INTERNATIONAL UNION OF CRYSTALLOGRAPHY

Report and Financial Statements

31 December 2009
## CONTENTS

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Executive Committee members and Statement of the Executive Committee’s responsibilities</td>
<td>1</td>
</tr>
<tr>
<td>Independent auditors' report</td>
<td>2</td>
</tr>
<tr>
<td>Income and expenditure account</td>
<td>3</td>
</tr>
<tr>
<td>Balance sheet</td>
<td>6</td>
</tr>
<tr>
<td>Cash flow statement</td>
<td>7</td>
</tr>
<tr>
<td>Notes to the financial statements</td>
<td>8</td>
</tr>
</tbody>
</table>
EXECUTIVE COMMITTEE MEMBERS
31 December 2009

President: Professor S Larsen
Vice-President: Professor P M Colman
General Secretary and Treasurer: Professor S Lidin
Immediate Past President: Professor Y Ohashi
Ordinary Members: Professor E Boldyreva
Professor G R Desiraju
Professor C J Gilmore
Professor M Hackert
Professor C Lecomte
Professor J M Perez - Mato

Executive Secretary: Mr M H Dacombe

STATEMENT OF THE EXECUTIVE COMMITTEE’S RESPONSIBILITIES

The Statutes and By-laws of the Union require the Treasurer to exhibit a general statement of the pecuniary affairs of the Union with detailed accounts of the income and expenditure. In preparing these accounts, the Executive Committee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume the Union will continue.

These accounts are to be audited by a professional auditor appointed by the Executive Committee.

The Executive Committee is responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Union and to ensure that the accounts comply with the Constitution of the Union. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In the case of each of the persons who are members of the Executive Committee at the date when this report is approved:

- so far as each of the members is aware, there is no relevant audit information of which the union’s auditors are unaware; and
- each of the members has taken all the steps that they ought to have taken as a member to make themselves aware of any relevant audit information and to establish that the union’s auditors are aware of that information.

By Order of the Executive Committee

Professor S Lidin
General Secretary and Treasurer

Professor S Larsen
President

M H Dacombe
Executive Secretary
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE
INTERNATIONAL UNION OF CRYSTALLOGRAPHY

We have audited the financial statements of the International Union of Crystallography for the year ended 31 December 2009 which comprise the income and expenditure account, the balance sheet, the cash flow statement, and the related notes 1 to 14. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Union’s members, as a body, in accordance with Section 11.1 of the Statutes of the Union. Our audit work has been undertaken so that we might state to the Union’s members those matters we are required to state to them in an auditors’ report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Union and the Union’s members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the Executive Committee and auditors

The Executive Committee’s responsibilities for preparing the financial statements in accordance with applicable United Kingdom law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of the Executive Committee’s Responsibilities.

Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board’s (APB’s) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Union’s circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Union’s members; and the overall presentation of the financial statements.

Opinion

In our opinion the financial statements:

- give a true and fair view, of the state of the Union’s affairs as at 31 December 2009 and of its surplus of income over expenditure for the year then ended; and

- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Deloitte LLP
Chartered Accountants and Registered Auditors
Manchester, United Kingdom

15 June 2010
## INCOME AND EXPENDITURE ACCOUNT

**Year ended 31 December 2009**

### Income

<table>
<thead>
<tr>
<th>Note</th>
<th>Description</th>
<th>2009</th>
<th>2008</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Membership subscriptions</td>
<td>158,046</td>
<td>159,353</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Sales</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Journals, back numbers and single issues</td>
<td>4,428,868</td>
<td>4,334,082</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Books</td>
<td>120,359</td>
<td>268,897</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Open Access Grant</td>
<td>31,728</td>
<td>46,284</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Investment income</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Income from investments</td>
<td>4,580,955</td>
<td>4,649,263</td>
<td></td>
</tr>
<tr>
<td></td>
<td>7 Bank interest</td>
<td>89,373</td>
<td>102,284</td>
<td></td>
</tr>
<tr>
<td></td>
<td>8 Loss on sale of investments</td>
<td>2,064</td>
<td>32,996</td>
<td></td>
</tr>
<tr>
<td></td>
<td>9 Royalties and copyright fees</td>
<td>-</td>
<td>-</td>
<td>22,933</td>
</tr>
<tr>
<td></td>
<td>Advertising income</td>
<td>91,437</td>
<td>112,287</td>
<td></td>
</tr>
<tr>
<td></td>
<td>STAR/CIF income</td>
<td>12,709</td>
<td>7,793</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>214,953</td>
<td>249,226</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Other income</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>TOTAL INCOME</td>
<td>5,045,391</td>
<td>5,170,129</td>
<td></td>
</tr>
</tbody>
</table>

### Expenditure

<table>
<thead>
<tr>
<th>Description</th>
<th>2009</th>
<th>2008</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Journals</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Publication costs</td>
<td>606,104</td>
<td>641,289</td>
<td></td>
</tr>
<tr>
<td>Editorial expenses</td>
<td>322,575</td>
<td>249,213</td>
<td></td>
</tr>
<tr>
<td>Technical editing</td>
<td>1,470,547</td>
<td>1,624,148</td>
<td></td>
</tr>
<tr>
<td>Subscription administration</td>
<td>109,885</td>
<td>122,410</td>
<td></td>
</tr>
<tr>
<td></td>
<td>2,509,111</td>
<td>2,637,060</td>
<td></td>
</tr>
<tr>
<td>Books</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Publication costs</td>
<td>96,605</td>
<td>33,566</td>
<td></td>
</tr>
<tr>
<td>Editorial expenses</td>
<td>32,340</td>
<td>72,304</td>
<td></td>
</tr>
<tr>
<td>Technical editing</td>
<td>103,122</td>
<td>228,159</td>
<td></td>
</tr>
<tr>
<td></td>
<td>232,067</td>
<td>334,029</td>
<td></td>
</tr>
<tr>
<td>Newsletter</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Publication costs</td>
<td>112,630</td>
<td>105,873</td>
<td></td>
</tr>
<tr>
<td>Editorial expenses</td>
<td>123,384</td>
<td>121,678</td>
<td></td>
</tr>
<tr>
<td></td>
<td>236,014</td>
<td>227,551</td>
<td></td>
</tr>
<tr>
<td>President’s Fund and other Grants and Young Scientist Support</td>
<td></td>
<td></td>
<td>165,977</td>
</tr>
<tr>
<td>General Assembly and Congress costs</td>
<td></td>
<td>40,614</td>
<td>114,660</td>
</tr>
<tr>
<td>Carried forward</td>
<td></td>
<td>3,183,783</td>
<td>3,406,942</td>
</tr>
</tbody>
</table>
INCOME AND EXPENDITURE ACCOUNT (continued)
Year ended 31 December 2009

<table>
<thead>
<tr>
<th>Description</th>
<th>2009</th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>Brought forward</td>
<td>3,183,783</td>
<td>3,406,942</td>
</tr>
<tr>
<td>Committee meetings and expenses</td>
<td>71,129</td>
<td>119,870</td>
</tr>
<tr>
<td>Publications and journals development</td>
<td></td>
<td></td>
</tr>
<tr>
<td>General</td>
<td>587,946</td>
<td>673,563</td>
</tr>
<tr>
<td>Editor meetings</td>
<td>2,079</td>
<td>4,466</td>
</tr>
<tr>
<td>STAR/CIF</td>
<td>21,302</td>
<td>42,686</td>
</tr>
<tr>
<td>Promotion</td>
<td>162,268</td>
<td>245,389</td>
</tr>
<tr>
<td></td>
<td>773,595</td>
<td>966,104</td>
</tr>
<tr>
<td>Subscriptions paid</td>
<td>11,167</td>
<td>12,237</td>
</tr>
<tr>
<td>Visiting professorship programme</td>
<td>4,862</td>
<td>8,994</td>
</tr>
<tr>
<td>Administration expenses:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>General Secretary and Treasurer:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Honorarium to Treasurer</td>
<td>10,537</td>
<td>13,302</td>
</tr>
<tr>
<td>Audit and accountancy charges</td>
<td>66,097</td>
<td>61,756</td>
</tr>
<tr>
<td>Legal and professional fees</td>
<td>7,649</td>
<td>12,032</td>
</tr>
<tr>
<td>Travelling expenses</td>
<td>18,051</td>
<td>4,795</td>
</tr>
<tr>
<td>Bank charges</td>
<td>2,112</td>
<td>2,514</td>
</tr>
<tr>
<td></td>
<td>104,446</td>
<td>94,399</td>
</tr>
<tr>
<td>Executive Secretary’s office:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries and expenses</td>
<td>300,892</td>
<td>341,547</td>
</tr>
<tr>
<td>Travel expenses of IUCr representatives</td>
<td>14,656</td>
<td>14,279</td>
</tr>
<tr>
<td>Sponsorship of meetings</td>
<td>11,611</td>
<td>6,621</td>
</tr>
<tr>
<td>IUCr/FIZ agreement</td>
<td>(18,745)</td>
<td>(17,131)</td>
</tr>
<tr>
<td>Bad debts</td>
<td>5,638</td>
<td></td>
</tr>
<tr>
<td></td>
<td>314,052</td>
<td>345,316</td>
</tr>
<tr>
<td>Depreciation</td>
<td>41,570</td>
<td>45,921</td>
</tr>
<tr>
<td>TOTAL EXPENDITURE</td>
<td>4,504,604</td>
<td>4,999,783</td>
</tr>
</tbody>
</table>

Surplus of income over expenditure (before realised exchange fluctuations) carried forward

540,787  170,346
INCOME AND EXPENDITURE ACCOUNT (continued)
Year ended 31 December 2009

<table>
<thead>
<tr>
<th>Note</th>
<th>2009</th>
<th>2008</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Swiss Francs</td>
<td>2009</td>
<td>2008</td>
</tr>
<tr>
<td>Surplus of income over expenditure (before realised exchange losses) brought forward</td>
<td>540,787</td>
<td>170,346</td>
<td></td>
</tr>
<tr>
<td>Realised fluctuation in rates of exchange</td>
<td>122,575</td>
<td>(349,133)</td>
<td></td>
</tr>
<tr>
<td>Exchange movement on trading activities</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Surplus/(deficit) of income over expenditure (after realised exchange losses)</td>
<td>663,362</td>
<td>(178,787)</td>
<td></td>
</tr>
<tr>
<td>Movement in market value of investments in year</td>
<td>639,751</td>
<td>972,646</td>
<td></td>
</tr>
<tr>
<td>5</td>
<td>1,303,113</td>
<td>1,151,433</td>
<td></td>
</tr>
<tr>
<td>Unrealised fluctuation in rates of exchange</td>
<td>(22,019)</td>
<td>28,347</td>
<td></td>
</tr>
<tr>
<td>Exchange movement on trading activities</td>
<td>74,401</td>
<td>(872,743)</td>
<td></td>
</tr>
<tr>
<td>Investment activities</td>
<td>52,382</td>
<td>(844,396)</td>
<td></td>
</tr>
<tr>
<td>Total recognised gains/(losses) relating to the year</td>
<td>1,355,495</td>
<td>(1,995,829)</td>
<td></td>
</tr>
<tr>
<td>Opening fund accounts at 1 January 2009</td>
<td>3,023,501</td>
<td>5,019,330</td>
<td></td>
</tr>
<tr>
<td>Closing fund accounts at 31 December 2009</td>
<td>4,378,996</td>
<td>3,023,501</td>
<td></td>
</tr>
</tbody>
</table>

All the income and expenditure related to continuing activities.

Historic cost results would only differ from above by the profit on sale of investments - see note 9.

Separate Statements of Total Recognised Gains and Losses and Reconciliation of Movements in the Fund Account are not given, as the information is incorporated above.
BALANCE SHEET  
31 December 2009

<table>
<thead>
<tr>
<th></th>
<th>Note</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>FIXED ASSETS</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible fixed assets</td>
<td>4</td>
<td>45,880</td>
<td>43,124</td>
</tr>
<tr>
<td>Investments at market value</td>
<td>5</td>
<td>2,509,238</td>
<td>1,797,102</td>
</tr>
<tr>
<td></td>
<td></td>
<td>2,555,118</td>
<td>1,840,226</td>
</tr>
<tr>
<td>CURRENT ASSETS</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stock</td>
<td></td>
<td>119,120</td>
<td>182,162</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current accounts</td>
<td></td>
<td>54,872</td>
<td>49,463</td>
</tr>
<tr>
<td>Deposit and savings accounts</td>
<td>946,052</td>
<td>601,391</td>
<td></td>
</tr>
<tr>
<td>Cash with Union officials</td>
<td>7,706</td>
<td>17,108</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,008,630</td>
<td>667,962</td>
</tr>
<tr>
<td>Debtors, accrued income and payments in advance</td>
<td></td>
<td>1,162,842</td>
<td>674,538</td>
</tr>
<tr>
<td>Subscriptions due from Adhering Bodies</td>
<td></td>
<td>6,000</td>
<td>13,000</td>
</tr>
<tr>
<td>Total current assets</td>
<td></td>
<td>2,296,592</td>
<td>1,537,662</td>
</tr>
<tr>
<td>CREDITORS: amounts falling due within one year</td>
<td>6</td>
<td>(472,714)</td>
<td>(354,387)</td>
</tr>
<tr>
<td>NET CURRENT ASSETS</td>
<td></td>
<td>1,823,878</td>
<td>1,183,275</td>
</tr>
<tr>
<td>TOTAL FUNDS</td>
<td></td>
<td>4,378,996</td>
<td>3,023,501</td>
</tr>
</tbody>
</table>

The financial statements were approved by the Executive Committee on 20-06-2010.

President                        Professor S Larsen  
General Secretary and Treasurer  Professor S Lidin  
Executive Secretary              M H Dacombe
## CASH FLOW STATEMENT
### Year ended 31 December 2009

<table>
<thead>
<tr>
<th>Note</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net cash inflow from operating activities (see below)</td>
<td>168,966</td>
<td>257,441</td>
</tr>
<tr>
<td>Returns on investments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest received</td>
<td>8</td>
<td>2,064</td>
</tr>
<tr>
<td>Investment income (net of notional dividends)</td>
<td>7</td>
<td>89,373</td>
</tr>
<tr>
<td>Net cash inflow from returns on investments</td>
<td></td>
<td>91,437</td>
</tr>
<tr>
<td>Investing activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of fixed assets</td>
<td>4</td>
<td>(44,326)</td>
</tr>
<tr>
<td>Purchase of investments</td>
<td>5</td>
<td>(25,714)</td>
</tr>
<tr>
<td>Receipts from sale of investments</td>
<td>9</td>
<td>27,730</td>
</tr>
<tr>
<td>Net cash outflow from investing activities</td>
<td></td>
<td>(42,310)</td>
</tr>
<tr>
<td>Increase in cash</td>
<td>13</td>
<td>218,093</td>
</tr>
</tbody>
</table>

### Reconciliation of surplus/(deficit) of Income over Expenditure to Net Cash Inflow from Operating Activities

<table>
<thead>
<tr>
<th>Note</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Surplus/(deficit) of income over expenditure</td>
<td>663,362</td>
<td>(178,787)</td>
</tr>
<tr>
<td>Exchange rate fluctuations attributable to operating activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest received</td>
<td>8</td>
<td>(2,064)</td>
</tr>
<tr>
<td>Investment income</td>
<td>7</td>
<td>(89,373)</td>
</tr>
<tr>
<td>Loss on disposal of investments</td>
<td>9</td>
<td>-</td>
</tr>
<tr>
<td>Depreciation charges</td>
<td>4</td>
<td>41,570</td>
</tr>
<tr>
<td>Decrease in stock</td>
<td></td>
<td>63,042</td>
</tr>
<tr>
<td>(Increase)/decrease in debtors</td>
<td>(Increase)/decrease in debtors</td>
<td>(503,324)</td>
</tr>
<tr>
<td>Increase/(decrease) in creditors</td>
<td>118,328</td>
<td>(137,271)</td>
</tr>
<tr>
<td>Net cash inflow from operating activities</td>
<td>168,966</td>
<td>257,441</td>
</tr>
</tbody>
</table>
NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 December 2009

1. ACCOUNTING POLICIES

The principal accounting policies adopted are summarised below. They have all been applied consistently throughout the year and preceding year.

Basis of accounting

The financial statements have been prepared under the historical cost convention, with the exception of investments which are stated at market value, and in accordance with applicable United Kingdom accounting standards.

Going concern

The Union has considerable financial resources in terms of investments held and cash deposits. As a consequence, the members believe that the Union is well placed to manage its business risks successfully despite the current uncertain economic outlook and the impact this has on the market valuation of the investments.

After making enquiries, the members have a reasonable expectation that the Union has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis in preparing the accounts.

Rates of exchange

UNESCO rates of exchange as issued by the ICSU Secretariat are used in the preparation of the financial statements.

Transactions denominated in foreign currencies are translated into Swiss Francs at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated at the rates ruling at that date.

Profits and losses arising on trading transactions from the fluctuations in rates of exchange during the year are divided between the fund accounts with credit balances in direct proportion to those balances at the closing balance sheet date. All profits and losses arising from exchange rate fluctuations are taken directly to reserves.

Publication costs

Publication, editorial and administrative expenses of publications are charged in the appropriate income and expenditure account as and when incurred.

Stocks

Stocks of International Tables are included at the lower of cost and net realisable value. Stocks of all other publications, including back issues of journals, are not valued for accounts purposes as sales are uncertain.

Expenditure on premises

Expenditure on maintenance of leasehold premises is charged against the appropriate income and expenditure accounts in the year in which it is incurred.

Depreciation

(i) Office equipment is depreciated on the straight line basis at a rate of 20% per annum.
(ii) Computer equipment is depreciated on a straight line basis at a rate of 33 1/3% per annum.
(iii) Leasehold property improvements are depreciated over the term of the lease.

Investment income

Notional dividend income re-invested in accumulation investment funds is treated as income when declared and added to the accumulated cost of investments. Other dividends are recognised on an accruals basis.

Investments

Investments are stated at market value. Changes in market value are taken directly to reserve movements.
NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 December 2009

1. ACCOUNTING POLICIES (continued)
   
   Lease costs
   
   Operating lease costs are charged to the income and expenditure account on a straight line basis over the term of the lease. Where reduced rents are payable on property in the earlier years of the lease, the total cost for the period to the first rent review date are spread on a straight line basis, and the appropriate creditor balance is maintained.
   
Pension Costs
   
The Union operates a defined contribution pension scheme for its employees. The assets of the scheme are held separately from those of the Union. The amount charged to income and expenditure in the year in respect of pensions represents employer’s contributions payable in the year.

2. RATES OF EXCHANGE
   
The assets of the Union are recorded in the financial statements in Swiss Francs but are held in currencies which are considered to be appropriate to the Union’s requirements. Transactions in currencies other than Swiss Francs are converted into Swiss Francs at the rate of exchange ruling on the date of the transaction.
   
The rates of exchange operative at the balance sheet date compared with the Swiss Franc were as follows:

<table>
<thead>
<tr>
<th>Currency</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Euro</td>
<td>0.6728</td>
<td>0.6683</td>
</tr>
<tr>
<td>Pounds Sterling</td>
<td>0.6068</td>
<td>0.6539</td>
</tr>
<tr>
<td>US Dollars</td>
<td>0.9709</td>
<td>0.9560</td>
</tr>
</tbody>
</table>

The net assets of the Union at 1 January 2009 (Sw Fr 3,023,501) would have had the value of US $2,890,467 or £1,977,067 if expressed in those currencies.

At 31 December 2009 the net assets (Sw Fr 4,378,996) would have had the value of US $4,251,567 or £2,657,175 respectively, being an increase of US $1,361,100 or an increase of £680,108 from the previous year.

3. TAXATION
   
As an association incorporated in Switzerland, the Union is exempt from Swiss Federal and Geneva Cantonal tax. Under current circumstances the Union is not considered to be liable to tax in territories other than Switzerland as a result of domestic exemptions in those other territories and/or specific exemptions arising under the Double Taxation Treaties between those other territories and Switzerland.
### 4. TANGIBLE FIXED ASSETS

<table>
<thead>
<tr>
<th></th>
<th>Leasehold Property Improvements (Sw Fr)</th>
<th>Computer and Office Equipment (Sw Fr)</th>
<th>Total (Sw Fr)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cost</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>As at 1 January 2009</td>
<td>102,987</td>
<td>706,557</td>
<td>809,544</td>
</tr>
<tr>
<td>Additions</td>
<td>-</td>
<td>44,326</td>
<td>44,326</td>
</tr>
<tr>
<td><strong>As at 31 December 2009</strong></td>
<td>102,987</td>
<td>750,883</td>
<td>853,870</td>
</tr>
<tr>
<td><strong>Accumulated depreciation</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>As at 1 January 2009</td>
<td>102,987</td>
<td>663,433</td>
<td>766,420</td>
</tr>
<tr>
<td>Charge for the year</td>
<td>-</td>
<td>41,570</td>
<td>41,570</td>
</tr>
<tr>
<td><strong>As at 31 December 2009</strong></td>
<td>102,987</td>
<td>705,003</td>
<td>807,990</td>
</tr>
<tr>
<td><strong>Net book value</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>31 December 2009</td>
<td>-</td>
<td>45,880</td>
<td>45,880</td>
</tr>
<tr>
<td>31 December 2008</td>
<td>-</td>
<td>43,124</td>
<td>43,124</td>
</tr>
</tbody>
</table>
### 5. INVESTMENTS

<table>
<thead>
<tr>
<th>Held by Merrill Lynch</th>
<th>Holding at Market value 01/01/09</th>
<th>Additions during the year</th>
<th>Notional dividends</th>
<th>Disposals/ redemption during the year</th>
<th>Fluctuations in rates of exchange</th>
<th>Swiss Francs Increase/(decrease) in market value</th>
<th>Holding at market value 31/12/09</th>
<th>Holding at revalued cost 31/12/09</th>
<th>Holding at revalued cost 31/12/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>GNM P169332 – 2016 (US$)</td>
<td>582</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(9)</td>
<td>-</td>
<td>573</td>
<td>515</td>
<td>523</td>
</tr>
<tr>
<td>501 Units</td>
<td>90,653</td>
<td>-</td>
<td>-</td>
<td>(1,387)</td>
<td>19,840</td>
<td>109,106</td>
<td>29,340</td>
<td>29,795</td>
<td></td>
</tr>
<tr>
<td>Global Allocation Portfolio</td>
<td>108,536</td>
<td>-</td>
<td>-</td>
<td>(1,660)</td>
<td>40,248</td>
<td>147,124</td>
<td>103,576</td>
<td>105,185</td>
<td></td>
</tr>
<tr>
<td>Class O (US$) 2,740 Units</td>
<td>103,682</td>
<td>-</td>
<td>-</td>
<td>(1,586)</td>
<td>19,748</td>
<td>121,844</td>
<td>49,797</td>
<td>50,571</td>
<td></td>
</tr>
<tr>
<td>MLPSP SP PE EU EQ (US) B 3,292 Units</td>
<td>40,249</td>
<td>-</td>
<td>-</td>
<td>(616)</td>
<td>28,253</td>
<td>67,886</td>
<td>32,082</td>
<td>32,581</td>
<td></td>
</tr>
<tr>
<td>Sector SPDR Energy 2,075 units</td>
<td>28,016</td>
<td>-</td>
<td>-</td>
<td>(429)</td>
<td>12,706</td>
<td>40,293</td>
<td>51,240</td>
<td>52,036</td>
<td></td>
</tr>
<tr>
<td>M I Asian Dragon 2,600 units</td>
<td>139,452</td>
<td>25,714</td>
<td>-</td>
<td>(27,730)</td>
<td>(2,459)</td>
<td>24,937</td>
<td>159,914</td>
<td>238,178</td>
<td>244,551</td>
</tr>
<tr>
<td>Janus US Venture Fund 4,800 Units</td>
<td>139,452</td>
<td>25,714</td>
<td>-</td>
<td>(27,730)</td>
<td>(8,146)</td>
<td>145,732</td>
<td>646,740</td>
<td>504,728</td>
<td>515,242</td>
</tr>
<tr>
<td>Carried forward</td>
<td>511,170</td>
<td>25,714</td>
<td>-</td>
<td>(27,730)</td>
<td></td>
<td>145,732</td>
<td>646,740</td>
<td>504,728</td>
<td>515,242</td>
</tr>
</tbody>
</table>
NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 December 2009

5.  INVESTMENTS (continued)

<table>
<thead>
<tr>
<th>Holdings at Market value 01/01/09</th>
<th>Additions during the year</th>
<th>Notional Dividends</th>
<th>Disposals/Redemption During the Year</th>
<th>Fluctuations in rates of exchange</th>
<th>Increase/(decrease) in market value</th>
<th>Swiss Francs Holding at market value 31/12/09</th>
<th>Holding at revalued cost 31/12/09</th>
<th>Holding at revalued cost 31/12/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Brought forward</td>
<td></td>
<td></td>
<td>(27,730)</td>
<td>(8,146)</td>
<td>145,732</td>
<td>646,740</td>
<td>504,728</td>
<td>515,242</td>
</tr>
<tr>
<td>Pernmal Emerging Markets 37 unit</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Pernmal Investment 23 units</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Held by Close Asset</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Close Finsbury International</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foundation Funds Ltd</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sterling Bond and Equity Fund</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>237,318 Participating shares</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1,099,634</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>85,397</td>
<td>453,676</td>
<td>1,638,707</td>
<td>1,670,673</td>
</tr>
<tr>
<td>1,797,102</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>74,401</td>
<td>639,751</td>
<td>2,509,238</td>
<td>2,383,469</td>
</tr>
</tbody>
</table>

| Total                            |                           |                    |                                     |                                 |                                |                                        |                               |                               |
NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 December 2009

6.  CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

<table>
<thead>
<tr>
<th></th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>Creditors and accruals</td>
<td>422,563</td>
</tr>
<tr>
<td>Payroll creditor including tax and social security</td>
<td>50,151</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>472,714</td>
</tr>
</tbody>
</table>

7.  INVESTMENT INCOME

<table>
<thead>
<tr>
<th></th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>GNM P169332 – 2016</td>
<td>52</td>
</tr>
<tr>
<td>Sector SPDR Energy</td>
<td>1,998</td>
</tr>
<tr>
<td>Close Finsbury International Ltd Sterling Bond and Equity Fund</td>
<td>81,637</td>
</tr>
<tr>
<td>Consults Portfolios 850-07U78</td>
<td></td>
</tr>
<tr>
<td>850-07U80</td>
<td>5,686</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>89,373</td>
</tr>
</tbody>
</table>
NOTES TO THE FINANCIAL STATEMENTS  
Year ended 31 December 2009

8. BANK INTEREST

<table>
<thead>
<tr>
<th>National Westminster Bank Plc</th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>Manchester Business Reserve Account</td>
<td>1,161</td>
</tr>
<tr>
<td>Manchester Capital Reserve Account</td>
<td>2</td>
</tr>
<tr>
<td></td>
<td>1,163</td>
</tr>
<tr>
<td>Merrill Lynch</td>
<td></td>
</tr>
<tr>
<td>CMA Account</td>
<td>863</td>
</tr>
<tr>
<td>UBS</td>
<td>38</td>
</tr>
<tr>
<td></td>
<td>2,064</td>
</tr>
</tbody>
</table>

9. LOSS ON DISPOSAL/REDEMPTION OF INVESTMENTS

<table>
<thead>
<tr>
<th></th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>Proceeds</td>
<td>-</td>
</tr>
<tr>
<td>Book value</td>
<td>-</td>
</tr>
<tr>
<td>Loss</td>
<td>-</td>
</tr>
</tbody>
</table>

Book value represents market value at 1 January 2009 or cost if acquired after that date.
The loss on disposal based on historic cost was Swiss Francs Nil (2008 – Sw Fr 26,260). Therefore historic cost results would be as follows:

<table>
<thead>
<tr>
<th></th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>Surplus of income over expenditure</td>
<td>-</td>
</tr>
</tbody>
</table>
NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 December 2009

10. INFORMATION REGARDING EMPLOYEES

<table>
<thead>
<tr>
<th></th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Average number of persons employed during the year</td>
<td>23</td>
<td>24</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Pounds Sterling 2009</th>
<th>Pounds Sterling 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries</td>
<td>932,433</td>
<td>954,690</td>
</tr>
<tr>
<td>Social security</td>
<td>102,772</td>
<td>106,015</td>
</tr>
<tr>
<td>Pension</td>
<td>237,438</td>
<td>153,410</td>
</tr>
<tr>
<td>Total staff costs</td>
<td>1,272,643</td>
<td>1,214,115</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Swiss Francs 2009</th>
<th>Swiss Francs 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total staff costs</td>
<td>2,139,628</td>
<td>2,484,691</td>
</tr>
</tbody>
</table>

11. OPERATING LEASE COMMITMENTS
At 31 December, the Union was committed to making the following payments during the next year in respect of operating leases.

<table>
<thead>
<tr>
<th></th>
<th>Swiss Francs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Land &amp; buildings</td>
</tr>
<tr>
<td>Leases which expire:</td>
<td></td>
</tr>
<tr>
<td>Within one year</td>
<td>22,248</td>
</tr>
<tr>
<td>Within one to two years</td>
<td>-</td>
</tr>
<tr>
<td>Within two to five years</td>
<td>49,440</td>
</tr>
<tr>
<td></td>
<td>71,688</td>
</tr>
</tbody>
</table>

12. SPONSORSHIP & OTHER FINANCIAL COMMITMENTS
At 31 December 2009 the Union had authorised, but not contracted for, sponsorship grants of Sw Fr93,215 (2008 - Sw Fr82,634).

In 1997, an agreement was made between the Union and the providers of the newsletter that a cap of US$ 50,000 per annum was to apply to funding. Any difference between the funds provided and this cap is eligible to be drawn down to meet future cost increases, provide staff rewards or to cover uncertainty concerning advertising income. As at 31 December 2009, the potential liability amounted to US$127,500 (2008 – US$ 127,500).
### NOTES TO THE FINANCIAL STATEMENTS

**Year ended 31 December 2009**

13. **ANALYSIS OF CHANGES IN CASH DURING THE YEAR**

<table>
<thead>
<tr>
<th>Description</th>
<th>Swiss Francs 2009</th>
<th>Swiss Francs 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at 1 January</td>
<td>667,962</td>
<td>683,214</td>
</tr>
<tr>
<td>Net cash inflow</td>
<td>218,093</td>
<td>347,446</td>
</tr>
<tr>
<td>Fluctuations in rates of exchange</td>
<td></td>
<td></td>
</tr>
<tr>
<td>on cash and bank balances</td>
<td>122,575</td>
<td>(362,698)</td>
</tr>
<tr>
<td></td>
<td>340,668</td>
<td>(15,252)</td>
</tr>
<tr>
<td>Balance at 31 December</td>
<td>1,008,630</td>
<td>667,962</td>
</tr>
</tbody>
</table>

14. **ANALYSIS OF BALANCES OF CASH AS SHOWN IN THE BALANCE SHEET**

<table>
<thead>
<tr>
<th>Description</th>
<th>Swiss Francs 2009</th>
<th>Swiss Francs 2008</th>
<th>Change 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash at bank and in hand</td>
<td>1,008,630</td>
<td>667,962</td>
<td>340,668</td>
</tr>
</tbody>
</table>