181,2	134,7

*) the method of cost allocation and the resulting figure 2013 have been reset in consistency with former years.

Costs of own fundraising in percent	19,8%	25,0%	17,5%
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20 Management & administration

Costs incurred for internal management and administration are not charged to the objectives or fundraising, but are listed separately. The separated Secretary Alliance FfF costs included here amounts to €120,8

Management and administration costs as percentage of total expenditures.	5,2%	6,4%	7,1%
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Consolidated PAX

Explanation of the income and expenditure account (cont.)

	2014	2013
	€ x 1,000	€ x 1,000
Specification of personnel costs		
Gross salaries	3.522,6	3.380,9
Social security contributions	552,7	450,0
Pension	386,8	371,3
Allocations to projects	1.748,6-	1.347,1-
	2.713,5	2.855,1
Other personnel costs	891,5	766,8
Total	3.605,0	3.621,9
Average # of FTEs in the Netherlands	72,9 FTE	69,9 FTE
Number of FTEs on balance sheet date in the Netherlands	76,6 FTE	69,2 FTE
Average # of FTEs Foreign	11,6 FTE	9,4 FTE
Number of FTEs on balance sheet date foreign	12,8 FTE	10,4 FTE

2014	2013
€	€

Explanation to the Remuneration for the Board of Directors

Itemisation of the director's remuneration as required by VFI

The Policy application WNT is used as a frame in the preparation of these financial statements.

	Board of Directors 2014		Board of Directors 2013	
	J. Gruiters	F.J.T. Landmeter	J. Gruiters	F.J.T. Landmeter
Name				
Job position	General Director	Director	General Director	Director
Type of contract	indefinite	indefinite	indefinite	indefinite
hours	36	36	36	36
Part-time percentage	100	100	100	100
Period	01-01/31-12	01-01/31-12	01-01/31-12	01-01/31-12
Salary (EUR)				
Annual Income, gross:				
Gross salary	80.256	73.188	80.256	73.188
Holiday allowance	6.421	5.855	6.421	5.855
Year-end allowance, 13th/14th month	6.661	6.075	6.661	6.075
Variable annual income	0	0	0	0
Total	93.338	85.118	93.338	85.118
Employers Social Security costs	9.393	9.393	8.314	8.314
Taxable Disbursement	227	1.731	0	0
Employers Pension contribution	11.808	10.627	11.818	10.637
Other (future) benefits	479	1021	0	0
Severance entitlement	0	0	0	0
Total remuneration	115.245	107.890	113.470	104.069

Boards of supervisors

The members of the Supervisory board receive no salary, vacation pay or attendance fees for their work. Travel and other expenses are compensated on the basis of cost incurred.

Compensations	1.611	1.580
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**Table: Itemisation of expenses
in €**

Expenditures	Fragile states	Repressive states	Security & Disarmament	Networks for Conflict Prevention	Networks for Peacebuilding	Fundraising Private	Fundraising Institutional	Strengthening Civil Society	Management & Administration	Secretary costs Alliance FFF	Total 2014	Total 2013
1. Grants and contributions	1.259.722	724.758	8.275	21.890	-	-	66	1.254	-	-	2.015.965	1.724.305
2. Purchases and acquisitions	2.458.369	747.375	426.453	184.599	121.930	80.554	45.181	18.888	-	-	4.083.349	3.142.297
3. Publicity and Promotion	640.180	437.241	293.602	5.578	-	-	-	-	-	-	1.376.601	576.147
4. Personnel	853.985	644.140	393.583	262.460	-	49.154	204.125	80.359	478.803	89.639	3.056.248	3.728.515
5. Accommodations	129.753	97.869	59.800	39.878	85.570	7.468	31.014	12.210	72.748	13.620	549.930	748.943
6. Office expenses	19.840	14.964	9.144	6.097	1.444	1.142	4.743	1.867	11.123	2.082	72.446	85.555
7. General expenses	658	497	303	202	1.984	38	157	62	370	69	4.340	10.446
8. ICT	83.647	63.091	38.550	25.707	-	4.814	19.993	7.871	46.897	8.780	299.350	323.242
9. Depreciation and interest	38.978	29.401	17.965	11.980	2.797	2.244	9.317	3.668	21.854	4.091	142.295	131.185
10. Management costs	23.593	17.796	10.874	7.251	-	1.358	5.640	2.220	13.228	2.477	84.437	55.983
Total	5.508.725	2.777.132	1.258.549	565.642	213.725	146.772	320.236	128.399	645.023	120.758	11.684.961	10.526.618
	47,2%	23,8%	10,8%	4,8%	1,8%	1,3%	2,7%	1,1%	5,5%	1,0%		
Partner in Masterpeace project											250.000	250.000
Freedom from Fear Alliance parties											2.830.211	2.830.210
											14.765.172	13.606.828

Explanation to expenses and distribution:

1. Payments to partner organisations with whom we work when carrying out projects.
2. Direct programme costs, i.e. purchasing, hiring, travel and accommodation expenses.
3. Direct programme costs for communication.
- 4.-10. The total cost of the organisation is based on a retrospectively charted hourly rate allocated to the programmes.

Financial Statements 2014

PAX

BALANCE SHEET

(after appropriation of result)

		31 December <u>2014</u> €	31 December <u>2013</u> €
ASSETS			
Intangible fixed assets	1	118.068	147.854
Tangible fixed assets	2	86.503	143.390
Current accounts	3	456.381	668.696
Receivables	4	808.800	632.774
Cash and Cash Equivalents	5	3.527.753	3.155.173
		<u>4.997.505</u>	<u>4.747.887</u>

BALANCE SHEET

(after appropriation of result)

		31 December 2014	31 December 2013
		€	€
LIABILITIES			
Reserves and funds			
Continuity reserve	6	1.243.088	823.940
Short term reserve	7	112.267	94.805
Short-term debts			
Subsidy commitments:	8	2.578.488	2.903.806
Other accounts payable	9	389.044	276.182
Other Liabilities	10	674.618	649.154
		<u>3.642.150</u>	<u>3.829.142</u>
		<u><u>4.997.505</u></u>	<u><u>4.747.887</u></u>

STATEMENT OF INCOME AND EXPENDITURE

		Actual	Budget	Actual
		2014	2014	2013
		€	€	€
INCOME				
Private fundraising	11	509.505	545.300	506.216
Grants from Institutional Donors	12	1.577.655	1.758.333	1.382.932
Income from third parties	13	500.000	500.000	500.000
Grants from Dutch government	14	9.500.720	9.324.172	8.024.082
Grants from Dutch government alliance parties		2.830.211	2.850.000	2.830.211
Interest and investment income	15	52.502		48.105
Other income	16	25.900		37.930
Total income		14.996.493	14.977.805	13.329.476
EXPENSES				
Spent on behalf of the objective	17			
Human Security and Human Rights in Fragile States		5.508.725	5.430.251	4.223.414
Human Security and a voice in Repressive States		2.777.132	2.712.364	2.096.755
Security & Disarmament		1.258.549	2.028.632	1.559.923
Networks for conflict prevention and Peace Building		565.642	407.496	646.391
Partners in Masterpeace project		250.000	250.000	250.000
Strengthening Civil Society		128.399	112.533	184.257
Freedom from Fear Alliance parties MFS II liabilities		2.830.211	2.850.000	2.830.210
		13.318.658	13.791.276	11.790.950
Acquisition costs				
Cost of private fundraising	18	146.772	161.762	205.445
Cost of institutional donor fundraising		320.236	209.937	275.227
		467.008	371.699	480.672
Management and administration				
Cost of management and administration	19	765.781	919.530	961.805
Total Expenditures		14.551.447	15.082.505	13.233.427
Result		445.046	104.700-	96.049
Appropriation of Result				
Continuity reserve		419.146		59.665
Short term reserve		25.900		36.384
		445.046		96.049

Notes to the 2014 Financial Statements PAX

General

Peace Movement PAX Netherlands Foundation (hereinafter referred to as: PAX) is located in Utrecht, Godebaldkwartier 74. See also page 4 chapter 3 'Notes on Legal Persons'.

Reporting Period

The statements are based on a reporting period of one year. The fiscal year coincides with the calendar year.

Reporting Directive for Fundraising Institutions

The 2014 Financial Statements have been prepared in accordance with Guideline RJ650 for Fundraising Organisations (revised in 2011) and the Ministry of Foreign Affairs' co-financing system II regulations (of Ministry of Foreign Affairs MFSII regulations).

These guidelines provide the public with clear criteria for assessing fundraising cost ratios, expenditure of funds and whether these funds have been spent on the goals for which they were intended. Compliance with these reporting guidelines is an important precondition for a charity to obtain and retain the seal of approval from the Central Bureau of Fundraising of the Netherlands (CBF). The following financial statements have been prepared from the accounting records of PAX and in accordance with the organisation's accounting policies.

The cash flow statement is prepared using the indirect method

General

The principles applied in evaluating assets and liabilities and determining financial results are based on nominal value. Revenues and expenses are matched to the period in which they occurred (according to the matching principle). Revenues from legacy are recorded in the year that their size can be reliably established.

Principles for the Translation of Foreign Currencies

The currency used throughout this report is the Euro (€).

Transactions denominated in foreign currency are translated into the relevant functional currency of the group companies at the exchange rate applying on the transaction date. Monetary assets and liabilities denominated in foreign currency are translated at the balance sheet date into the functional currency at the exchange rate applying on that date. Non-monetary assets and liabilities in foreign currency that are stated at historical cost are translated into Euros at the applicable exchange rates applying on the transaction date. Translation gains and losses are taken to the profit and loss account as expenditure.

Principles for the Valuation of Assets and Liabilities

Intangible Fixed Assets

Intangible fixed assets (software) are valued at purchase price. Amortization is calculated according to the straight-line method in 5 years.

Tangible Fixed Assets

Tangible fixed assets are valued at acquisition price minus depreciation using their estimated economic life time. Any residual value is taken into account.

The annual depreciation is set as basis for the following structure:

- IT equipment: First year 40%, second year 30%, third year 20%, fourth year 10%
- IT software: According to the straight-line method in 5 years
- furniture and other equipment: According to the straight-line method in 5 years
- system for membership records: According to the straight-line method in 5 years
- refurbishing costs: According to the straight-line method in 10 years

Assets with a long life should be tested for impairment in the case of changes or circumstances arising that lead to an indication that the carrying amount of the asset will not be recovered. The recoverability of assets in use is determined by comparing the carrying amount of an asset with the estimated present value of the future net cash flows which the asset is expected to generate.

If the carrying amount of an asset exceeds the estimated present value of the future cash flows, impairment is charged to the difference between the carrying amount and the recoverable amount.

Financial Instruments

Financial Instruments include receivables, cash and cash equivalents, cash and accounts receivables, current liabilities and other liabilities. Financial instruments are initially recognised at fair value. After initial recognition the financial instruments are measured at amortised costs on the basis of the effective interest method. The amortised costs equals the fair value. The fair value is based on the estimated present value of the future net cash flows. Purchased loans and other receivables are measured at amortised costs on the basis of the effective interest method, less impairment losses. Financial commitments that are not held for trading are carried at amortised cost on the basis of the effective interest rate method.

Continuity reserve

The PAX policy on continuity reserve meets the requirements of the CBF. See also page 8 chapter 7 'Explanation of the Balance'.

Short term reserve

The purpose of the short term reserve is determined by the Board.

Short term reserves are resources provided for fixed purposes as specified by a third party.

Provisions

Provisions should be valued at the nominal value of the expenses expected to be incurred in settling the liabilities and losses.

A provision is recognised if the following applies:

- the company has a legal or constructive obligation, arising from a past event; and
- the amount can be estimated reliably; and
- it is probable that an outflow of economic benefits will be required to settle the obligation

Long Term Debts and Current Liabilities

The valuation of the long-term debts and current liabilities are described under the paragraph financial instruments.

Commitments of which the grant is announced in the book year are fully recorded in that year.

Balance positions for current projects consist of grants yet to be received and costs yet to be paid for these projects.

Donations and subsidies

In 2006, IKV foundation's ruling body and Pax Christi's Membership Council decided to book the two organisation's income from individuals and institutional funding as the partnership's income. This is done after deducting the resources that the two entities require for their own activities and organisational expenses. Legacies left specifically to IKV or Pax Christi are not included here, nor are results from previous financial years. IKV and Pax Christi contract out the implementation of their programmes and services to PAX

Income from private fundraising

Income from own fundraising involves donations, collections, legacies and the sale of materials. Income from donations, collections and sales of materials are accounted for in the year in which they are received/in which the materials are sold. Exceptions are written undertakings that have been received before year-end as these can be accounted for in the current year. Legacies are recognized based on a statement received from the executor in the year in which the amount can be determined reliably. The valuation of legacies with property is done based on the most recent correspondence and receipts are included up to the preparation of financial statements. The valuation is done prudently. We work closely together with Centrum Nalatenschappen, who check and archive the documents and calculations.

Income from institutional donors including Dutch Government

Grants and subsidies are recognised in the statement of income and expenditure in the year in which the subsidized expenditures were incurred. The grants are recognised where it is probable that they will be received and PAX will comply with all attached conditions.

Income from third-party campaigns

Income from third-parties is accounted as such when PAX carries no risk in the fundraising campaign. The income from third-parties is recognized in the year in which the income is received or pledged.

Interest income

The line item interest income and income from investments contains the (gross) interest and realized and unrealized exchange income. Interest income and expense are recognized time proportionally. Interest income is recognized as investment income.

Costs

The organisational expenses are allocated on the basis of actual cost of the number of hours really worked.

- a. Objectives
- b. Cost of fundraising
- c. Management and administration costs

These are specified in the table explaining expense distribution.

Salary top officials

For the implementation of the standards Law remuneration of executives in the (semi) public sector (in Dutch WNT) the institution has complied with the Policy and the application WNT as frame in the preparation of these financial accounts. The WNT Adjustment Act, which is part of this standard framework, adopted by the Senate under ministerial Decree No. 6629 according Staatscourant of March 6, 2014.

Pensions

Pensions as part of the employee benefit. The main principle is that the pension charge to be recognised for the reporting period should be equal to the pension contributions payable to the pension fund over the period. Insofar as the payable contributions have not yet been paid as at balance sheet date, a liability is recognised. If the contributions already paid exceed the payable contributions as at balance sheet date, a receivable is recognised to account for any repayment by the fund or settlement with contributions payable in future. The pension scheme is financed externally at sector pension Zorg en Welzijn. The coverage of the sector pension as per December 31, 2014 is 102%.

In addition, a provision is included as at balance sheet date for existing additional commitments to the fund and the employees, provided that it is likely that there will be an outflow of funds for the settlement of the commitments and it is possible to reliably estimate the amount of the commitments. The existence or non-existence of additional commitments is assessed on the basis of the administration agreement concluded with the fund, the pension agreement with the staff and other (explicit or implicit) commitments to staff. The liability is stated at the best estimate of the present value of the anticipated costs of settling the commitments as at balance sheet date.

Going concern

These financial statements have been prepared on the basis of the going concern assumption.

Explanation of the balance sheet

	31 December 2014	31 December 2013	
	€	€	
1. Intangible fixed assets			
Balance as at 31/12			
Software	107.014	126.543	
Licences	11.054	21.311	
	<u>118.068</u>	<u>147.854</u>	
Movement in intangible fixed assets:	Software	Licences	Total
Balance as at January 1			
Purchase Value	279.710	72.949	352.659
Accumulated depreciation	153.167	51.638	204.805
Book value	<u>126.543</u>	<u>21.311</u>	<u>147.854</u>
Changes in book value			
Purchases	44.220	0	44.220
Disinvestments	0	-	0
Depreciations	63.749	10.257	74.006
Balance	<u>-19.529</u>	<u>-10.257</u>	<u>-29.786</u>
Balance as at December 31			
Purchase Value	323.930	72.949	396.879
Accumulated depreciation	216.916	61.895	278.811
Book value	<u>107.014</u>	<u>11.054</u>	<u>118.068</u>
2. Tangible fixed assets			
Balance as at 31/12			
Other fixed operating assets	49.014	76.698	
Renovation	37.489	66.692	
	<u>86.503</u>	<u>143.390</u>	
Movement in tangible fixed assets	Other fixed operating assets	Renovation	Total
Balance as at January 1			
Purchase Value	735.874	298.064	1.033.938
Accumulated depreciation	659.176	231.372	890.548
Book value	<u>76.698</u>	<u>66.692</u>	<u>143.390</u>
Changes in book value			
Investments	8.605	-	8.605
Disinvestments	-	-	-
Depreciations	36.289	29.203	65.492
Balance	<u>27.684-</u>	<u>29.203-</u>	<u>56.887-</u>
Balance as at December 31			
Purchase Value	744.479	298.064	1.042.543
Accumulated depreciation	695.465	260.575	956.040
Book value	<u>49.014</u>	<u>37.489</u>	<u>86.503</u>

Explanation of the balance sheet (cont.)

	31 December 2014	31 December 2013
	€	€
3. Current accounts		
Stichting Katholieke Vredesbeweging	187.676	233.786
Stichting IKV	38.343	56.998
Vereniging Pax Christi	211.619	347.477
Alliantie partners	18.743	30.435
	<u>456.381</u>	<u>668.696</u>
4. Receivables		
Payable salaries and pension contributions	-	6.018
Other donors	363.155	207.606
Prepayments and receivables and guarantees	445.645	419.150
	<u>808.800</u>	<u>632.774</u>
No receivables due after more than one year.		
The receivables includes an amount of 17,331 EUR for bad debts.		
5. Cash and Cash equivalents		
Deposits (term under 3 months)	3.251.707	2.407.465
Credit balances on Dutch Bank accounts	264.079	742.384
Cash balance	11.967	5.324
	<u>3.527.753</u>	<u>3.155.173</u>
The position of cash and cash equivalents is at the disposal of the mission of PAX without hindrance		
6. Continuity reserve	1.243.086	823.940
Balance as at January 1	823.940	764.276
Allocation of the result	419.146	59.664
Balance as at December 31	<u>1.243.086</u>	<u>823.940</u>
7. Short term reserve	112.267	94.805
Balance as at January 1	94.805	58.421
Paid to partner	8.438-	-
Allocation of the result *	25.900	36.384
Balance as at December 31	<u>112.267</u>	<u>94.805</u>

*) Interest from MFS II resources that will be disbursed for the objective

The 5-year forecast shows that the amount of interest we expect to receive each year is under €100,000. This income will be used for the objective.

Explanation of the balance sheet (cont.)

	31 December 2014	31 December 2013
	€	€
8 Subsidy commitments		
Ministry of Foreign Affairs not spent MFS II to use in 2015 *	73.071	326.218
Ministry of Foreign Affairs MR Fund not spent in 2013 to use in 2015	501.547	454.529
Ministry of Foreign Affairs Fund not spent in 2013 to use in 2015	694.423	177.876
Communities of Change Alliance not spent to use in 2015	228.230	339.965
Cordaid Gender Fund	226.932	156.856
Payment obligation allotted grants	441.233	535.836
Other expenses to be paid	45.850	176.075
Other prepaid grants by donors	367.201	736.451
	<u>2.578.487</u>	<u>2.903.806</u>
* Under the grant conditions this sum can be spent in the following years of the grant period (through 2015).		
9 Accounts payable	389.044	276.182
10 Other short term liabilities		
Income taxes and social security contribution	251.826	205.162
Sales tax	19.219	33.250
Reservation for leave days and holiday allowance	313.504	290.066
Payable salaries and pension contributions	22.011	-
Other debts, accruals and deferred income	68.058	120.676
	<u>674.618</u>	<u>649.154</u>

No short term liabilities due after more than one year.

12 Off-Balance sheet assets and liabilities**Liability and guarantees**

- a PAX has paid € 15,669 as a guarantee for the rent and possible damage of the meeting rooms at Meeting Plaza.

Long-term financial commitments

- b PAX has € 791,289 in commitments to ongoing partner contracts and consultancy contracts.
- c PAX rents space from Meeting Plaza at an annual rent of € 189.536 and from Corio at an annual rate of € 2,224.
- d The scanner/copier machines are leased for € 18,024 per year.
- e The maintenance contract on the KPN telephone system costs € 4,186 per year.
- f The combined cost of the ICT hardware maintenance and software contracts of the outsourced ICT services amount € 11,253 per year (part of contract > 1 year).
- g Climate Neutral Group € 7,000,- per year, related to flying tickets Raptim and Multatuli.
- h PAX is leading party in the Freedom from Fear Alliance. As such it bears legal responsibility toward the Ministry of Foreign Affairs for all obligations of the entire alliance.

Explanation of the Income and expenditure account

	Actual 2014 €	Budget 2014 €	Actual 2013 €
11 Income from private fundraising			
Contributions private fundraising Vereniging Pax Christi	72.380	368.900	441.512
Contribution private fundraising Stichting IKV	33.103	54.400	56.822
Contribution private fundraising STIKAV	70.000	-	-
Donations	334.022	122.000	7.882
	<u>509.505</u>	<u>545.300</u>	<u>506.216</u>
12 Income from institutional fundraising			
EU	298.187	405.750	47.248
Other domestic donors	696.136	-	659.304
Foreign donors	583.332	1.352.583	676.380
	<u>1.577.655</u>	<u>1.758.333</u>	<u>1.382.932</u>
13 Income third parties			
Dutch Postcode Lottery regular contribution	500.000	500.000	500.000
14 Grants Dutch Government			
<i>Direct</i>			
Ministry of Foreign Affairs (MFS II)	6.356.003	6.349.811	6.325.660
Freedom from Fear Alliance parties	2.830.211	2.830.211	2.830.211
Other funds	1.519.218	2.194.150	992.199
	<u>10.705.432</u>	<u>11.374.172</u>	<u>10.148.070</u>
<i>Indirect</i>			
Communities of Change Alliance	775.389	800.000	668.428
Other indirect	850.110	-	37.795
	<u>1.625.499</u>	<u>800.000</u>	<u>706.223</u>
Total grants from Dutch government	12.330.931	12.174.172	10.854.293
Freedom from Fear Alliance parties	2.830.211	2.830.211	2.830.211
	<u>9.500.720</u>	<u>9.343.961</u>	<u>8.024.082</u>
The Ministry of Foreign Affairs Subsidy (MFS II) allocated an amount totalling €44,935,967 for the Freedom from Fear Alliance for the period 2011 through 2015			
15 Interest and investment income			
Interest	52.502	-	48.105
16 Other income			
Annual rent income Stiltecentrum	13.328	-	13.062
Shared costs travel expenses	12.572	-	191
	<u>25.900</u>	<u>-</u>	<u>13.253</u>

Explanation of the income and expenditure account (cont.)

Actual 2014	Budget 2014	Actual 2013
% or €	% or €	% or €

17 Spent on behalf of the objective

Expenditures on the objective were subdivided by project over six categories. All costs were ascribed to the programmes.

Programme costs(x €1,000)	Direct	Indirect	Total	Total	Total
Human Security in Fragile States	4.358,3	1.150,5	5.508,7	5.430,3	4.223,4
Human Security in Repressive States	1.909,4	867,8	2.777,1	2.712,4	2.096,8
Security & Disarmament	728,3	530,2	1.258,5	2.028,6	1.559,9
Networks for conflict prevention	212,1	353,6	565,6	407,5	646,4
Strengthening Civil Society	20,1	108,3	128,4	112,5	184,3
	7.228,2	3.010,3	10.238,4	10.691,3	8.710,7
Partners in Masterpeace project			250,0	250,0	250,0
The Freedom from Fear Alliance parties' MFS II liabilities			2.830,2	2.850,0	2.830,2
			13.318,7	13.791,3	11.791,0

Allocation is based on logbook results.

Details are shown in Table Itemisation of expenses (page 54)

Income (x €1,000)	14.996,5	14.977,8	13.329,5
Expenses (x €1,000)	14.551,4	15.082,5	13.233,4
Percentage spent on objective in relation to income.	88,8%	92,1%	88,5%
Percentage spent on objective in relation to liabilities.	91,5%	91,4%	89,1%

18 Cost of private fundraising

The full direct and indirect cost of fundraising is thought necessary to guarantee continuance of fundraising Consistent with CBF quality mark guidelines, an average of 25% over the past 3 years is the maximum allowed.

Income from private fundraising	509,5	545,3	506,2
Cost of private fundraising *	146,8	161,8	134,7

*) the method of cost allocation and resulting figure 2013 have been reset in consistency with former years.

Costs of own fundraising in percent	28,8%	29,7%	26,6%
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19 Management & administration

Costs incurred for internal management and administration are not charged to the objectives or fundraising, but are listed separately. The separated Secretary Alliance FfF costs included here came to €120,8

Management and administration costs as percentage of total expenditures.	5,3%	6,1%	7,3%
--	------	------	------

Explanation of the income and expenditure account (cont.)

	<u>2014</u>	<u>2013</u>
	€ x 1,000	€ x 1,000
Specification of personnel costs		
Gross salaries	3.522,6	3.380,9
Social security contributions	552,7	450,0
Pension	386,8	371,3
From project financing	<u>1.748,6-</u>	<u>1.347,1-</u>
	2.713,5	2.855,1
Other personnel costs	891,5	766,8
Total	3.605,0	3.621,9
Average # of FTEs	72,9 FTE	68,9 FTE
Number of FTEs on balance sheet date in the Netherlands	76,6 FTE	69,2 FTE
Average # of FTEs Foreign	11,6 FTE	9,4 FTE
Number of FTEs on balance sheet date foreign	12,8 FTE	10,4 FTE

2014

2013

€

€

Explanation to the Remuneration for the Board of Directors

Itemisation of the director's remuneration as required by VFI

The institution has the Policy application WNT as frame used in the preparation of these financial statements.

Name	Board of Directors 2014		Board of Directors 2013	
	J. Gruiters	F.J.T. Landmeter	J. Gruiters	F.J.T. Landmeter
Job position	General Director	Director	General Director	Director
Type of contract	indefinite	indefinite	indefinite	indefinite
hours	36	36	36	36
Part-time percentage	100	100	100	100
Period	01-01/31-12	01-01/31-12	01-01/31-12	01-01/31-12
Salary (EUR)				
Annual Income, gross:				
Gross salary	80.256	73.188	80.256	73.188
Holiday allowance	6.421	5.855	6.421	5.855
Year-end allowance, 13th/14th month	6.661	6.075	6.661	6.075
Variable annual income	0	0	0	0
Total	93.338	85.118	93.338	85.118
Employers Social Security costs	9.393	9.393	8.314	8.314
Taxable Disbursement	227	1.731	0	0
Employers Pension contribution	11.808	10.627	11.818	10.637
Other (future) benefits	479	1021	0	0
Severance entitlement	0	0	0	0
Total remuneration	115.245	107.890	113.470	104.069

Boards of Supervisors

The members of the Supervisory board receive no salary, vacation pay or attendance fees for their work. Travel and other expenses are compensated on the basis of cost incurred.

Other notes

Proposal Regarding the Appropriation of Result

Result	485.066	96.048
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OTHER INFORMATION

	<u>2014</u>	<u>2013</u>
	€	€
Proposal Regarding the Appropriation of Result		
Result	451.008	36.032

Motion to adopt and approve

The annual accounts for PAX over 2014 was drafted and signed by the Board of Directors and approved by the Supervisory Board on 20 April 2015, including the already accepted proposal regarding the appropriation of result, as presented on p. 22.

Subsequent events

PAX was selected in march 2015 as a strategical partner of the Ministry of Foreign Affairs of the Kingdom of the Netherlands with an A qualification. PAX is allowed to tender a programme proposal with a maximum amount of 11,9 mln euro per year covering the period from 2016 to 2020,

Information about the entities

Their shared mission is to work with civilians and partners in areas of conflict to protect civilians, to prevent and end armed violence and to build peace with justice. Further introduction see page 4.

Stichting Vredesbeweging Pax Nederland (PAX)

The legal form is foundation.

The registered office of the foundation is located in Utrecht.

Executive board

J. Gruiters MSc, managing director
ing. F.J.T. Landmeter, director

Supervisory board

Marieke de Wal, chairwoman
Carla Kuijpers-Groensmit
Marina van Notten
Peter van der Veer
Wieger E. Bakker
Sander Smits-van Oyen

Stichting Interkerkelijk Vredesberaad (IKV)

The legal form is foundation.

The registered office of the foundation is located in Utrecht.

Members

Jack Bogers, chairman interim
Jan Gruiters MSc, director
Ben Schennink
Caecillia van Peski
Cocky de Graaf
Gerrie ter Haar
Lucien van Liere
Mijnke Bosman Huizinga
Patrick Groenewegen

Vereniging Vredesbeweging Pax Christi Nederland (Pax Christi)

The legal form is association.

The registered office of the association is located in Utrecht.

Executive board

J. Gruiters MSc, managing director

ing. F.J.T. Landmeter, director

Members' council

Jan Peters sj, chairman interim

Anita Böcker

Ineke Malsch

Bert van Roermund

Désirée Verweij

Piet Kruizinga

Peter Peelen sj

Sanneke Brouwers

Stichting Katholieke Vredesbeweging (STIKAV)

The legal form is foundation.

The registered office of the foundation is located in Utrecht.

Executive board

J. Gruiters MSc, managing director

ing. F.J.T. Landmeter, director

Independent auditor's report

To: the Supervisory Board and management of Stichting Vredesbeweging Pax Nederland

Report on the financial statements

We have audited the accompanying financial statements 2014 of Stichting Vredesbeweging Pax Nederland, Utrecht, on page 20 to 50, which comprise the consolidated and the foundation's balance sheet as at 31 December 2014, the consolidated and the foundation's statement of income and expenditure for the year then ended and the notes comprising a summary of the accounting policies and other explanatory information.

Management's responsibility

Management of the Foundation is responsible for the preparation and fair presentation of the financial statements in accordance with the Guideline for annual reporting 650 'Fundraising Institutions' of the Dutch Accounting Standards Board and the requirements of the Wet normering bezoldiging topfunctionarissen publieke en semipublieke sector (WNT). Management is responsible for the preparation of the financial statements in accordance with the Beleidsregels toepassing WNT of financial eligibility, as defined in the Controleprotocol WNT of the Beleidsregels toepassing WNT. Furthermore, management is responsible for such internal control as they 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 Dutch law, including the Dutch Standards on Auditing and the Beleidsregels toepassing WNT including the Controleprotocol WNT. This requires 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 and fair presentation of the financial statements and compliance to the Beleidsregels toepassing WNT of financial eligibility 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, applied WNT requirements regarding financial eligibility 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.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Stichting Vredesbeweging Pax Nederland as at 31 December 2014, and of its result for the year then ended in accordance with the Guideline for annual reporting 650 'Fundraising Institutions' of the Dutch Accounting Standards Board and the requirements of the Wet normering bezoldiging topfunctionarissen publieke en semipublieke sector (WNT).

Also in our opinion the financial statements 2014, in all material respects, comply with the WNT requirements regarding financial eligibility, as defined in the Controleprotocol WNT of the Beleidsregels toepassing WNT.

Report on other legal and regulatory requirements

We have no deficiencies to report as a result of our examination, which is based on the Dutch Auditing Standard 720, whether the financial report, to the extent we can assess, has been prepared in accordance with the Guideline for annual reporting 650 'Fundraising Institutions' of the Dutch Accounting Standards Board. Further, we report that the financial report, to the extent we can assess, is consistent with the financial statements.

Den Haag, 28 april 2015

KPMG Accountants N.V.

J.A.A.M. Vermeeren RA

2015 BUDGET

	Actual 2014	Budget 2015
	€	€
INCOME		
Private fundraising	742.172	650.000
Grants from Institutional Donors	1.551.493	2.337.661
Income from third parties	500.000	500.000
Grants from Dutch government	12.330.931	12.759.928
Interest and investment income	65.684	17.600
Other income	25.900	500
Total income	<u>15.216.180</u>	<u>16.265.689</u>
EXPENSES		
Spent on behalf of objective		
Human Security and Human Rights in Fragile States	5.508.725	6.225.617
Human Security and a voice in Repressive States	2.777.132	2.862.646
Security & Disarmament	1.258.549	2.278.051
Networks for conflict prevention and Peace Building	565.642	281.259
Networks for peace building	213.725	103.100
Partners in Masterpeace project	250.000	-
Strengthening Civil Society	128.399	366.000
The Freedom from Fear Alliance parties MFS II liabilities	2.830.211	2.850.000
	<u>13.532.383</u>	<u>14.966.673</u>
Cost of earning		
Cost of private fundraising	146.772	140.000
Costs of institutional donor fundraising	320.236	220.700
	<u>467.008</u>	<u>360.700</u>
Management and administration		
Cost of management and administration	765.781	938.316
	<u>14.765.172</u>	<u>16.265.689</u>
Total expenses	<u>14.765.172</u>	<u>16.265.689</u>
Result	<u>451.008</u>	<u>-</u>
Appropriation of Result		
Continuity reserve	425.108	
Short term reserve	25.900	
	<u>451.008</u>	

Cash flow Statement

		<u>2014</u>	<u>2013</u>
		€	€
Year End Result		445.046	96.048
Adjusted for			
Depreciations	1,2	139.498	129.696
Interest on income and expenditures	15	4.397	11.901-
Changes in Working Capital		<u>159.140-</u>	<u>466.113</u>
Cash Flow from operating activities		429.801	679.956
Interest received	15	<u>4.396-</u>	<u>11.901</u>
Cash Flow from primair activities		4.396-	11.901
Investment /disinvestment in intangible fixed assets	1	44.220-	21.119
Investment/disinvestment in tangible fixed assets	2	<u>8.605-</u>	<u>64.990-</u>
Cash flow from investing activities		52.825-	43.871-
repayment of borrowings/take-up of long term debt		<u>-</u>	<u>-</u>
Cash flow from financing activities		-	-
Changes in Cash and Cash Equivalent	5	<u><u>372.580</u></u>	<u><u>647.986</u></u>

**Table: Itemisation of expenses
in €**

Expenditures	Fragile states	Repressive states	Security & Disarmament	Networks for Conflict Prevention	Fundraising Private	Fundraising Institutional	Strengthening Civil Society	Management: & Administration	Secretary costs Alliance FFF	Total 2014	Total 2013
1. Grants and contributions	1.259.722	724.758	8.275	21.890		66	1.254			2.015.965	1.724.305
2. Purchases and acquisitions	2.458.369	747.375	426.453	184.599	80.554	45.181	18.888			3.961.419	2.997.548
3. Publicity and Promotion	640.180	437.241	293.602	5.578						1.376.601	576.147
4. Personnel	853.985	644.140	393.583	262.460	49.154	204.125	80.359	478.803	89.639	3.056.248	3.728.515
5. Accommodations	129.753	97.869	59.800	39.878	7.468	31.014	12.210	72.748	13.620	464.360	527.298
6. Office expenses	19.840	14.964	9.144	6.097	1.142	4.743	1.867	11.123	2.082	71.002	82.494
7. General expenses	658	497	303	202	38	157	62	370	69	2.356	8.145
8. ICT	83.647	63.091	38.550	25.707	4.814	19.993	7.871	46.897	8.780	299.350	323.242
9. Depreciation and interest	38.978	29.401	17.965	11.980	2.244	9.317	3.668	21.854	4.091	139.498	129.540
10. Management costs	23.593	17.796	10.874	7.251	1.358	5.640	2.220	13.228	2.477	84.437	55.983
Total	5.508.725	2.777.132	1.258.549	565.642	146.772	320.236	128.399	645.023	120.758	11.471.236	10.153.217
	47,9%	24,2%	10,9%	4,9%	1,3%	2,8%	1,1%	5,6%	1,1%		
Partners in Masterpeace project										250.000	250.000
Freedom from Fear Alliance parties										2.830.211	2.830.210
										14.551.447	13.233.428

Explanation to expenses and distribution:

1. Payments to partner organisations with whom we work when carrying out projects.
2. Direct programme costs, i.e. purchasing, hiring, travel and accommodation expenses
3. Direct programme costs for communication
- 4.-10. The total cost of the organisation is based on a retrospectively charted hourly rate allocated to the programmes.

BUDGET 2015

	Actual 2014	Budget 2015
	€	€
INCOME		
Private fundraising	509.505	508.000
Grants from Institutional Donors	1.577.655	2.337.661
Income from third parties	500.000	500.000
Grants from Dutch government	12.330.931	12.759.928
Interest and investment income	52.502	
Other income	25.900	
Total income	14.996.493	16.105.589
EXPENSES		
Spent on behalf of the objective		
Human Security and Human Rights in Fragile States	5.508.725	6.225.617
Human Security and a voice in Repressive States	2.777.132	2.862.646
Security & Disarmament	1.258.549	2.278.051
Networks for conflict prevention and Peace Building	565.642	281.259
Partners in Masterpeace project	250.000	-
Strengthening Civil Society	128.399	366.000
The Freedom from Fear Alliance parties' MFS II liabilities	2.830.211	2.850.000
	<u>13.318.658</u>	<u>14.863.573</u>
Acquisition costs		
Cost of private fundraising	146.772	140.000
Cost of institutional donor fundraising	320.236	220.700
	<u>467.008</u>	<u>360.700</u>
Management and administration		
Cost of management and administration	765.781	881.316
	<u>765.781</u>	<u>881.316</u>
Total Expenditures	14.551.447	16.105.589
Result	445.046	-
Appropriation of Result		
Continuity reserve	419.146	
Short term reserve	25.900	
	<u>445.046</u>	

Financial Statements 2014
Stichting Interkerkelijk Vredesberaad

BALANCE SHEET

(after appropriation of result)

		31 December <u>2014</u> €	31 December <u>2013</u> €
ASSETS			
Receivables	1	10.385	6.401
Cash and Cash Equivalents	2	1.397.463	1.447.144
		<u>1.407.848</u>	<u>1.453.545</u>

BALANCE SHEET

(after appropriation of result)

		31 December 2014	31 December 2013
		€	€
LIABILITIES			
Reserves and funds			
Continuity reserve	3	1.369.424	1.369.424
Short-term debts			
Other accounts payable	4	38.343	56.998
Other Liabilities	5	81	27.123
		<u>38.424</u>	<u>84.121</u>
		<u><u>1.407.848</u></u>	<u><u>1.453.545</u></u>

Stichting Interkerkelijk Vredesberaad

STATEMENT OF INCOME AND EXPENDITURE

	Actual	Budget	Actual
	2014	2014	2013
	€	€	€
INCOME			
Private fundraising	6 29.805	28.600	34.343
Interest	7 10.349	12.000	6.247
Total income	<u>40.154</u>	<u>40.600</u>	<u>40.590</u>
EXPENSES			
Spent on behalf of the objective			
Networks for peace building	8 38.623	38.600	38.623
	<u>38.623</u>	<u>38.600</u>	<u>38.623</u>
Management and administration			
Cost of management and administration	9 1.531	2.000	1.967
Total Expenditures	<u>40.154</u>	<u>40.600</u>	<u>40.590</u>
Result	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

Cash flow Statement

	<u>2014</u>	<u>2013</u>
	€	€
Year End Result	-	-
Adjusted for		
Depreciations	-	-
Changes in provisions	-	-
Interest on income and expenditures	4.102	15.524-
Changes in Working Capital	<u>49.681-</u>	<u>62.900</u>
Cash flow from operating activities	45.579-	47.376
Interest received	<u>4.102-</u>	<u>15.524</u>
Cash Flow from primary activities	4.102-	15.524
Investment /disinvestment in intangible fixed assets	-	-
Investment/disinvestment in tangible fixed assets	<u>-</u>	<u>-</u>
Cash flow from investing activities	-	-
repayment of borrowings/take-up of long term debt	<u>-</u>	<u>-</u>
Cash flow from financing activities	-	-
Changes in Cash and Cash Equivalents	<u><u>49.681-</u></u>	<u><u>62.900</u></u>

Notes to the 2014 Financial Statements Stichting Interkerkelijk Vredesberaad

General

Relationship with parent organisation and principle

Peace Movement PAX Netherlands Foundation (hereinafter referred to as: PAX) is located in Utrecht, Godebaldkwartier 74. See also page 4 chapter 3 'Notes on Legal Persons'.

Reporting Period

The statements are based on a reporting period of one year. The fiscal year coincides with the calendar year.

Reporting Directive for Fundraising Institutions

The 2014 Financial Statements have been prepared in accordance with Guideline RJ650 for Fundraising Organisations (revised in 2011) and the Ministry of Foreign Affairs' co-financing system II regulations (of Ministry of Foreign Affairs MFSII regulations).

These guidelines provide the public with clear criteria for assessing fundraising cost ratios, expenditure of funds and whether these funds have been spent on the goals for which they were intended. Compliance with these reporting guidelines is an important precondition for a charity to obtain and retain the seal of approval from the Central Bureau of Fundraising of the Netherlands (CBF). The following financial statements have been prepared from the accounting records of PAX and in accordance with the organisation's accounting policies.

The cash flow statement is prepared using the indirect method

Principles for the Valuation of Assets, Liabilities and Financial Results

General

The principles applied in evaluating assets and liabilities and determining financial results are based on nominal value. Revenues and expenses are matched to the period in which they occurred (according to the matching principle). Revenues from legacy are recorded in the year that their size can be reliably established.

Principles for the Translation of Foreign Currencies

The currency used throughout this report is the Euro (€).

Transactions denominated in foreign currency are translated into the relevant functional currency of the group companies at the exchange rate applying on the transaction date. Monetary assets and liabilities denominated in foreign currency are translated at the balance sheet date into the functional currency at the exchange rate applying on that date. Non-monetary assets and liabilities in foreign currency that are stated at historical cost are translated into euro's at the applicable exchange rates applying on the transaction date. Translation gains and losses are taken to the profit and loss account as expenditure.

Intangible Fixed Assets

Intangible fixed assets (software) are valued at purchase price. Amortization is calculated according to the straight-line method in 5 years.

Tangible Fixed Assets

Tangible fixed assets are valued at acquisition price minus depreciation using their estimated economic life time. Any residual value is taken into account.

The annual depreciation is set as basis for the following structure:

- IT equipment: First year 40%, second year 30%, third year 20%, fourth year 10%
- furniture and other equipment: According to the straight-line method in 5 years
- system for membership records: According to the straight-line method in 5 years
- refurbishing costs: According to the straight-line method in 10 years

Assets with a long life should be tested for impairment in the case of changes or circumstances arising that lead to an indication that the carrying amount of the asset will not be recovered. The recoverability of assets in use is determined by comparing the carrying amount of an asset with the estimated present value of the future net cash flows which the asset is expected to generate.

If the carrying amount of an asset exceeds the estimated present value of the future cash flows, impairment is charged to the difference between the carrying amount and the recoverable amount.

Financial Instruments

Financial Instruments include receivables, cash and cash equivalents, cash and accounts receivables, current liabilities and other liabilities. Financial instruments are initially recognised at fair value. After initial recognition the financial instruments are measured at amortised costs on the basis of the effective interest method. The amortised costs equals the fair value. The fair value is based on the estimated present value of the future net cash flows. Purchased loans and other receivables are measured at amortised costs on the basis of the effective interest method, less impairment losses. Financial commitments that are not held for trading are carried at amortised cost on the basis of the effective interest rate method.

Continuity reserve

The PAX policy on continuity reserve meets the requirements of the CBF. See also page 8 chapter 7

Long Term Debts and Current Liabilities

The valuation of the long-term debts and current liabilities are described under the paragraph financial instruments.

Commitments of which the grant is announced in the book year are fully recorded in that year.

Balance positions for current projects consist of grants yet to be received and costs yet to be paid for these projects.

Donations and subsidies

In 2006, IKV foundation's ruling body and PAX Christi's Membership Council decided to book the two organisation's income from individuals and institutional funding as the partnership's income. This is done after deducting the resources that the two entities require for their own activities and organisational expenses.

Legacies left specifically to IKV or PAX Christi are not included here, nor are results from previous financial years. IKV and PAX Christi contract out the implementation of their programmes and services to PAX.

Income from private fundraising

Income from own fundraising involves donations, collections, legacies and the sale of materials.

Income from donations, collections and sales of materials are accounted for in the year in

which they are received/in which the materials are sold. Exceptions are written undertakings that have been received before year-end as these can be accounted for in the current year. Legacies are recognized based on a statement received from the executor in the year in which the amount can be determined reliably.

The valuation of legacies with property is done based on the most recent correspondence and receipts are included up to the preparation of financial statements. The valuation is done prudently. We work closely together with Centrum Nalatenschappen, who check and archive the documents and calculations.

Interest income

The line item interest income and income from investments contains the (gross) interest and realized and unrealized exchange income. Interest income and expense are recognized time proportionally.

Interest income is recognized as investment income.

Costs

The organisational expenses are allocated on the basis of actual cost of the number of hours really worked.

- a. Objectives
- b. Cost of fundraising
- c. Management and administration costs

These are specified in the table explaining expense distribution.

Going concern

These financial statements have been prepared on the basis of the going concern assumption.

Explanation of the balance sheet

	31 December 2014	31 December 2013
	€	€
1 Receivables		
Other receivables	10.385	6.401
	<u>10.385</u>	<u>6.401</u>
No receivables due after more than one year.		
2 Cash and cash equivalents		
Deposits (term under 3 months)	1.309.062	1.302.830
Credit balance on Dutch Bank accounts	88.401	144.314
	<u>1.397.463</u>	<u>1.447.144</u>
The position of cash and cash equivalents is at the disposal of the mission of PAX without hindrance		
3 Continuity reserve	1.369.424	1.369.424
Balance as at January 1	1.369.424	1.369.424
Allocation of the result	-	-
Balance as at December 31	<u>1.369.424</u>	<u>1.369.424</u>

Explanation of the balance sheet (cont.)

	31 December 2014	31 December 2013
	€	€
4 Current accounts		
Current accounts PAX	<u>38.343</u>	<u>56.998</u>
	38.343	56.998
5 Other short term liabilities		
VU second tranche promotion research	-	27.123
Bank and other costs	<u>81</u>	<u>-</u>
	81	27.123

No short term liabilities due after more than one year.

Explanation of the Income and expenditure account

	Actual 2014	Budget 2014	Actual 2013
	€	€	€
6 Income from private fundraising			
Gifts and donations	4.124	23.000	23.059
Vredesweek collection	60.000	60.000	60.000
Legacies	-	-	-
Release participation loan	1.216-	-	8.106
Contribution private fundraising PAX	33.103-	54.400-	56.822-
	<u>29.805</u>	<u>28.600</u>	<u>34.343</u>
7 Interest	10.349	12.000	6.247
Total income	40.154	40.600	40.590
8 Networks for peace building			
Support for research on New Wars, New Peace	27.123	27.100	27.123
Contribution Chair Vrije Universiteit M. Glasius	11.500	11.500	11.500
	<u>38.623</u>	<u>38.600</u>	<u>38.623</u>
9 Cost Management and administration			
Management costs	1.100	1.500	1.663
Bank and Other costs	431	500	304
	<u>1.531</u>	<u>2.000</u>	<u>1.967</u>
Total Expenditures	40.154	40.600	40.590

Boards of supervisors

The members of the Supervisory board receive no salary, vacation pay or attendance fees for their work. Travel and other expenses are compensated on the basis of cost incurred.

Compensations	907	1.168
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Other notes

	<u>2014</u>	<u>2013</u>
	€	€
Proposal Regarding the Appropriation of Result		
Result	-	-

**STATEMENT OF INCOME AND EXPENDITURE
2015 BUDGET**

	Actual 2014 <u>€</u>	Budget 2015 <u>€</u>
INCOME		
Income from private fundraising		
Gifts and donations	4.124	3.500
Vredesweek collection	60.000	60.000
Legacies	-	-
Release participation loan	1.216-	-
Contribution private fundraising PAX	<u>33.103-</u>	<u>38.200-</u>
	29.805	25.300
Other income		
Interest and investment income	10.349	15.000
	<u> </u>	<u> </u>
Total income	40.154	40.300
EXPENSES		
Networks for peace building		
Support for research on New Wars, New Peace	27.123	27.100
Contribution Chair Vrije Universiteit M. Glasius	<u>11.500</u>	<u>11.500</u>
	38.623	38.600
Cost Management and administration		
Management costs	1.100	1.300
Bank and other costs	<u>431</u>	<u>400</u>
	1.531	1.700
	<u> </u>	<u> </u>
Total liabilities	40.154	40.300
Result	<u><u>-</u></u>	<u><u>-</u></u>

Financial Statements 2014
Vereniging "Vredesbeweging Pax Christi Nederland"

Vereniging "Vredesbeweging Pax Christi Nederland"

BALANCE SHEET

(after appropriation of result)

		31 December <u>2014</u> €	31 December <u>2013</u> €
ASSETS			
Receivables	1	161.523	191.220
Cash and Cash Equivalents	2	55.301	159.236
		<u>216.824</u>	<u>350.456</u>

Vereniging "Vredesbeweging Pax Christi Nederland"

BALANCE SHEET

(after appropriation of result)

		31 December 2014	31 December 2013
		€	€
LIABILITIES			
Reserves and funds			
Continuity reserve	3	2.479	2.479
Short-term debts			
Short term debts	4	214.345	347.977
		<u><u>216.824</u></u>	<u><u>350.456</u></u>

Vereniging "Vredesbeweging Pax Christi Nederland"

STATEMENT OF INCOME AND EXPENDITURE

		Actual	Budget	Actual
		2014	2014	2013
		€	€	€
INCOME				
Private fundraising	5	111.162	76.100	65.710
Grants from institutional donors	6	26.162-	11.200	109.298
Interest	7	181	200	177
Total income		<u>85.181</u>	<u>87.500</u>	<u>175.185</u>
EXPENSES				
Spent on behalf of the objective				
Networks for peace building	8	63.618	64.600	62.715
		<u>63.618</u>	<u>64.600</u>	<u>62.715</u>
Management and administration				
Cost of management and administration	9	21.563	22.900	46.583
Total Expenditures		<u>85.181</u>	<u>87.500</u>	<u>109.298</u>
Result		<u><u>-</u></u>	<u><u>-</u></u>	<u><u>65.887</u></u>

Vereniging "Vredesbeweging Pax Christi Nederland"

Cash flow Statement

		2014		2013
		€		€
Year End Result		-		-
Adjusted for				
Depreciations		-		-
Changes in provisions		-		-
Interest on income and expenditures	7	4		46-
Changes in Working Capital	1,4	103.935-		93.014
Cash flow from operating activities		103.931-		92.968
interest received	7	4-		46
Cash Flow from primair activities		4-		46
Investment /disinvestment in intangible fixed assets		-		-
Investment/disinvestment in tangible fixed assets		-		-
Cash flow from investing activities		-		-
repayment of borrowings/take-up of long term debt		-		-
Cash flow from financing activities		-		-
Changes in Cash and Cash Equivalents	5	103.935-		93.014

Notes to the 2014 Financial Statements Vereniging "Vredesbeweging Pax Christi Nederland

General

Peace Movement PAX Netherlands Foundation (hereinafter referred to as: PAX) is located in Utrecht, Godebaldkwartier 74. See also page 4 chapter 3 'Notes on Legal Persons'.

Reporting Period

The statements are based on a reporting period of one year. The fiscal year coincides with the calendar year.

Reporting Directive for Fundraising Institutions

The 2014 Financial Statements have been prepared in accordance with Guideline RJ650 for Fundraising Organisations (revised in 2011) and the Ministry of Foreign Affairs' co-financing system II regulations (of Ministry of Foreign Affairs MFSII regulations).

These guidelines provide the public with clear criteria for assessing fundraising cost ratios, expenditure of funds and whether these funds have been spent on the goals for which they were intended. Compliance with these reporting guidelines is an important precondition for a charity to obtain and retain the seal of approval from the Central Bureau of Fundraising of the Netherlands (CBF). The following financial statements have been prepared from the accounting records of PAX and in accordance with the organisation's accounting

The cash flow statement is prepared using the indirect method

Principles for the Valuation of Assets, Liabilities and Financial Results

General

The principles applied in evaluating assets and liabilities and determining financial results are based on nominal value. Revenues and expenses are matched to the period in which they occurred (according to the matching principle). Revenues from legacy are recorded in the year that their size can be reliably established.

Principles for the Translation of Foreign Currencies

The currency used throughout this report is the Euro (€).

Transactions denominated in foreign currency are translated into the relevant functional currency of the group companies at the exchange rate applying on the transaction date. Monetary assets and liabilities denominated in foreign currency are translated at the balance sheet date into the functional currency at the exchange rate applying on that date. Non-monetary assets and liabilities in foreign currency that are stated at historical cost are translated into euro's at the applicable exchange rates applying on the transaction date. Translation gains and losses are taken to the profit and loss account as expenditure.

Intangible Fixed Assets

Intangible fixed assets (software) are valued at purchase price. Amortization is calculated according to the straight-line method in 5 years.

Tangible Fixed Assets

Tangible fixed assets are valued at acquisition price minus depreciation using their estimated economic life time. Any residual value is taken into account.

The annual depreciation is set as basis for the following structure:

- IT equipment: First year 40%, second year 30%, third year 20%, fourth year 10%
- furniture and other equipment: According to the straight-line method in 5 years
- system for membership records: According to the straight-line method in 5 years
- refurbishing costs: According to the straight-line method in 10 years

Assets with a long life should be tested for impairment in the case of changes or circumstances arising that lead to an indication that the carrying amount of the asset will not be recovered. The recoverability of assets in use is determined by comparing the carrying amount of an asset with the estimated present value of the future net cash flows which the asset is expected to generate.

If the carrying amount of an asset exceeds the estimated present value of the future cash flows, impairment is charged to the difference between the carrying amount and the recoverable amount.

Financial Instruments

Financial Instruments include receivables, cash and cash equivalents, cash and accounts receivables, current liabilities and other liabilities. Financial instruments are initially recognised at fair value. After initial recognition the financial instruments are measured at amortised costs on the basis of the effective interest method. The amortised costs equals the fair value. The fair value is based on the estimated present value of the future net cash flows. Purchased loans and other receivables are measured at amortised costs on the basis of the effective interest method, less impairment losses. Financial commitments that are not held for trading are carried at amortised cost on the basis of the effective interest rate method.

Continuity reserve

The PAX policy on continuity reserve meets the requirements of the CBF. See also page 8 chapter 7 'Explanation of the Balance'.

Long Term Debts and Current Liabilities

The valuation of the long-term debts and current liabilities are described under the paragraph financial instruments.

Commitments of which the grant is announced in the book year are fully recorded in that year.

Balance positions for current projects consist of grants yet to be received and costs yet to be paid for these projects.

Donations and subsidies

In 2006, IKV foundation's ruling body and Pax Christi's Membership Council decided to book the two organisation's income from individuals and institutional funding as the partnership's income. This is done after deducting the resources that the two entities require for their own activities and organisational expenses. Legacies left specifically to IKV or Pax Christi are not included here, nor are results from previous financial years. IKV and Pax Christi contract out the implementation of their programmes and services to PAX

Income from private fundraising

Income from own fundraising involves contributions, donations, collections, legacies and the sale of materials. Income from contributions, donations, collections and sales of materials are accounted for in the year in which they are received/in which the materials are sold. Exceptions are written undertakings that have been received before year-end as these can be accounted for in the current year. Legacies are recognized based on a statement received from the executor in the year in which the amount can be determined reliably. The valuation of legacies with property is done based on the most recent correspondence and receipts are included up to the preparation of financial statements. The valuation is done prudently. We work closely together with Centrum Nalatenschappen, who check and archive the documents and calculations.

Interest income

The line item interest income contains the (gross) interest and realized and unrealized exchange income. Interest income and expense are recognized time proportionally. Interest income is recognized as investment income.

Costs

The organisational expenses are allocated on the basis of actual cost of the number of hours really worked.

- a. Objectives
- b. Cost of fundraising
- c. Management and administration costs

These are specified in the table explaining expense distribution.

Going concern

These financial statements have been prepared on the basis of the going concern assumption.

Vereniging "Vredesbeweging Pax Christi Nederland"

Explanation of the balance sheet

	31 December 2014	31 December 2013
	€	€
1 Receivables		
Accounts receivables Inheritances and legacies	116.423	99.928
Account receivable 'Mensen van Goede Wil'	45.000	91.162
Interest and interest gifts	100	130
	161.523	191.220
<p>No receivables due after more then one year. The receivables 'Mensen van Goede Wil' includes 37.500 EUR for bad debts.</p>		
2 Cash and cash equivalents		
Deposits (no term)	55.301	159.236
<p>The position of cash and cash equivalents is at the disposal of the mission of PAX without hindrance</p>		
3 Continuity reserve	2.479	2.479
Balance as at January 1	2.479	2.479
Allocation of the result	-	-
Balance as at December 31	2.479	2.479
4 Short-term debts		
Current account 'PAX	211.619	347.477
Other short term liabilities	2.726	500
Balance as at December 31	214.345	347.977

No short term liabilities due after more then one year

Vereniging "Vredesbeweging Pax Christi Nederland"

Explanation of the Income and expenditure account

	Actual 2014 €	Budget 2014 €	Actual 2013 €
5 Income from private fundraising			
Gifts and donations	15.040	280.000	317.283
Contribution	89.119	90.000	93.045
Vredesweek collection	-	55.000	57.053
Legacies	79.383	20.000	39.841
Contribution private fundraising PAX	72.380-	368.900-	441.512-
	111.162	76.100	65.710
6 Income form institutional fundraising			
Mensen van Goede Wil	26.162-	11.200	43.411
7 Interest	181	200	177
Total income	85.181	87.500	109.298
8 Networks for peace building			
Contribution Pax Christi International	63.229	64.100	62.464
Chair at the Radboud University.	389	500	251
	63.618	64.600	62.715
9 Cost Management and administration			
Council of members	884	1.000	638
Costs private fundraising	19.689	19.400	43.411
Bank and other costs	990	2.500	2.534
	21.563	22.900	46.583
Total Expenditures	85.181	87.500	109.298

Boards of supervisors

The members of the Supervisory board receive no salary, vacation pay or attendance fees for their work. Travel and other expenses are compensated on the basis of cost incurred.

Compensations	704	412
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Vereniging "Vredesbeweging Pax Christi Nederland"

Other notes

	<u>2014</u>	<u>2013</u>
	€	€
Proposal Regarding the Appropriation of Result		
Result	-	-

Vereniging "Vredesbeweging Pax Christi Nederland"

STATEMENT OF INCOME AND EXPENDITURE 2015 BUDGET

	Actual 2014 €	Budget 2015 €
INCOME		
Income from private fundraising		
Gifts and donations	15.040	36.000
Contribution	89.119	87.000
Vredesweek collection	-	-
Legacies	79.383	-
Contribution private fundraising PAX	72.380-	56.400-
	<u>111.162</u>	<u>66.600</u>
Income form institutional fundraising		
Mensen van Goede Wil	26.162-	-
Other income		
Interest and investment income	181	100
	<u> </u>	<u> </u>
Total income	85.181	66.700
EXPENSES		
Networks for peace building		
Contribution Pax Christi International	63.229	64.000
Chair at the Radboud University.	389	500
	<u>63.618</u>	<u>64.500</u>
Cost Management and administration		
Council of members	884	1.200
Costs private fundraising	19.689	-
Bank and other costs	990	1.000
	<u>21.563</u>	<u>2.200</u>
	<u> </u>	<u> </u>
Total liabilities	85.181	66.700
	<u> </u>	<u> </u>
Result	<u><u>-</u></u>	<u><u>-</u></u>

Financial Statements 2014
Stichting Katholieke vredesbeweging

BALANCE SHEET

(after appropriation of result)

		31 December <u>2014</u> €	31 December <u>2013</u> €
ASSETS			
Tangible fixed assets	1	16.937	19.734
Financial fixed assets	2	27.291	26.879
Receivables	3	2.241	151
Cash and Cash Equivalents	4	182.416	182.269
		<u><u>228.885</u></u>	<u><u>229.033</u></u>

BALANCE SHEET

(after appropriation of result)

		31 December 2014	31 December 2013
		€	€
LIABILITIES			
Continuity reserve	5	1.209	4.753-
Provisions	6	40.000	-
Short term debts	7	187.676	233.786
		<u><u>228.885</u></u>	<u><u>229.033</u></u>

Stichting Katholieke Vredesbeweging

STATEMENT OF INCOME AND EXPENDITURE

	Actual	Budget	Actual
	2014	2014	2013
	€	€	€
INCOME			
Private fundraising	8 161.700	161.700	161.700
Income interest and from investment	9 2.652	3.300	1.797
Total income	<u>164.352</u>	<u>165.000</u>	<u>163.497</u>
EXPENSES			
Spent on behalf of the objective			
Gifts	10 70.000	-	-
	<u>70.000</u>	<u>-</u>	<u>-</u>
Management and administration			
Cost of management and administration	11 88.390	48.100	223.513
Total Expenditures	<u>158.390</u>	<u>48.100</u>	<u>223.513</u>
Result	<u><u>5.962</u></u>	<u><u>116.900</u></u>	<u><u>60.016-</u></u>

Cash flow Statement

		<u>2014</u>	<u>2013</u>
		€	€
Year End Result		5.962	60.016-
Adjusted for			
Depreciations	1	2.797	1.645
Changes in provisions	6	-	160.000-
Interest on income and expenditures	9	855	4.533-
Changes in Working Capital	3,7	48.200-	214.312
		<u>38.586-</u>	<u>8.592-</u>
Interest received	9	855-	4.533
		<u>855-</u>	<u>4.533</u>
Investment /disinvestment in tangible fixed assets	1	-	13.840-
Investment/disinvestment in financial fixed assets	2	412-	409-
		<u>412-</u>	<u>14.249-</u>
repayment of borrowings/take-up of long term debt		-	-
		<u>-</u>	<u>-</u>
		<u>39.853-</u>	<u>18.308-</u>
		<u><u>39.853-</u></u>	<u><u>18.308-</u></u>

Notes to the 2014 Financial Statements Stichting Katholieke Vredesbeweging

General

Relationship with parent organisation and principle

Peace Movement PAX Netherlands Foundation (hereinafter referred to as: PAX) is located in Utrecht, Godebaldkwartier 74. See also page 4 chapter 3 'Notes on Legal Persons'.

Reporting Period

The statements are based on a reporting period of one year. The fiscal year coincides with the calendar year.

Reporting Directive for Fundraising Institutions

The 2014 Financial Statements have been prepared in accordance with Guideline RJ650 for Fundraising Organisations (revised in 2011) and the Ministry of Foreign Affairs' co-financing system II regulations (of Ministry of Foreign Affairs MFSII regulations).

These guidelines provide the public with clear criteria for assessing fundraising cost ratios, expenditure of funds and whether these funds have been spent on the goals for which they were intended. Compliance with these reporting guidelines is an important precondition for a charity to obtain and retain the seal of approval from the Central Bureau of Fundraising of the Netherlands (CBF). The following financial statements have been prepared from the accounting records of PAX and in accordance with the organisation's accounting policies.

The cash flow statement is prepared using the indirect method

Principles for the Valuation of Assets, Liabilities and Financial Results

General

The principles applied in evaluating assets and liabilities and determining financial results are based on nominal value. Revenues and expenses are matched to the period in which they occurred (according to the matching principle). Revenues from legacy are recorded in the year that their size can be reliably established.

Principles for the Translation of Foreign Currencies

The currency used throughout this report is the Euro (€).

Transactions denominated in foreign currency are translated into the relevant functional currency of the group companies at the exchange rate applying on the transaction date. Monetary assets and liabilities denominated in foreign currency are translated at the balance sheet date into to the functional currency at the exchange rate applying on that date. Non-monetary assets and liabilities in foreign currency that are stated at historical cost are translated into euro's at the applicable exchange rates applying on the transaction date. Translation gains and losses are taken to the profit and loss account as expenditure.

Intangible Fixed Assets

Intangible fixed assets (software) are valued at purchase price. Amortization is calculated according to the straight-line method in 5 years.

Tangible Fixed Assets

Tangible fixed assets are valued at acquisition price minus depreciation using their estimated economic life time. Any residual value is taken into account.

The annual depreciation is set as basis for the following structure:

- IT equipment: First year 40%, second year 30%, third year 20%, fourth year 10%
- furniture and other equipment: According to the straight-line method in 5 years
- system for membership records: According to the straight-line method in 5 years
- refurbishing costs: According to the straight-line method in 10 years

Financial Fixed Assets

Financial fixed assets relate to certificates of Oikocredit shares which are valued at their nominal value. Every year dividend less management fee added in certificates.

The Stichting Katholieke Vredesbeweging (STIKAV) has signed a lease agreement with the lessor for a period extending through 2028. The rent is free of charge; its value is estimated at €161,000 per year. The lessee makes this property available to the PAX Partnership Foundation. These donations are included in STIKAV's and PAX partnership's annual accounts; the virtual rent is booked in the most recent annual accounts.

Financial Instruments

Financial Instruments include receivables, cash and cash equivalents, cash and accounts receivables, current liabilities and other liabilities. Financial instruments are initially recognised at fair value. After initial recognition the financial instruments are measured at amortised costs on the basis of the effective interest method. The amortised costs equals the fair value. The fair value is based on the estimated present value of the future net cash flows. Purchased loans and other receivables are measured at amortised costs on the basis of the effective interest method, less impairment losses. Financial commitments that are not held for trading are carried at amortised cost on the basis of the effective interest rate method.

Reserves

The PAX policy on continuity reserve meets the requirements of the CBF. See also page 8 chapter 7 'Explanation of the Balance'.

Provisions

Provisions should be valued at the nominal value of the expenses expected to be incurred in settling the liabilities and losses.

A provision is recognised if the following applies:

- the company has a legal or constructive obligation, arising from a past event; and
- the amount can be estimated reliably; and
- it is probable that an outflow of economic benefits will be required to settle the obligation

During 2014 it became clear Stikav had to include an provision due to the foreseen maintenance of the roof of 40,000 euro.

Long Term Debts and Current Liabilities

The valuation of the long-term debts and current liabilities are described under the paragraph financial instruments.

Commitments for which the grants are announced in the book year are fully recorded in that year.

Balance positions for current projects consist of grants yet to be received and costs yet to be paid for these projects.

Donations and subsidies

In 2006, IKV foundation's ruling body and Pax Christi's Membership Council decided to book the two organisation's income from individuals and institutional funding as the partnership's income. This is done after deducting the resources that the two entities require for their own activities and organisational expenses. Legacies left specifically to IKV or Pax Christi are not included here, nor are results from previous financial years. IKV and Pax Christi contract out the implementation of their programmes and services to PAX

Interest income and income from investments

The line item interest income and income from investments contains the (gross) interest, dividends and realized and unrealized exchange income. Interest income and expense are recognized time proportionally. Interest income is recognized as investment income.

Costs

The organisational expenses are allocated on the basis of actual cost of the number of hours really worked.

- a. Objectives
- b. Cost of fundraising
- c. Management and administration costs

These are specified in the table explaining expense distribution.

Going concern

These financial statements have been prepared on the basis of the going concern assumption.

Explanation of the balance sheet

	31 December 2014 <u>€</u>	31 December 2013 <u>€</u>
1 Tangible fixed assets		
Balance as at 31/12		
Inventory	16.937	19.734
Movement in intangible fixed assets:		
Balance as at January 1		
Purchase Value	27.976	14.136
Accumulated depreciation	8.242	6.597
Book value	<u>19.734</u>	<u>7.539</u>
Changes in book value		
Purchases	-	13.840
Disinvestments		
Depreciations	2.797	1.645
Balance	<u>2.797-</u>	<u>12.195</u>
Balance as at December 31		
Purchase Value	27.976	27.976
Accumulated depreciation	11.039	8.242
Book value	<u>16.937</u>	<u>19.734</u>
2 Financial fixed assets		
Oikoscredit certificates	27.291	26.879
Balance as at January 1		
Book value	26.879	26.470
Received dividend	412	409
Book value as at December 31	<u>27.291</u>	<u>26.879</u>
3 Receivables		
Accounts receivables	2.241	151
Balance account PAX	-	-
	<u>2.241</u>	<u>151</u>
No receivables due after more then one year.		
4 Cash and cash equivalents		
Current accounts	182.416	175.749
Saving accounts	-	6.520
	<u>182.416</u>	<u>182.269</u>
The position of cash and cash equivalents is at the disposal of the mission of PAX without hindrance		
5 Continuity reserve	1.209	4.753-
Balance as at January 1	4.753-	55.264
Allocation of the result	5.962	60.017-
Balance as at December 31	<u>1.209</u>	<u>4.753-</u>

Explanation of the balance sheet

	31 December <u>2014</u> €	31 December <u>2013</u> €
6 Provisions		
Provision for maintenance costs *	40.000	-
Balance as at January 1	-	160.000
Provisions used during the year	-	-
Dotation	40.000	-
Withdrawal due to expences	-	160.000-
Balance as at December 31	<u>40.000</u>	<u>-</u>

*) Provisions have been made for major maintenance.

7 Short-term debts		
Current account PAX	187.676	233.786
Other Liabilities	-	-
Balance as at December 31	<u>187.676</u>	<u>233.786</u>

No short term liabilities due after more then one year.

Explanation of the Income and expenditure account

	Actual 2014 €	Budget 2014 €	Actual 2013 €
8 Income from private fundraising			
Donation, value of free rent	161.700	161.700	161.700
9 Income from interest and investments			
Interest	2.240	2.800	1.388
Dividend	412	500	409
	<u>2.652</u>	<u>3.300</u>	<u>1.797</u>
Total income	<u>164.352</u>	<u>165.000</u>	<u>163.497</u>
10 Spent on behalf of the objective			
Gifts, provision of business accommodation PAX	70.000	-	-
11 Cost Management and administration			
Accommodation costs	85.570	45.000	221.645
Depreciations	2.797	2.800	1.645
Other liabilities	23	300	223
	<u>88.390</u>	<u>48.100</u>	<u>223.513</u>
Total Expenditures	<u>158.390</u>	<u>48.100</u>	<u>223.513</u>

Other notes

	<u>2014</u>	<u>2013</u>
	€	€
Proposal Regarding the Appropriation of Result		
Result	5.962	60.016-

**STATEMENT OF INCOME AND EXPENDITURE
2015 BUDGET**

	Actual 2014 €	Budget 2015 €
INCOME		
Private fundraising		
Donation, value of free rent	161.700	161.700
Interest	2.240	2.500
Dividend	412	500
	<hr/>	<hr/>
Total income	164.352	164.700
EXPENSES		
Spent on behalf of the objective		
Gifts, provision of business accommodation PAX	70.000	10.000
Cost Management and administration		
Accommodation costs	85.570	150.000
Depreciations	2.797	2.800
Other liabilities	23	300
	<hr/>	<hr/>
Total liabilities	158.390	163.100
Result	<hr/> <hr/>	<hr/> <hr/>
	5.962	1.600



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