

**International Federation of
University Women, Geneva**

Report of the Statutory Auditor
on the Limited Statutory Examination
to the IFUW Council Meeting
Financial Statements 2008

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Report of the Statutory Auditor on the Limited Statutory Examination to the Council Meeting of the

International Federation of University Women, Geneva

As statutory auditors, we have examined the financial statements (balance sheet, statement of revenues and expenses, statement of movements in funds and notes) of the International Federation of University Women for the year ended 31 December 2008.

These financial statements are the responsibility of the Board of officers. Our responsibility is to perform a limited statutory examination on these financial statements. We confirm that we meet the licensing and independence requirements as stipulated by Swiss law.

We conducted our examination in accordance with the Swiss Standard on the Limited Statutory Examination. This standard requires that we plan and perform a limited statutory examination to identify material misstatements in the financial statements. A limited statutory examination consists primarily of inquiries of company personnel and analytical procedures as well as detailed tests of company documents as considered necessary in the circumstances. However, the testing of operational processes and the internal control system, as well as inquiries and further testing procedures to detect fraud or other legal violations, are not within the scope of this examination.

Based on our limited statutory examination, nothing has come to our attention that causes us to believe that the financial statements do not comply with Swiss law and the Federation's articles of incorporation.

KPMG SA

William D. Laneville
*Licensed Audit Expert
Auditor in Charge*

Françoise Chemin

Geneva, 18 June 2009

Enclosure:

- Financial statements (balance sheet, statement of revenues and expenses, statement of movements in funds and notes)

Enclosure 1.1

Balance Sheet as at December 31,	2008	2007
	CHF	CHF
ASSETS		
Current assets		
Cash and banks	284,958	305,064
Short term investments	554,439	725,919
Prepaid expenses	1,049	19,441
Local Arrangements Committee - advance	-	44,724
Rent Guarantee	5,036	5,004
	<u>845,482</u>	<u>1,100,152</u>
Fixed assets		
Fixed assets	<u>1,000</u>	<u>1,000</u>
Total assets	<u><u>846,482</u></u>	<u><u>1,101,152</u></u>

Enclosure 1.2

Balance Sheet as at December 31,	2008	2007
	CHF	CHF
LIABILITIES AND FUNDS		
Current liabilities		
Sundry creditors and accrued liabilities	21,554	20,625
Dues received in advance	74,492	125,940
	<u>96,046</u>	<u>146,565</u>
Undesignated Funds		
Accumulated Funds at the end of the year	<u>42,575</u>	<u>191,084</u>
Designated Funds		
<i>Unrestricted funds:</i>		
Contingency Fund	197,917	197,917
Publications Fund	5,500	5,500
IFUW Special Fund	45,569	50,177
Conference Reserve Fund	245,555	230,295
Investment Equalization Reserve	-	47,183
Equipment Reserve	113,828	116,562
	<u>608,369</u>	<u>647,634</u>
<i>Restricted Funds:</i>		
Fellowships and Grants Fund	22,849	42,615
Hegg-Hoffet Fund	73,426	69,752
Bina Roy Partners in Development Fund	-	-
Funds administered by the Federation	3,217	3,502
	<u>99,492</u>	<u>115,869</u>
Total designated funds	<u>707,861</u>	<u>763,503</u>
Total liabilities and funds	<u>846,482</u>	<u>1,101,152</u>

Enclosure 2.1

Statement of Revenues and Expenses
for the year ended December 31,

		2008	2007
	Note	CHF	CHF
INCOME AND EXPENDITURE			
Subscription fees NFAs		420,272	444,766
Subscription fees independent members		5,751	16,096
Donations		1,920	5,509
Miscellaneous		376	4,645
Total income		428,319	471,016
Total expenditure (Enclosure 2.2)		624,011	503,279
Excess of loss before transfers		(195,692)	(32,263)
Transfer to Publication fund		-	(5,500)
Transfer to Equipment Reserve		-	(2,785)
Transfer from investment Equalization Reserve	4	47,183	88,440
Excess of (expense) / income for the year, after transfers		(148,509)	47,892
Accumulated Funds at the beginning of the year		191,084	143,192
Accumulated Funds at the end of the year		42,575	191,084

Enclosure 2.2

Statement of Revenues and Expenses
for the year ended December 31,

		2008	2007
	Note	CHF	CHF
EXPENDITURE			
Headquarters			
Salaries and social benefits		339,776	346,199
Office rent and upkeep		30,130	29,015
Equipment		5,769	4,445
General administration		12,656	16,610
		<u>388,331</u>	<u>396,269</u>
Professional fees			
Audit and consulting fees		<u>11,244</u>	<u>9,168</u>
Taxation			
		<u>568</u>	<u>92</u>
Governance and Statutory Bodies			
Council Meeting		-	23,477
Board and Committee meetings		16,741	17,473
Strategic Planning Meeting		-	12,034
President's travel		3,496	1,862
		<u>20,237</u>	<u>54,846</u>
Publications			
Leaflets		<u>85</u>	<u>5,443</u>
Programme Development			
		<u>8,511</u>	<u>3,298</u>
International Advocacy			
Expenses of representatives		1,720	1,000
Participation in UN and NGO bodies		2,323	3,474
		<u>4,043</u>	<u>4,474</u>
Net loss on short term investments	4	<u>190,326</u>	<u>28,536</u>
Exchange Loss		<u>426</u>	<u>1,153</u>
Prior year adjustment		240	-
Total expenditure for the year		<u><u>624,011</u></u>	<u><u>503,279</u></u>

Enclosure 3.1

Notes to the Financial Statements December 31, 2008

1 Organization and activity

The International Federation of University Women (IFUW) is a non-governmental federation with Headquarters in Geneva, Switzerland. The Federation is active in 79 countries through national federations or associations.

The IFUW's main objectives are to promote understanding and friendship among the university women of the world; to encourage international co-operation; to further the development of education and to represent university women in international organizations.

IFUW is a not-for-profit organization and is financed mainly by subscription fees paid by the members through their national federation or association and by donations from members. Grants for special projects are occasionally provided by outside agencies.

2 Significant accounting policies

The accounting policies followed for dealing with items which are judged material or critical in determining the results for the year and stating the financial position, are as follows:

2.1 *Basis of preparation*

The financial statements of IFUW have been prepared in accordance with generally accepted accounting principles prevailing in Switzerland.

2.2 *Revenue recognition*

Subscription fees are recorded when collected. Subscriptions received in advance, of due date are deferred.

2.3 *Expenditure recognition*

Capital and non-capital expenditures are expensed as incurred.

2.4 *Short term investments*

Money Market Funds and securities are carried at market value prevailing at year-end. Provision is made for unrealised exchange gains and risk exposures. Unrealised losses are compensated with the provisions or the investment equalization reserve.

2.5 *Conversion of foreign currencies*

Assets and liabilities which arise in currencies other than Swiss francs are translated at rates of exchange prevailing at year end. Revenues and expenses are translated at the approximate rates of exchange prevailing during the year.

Losses on exchange are taken into account in arriving at the net results for the year. Unrealised gains on exchange are deferred.

Enclosure 3.2**Notes to the Financial Statements
December 31, 2008****2.6 Funds**

Funds are defined as follows:

Undesignated funds

The accumulated fund represents amounts over which the Council has discretionary control.

Designated funds

- Unrestricted funds comprise the working reserves over which the Board of Officers has discretionary control.
- Restricted funds represent amounts received from donors where the purpose of the contribution is specific to activities as well as outside funds administered by the Federation.

3 Exchange rates

The exchange rate used for balance sheet translation was 1 US dollar = 1.064 Swiss francs (2007: 1 US dollar = 1.132 Swiss francs).

4 Net income / (loss) from short-term investments

	2008	2007
	CHF	CHF
Realised (loss) / gain on sale of investments	(7,255)	20,502
Interest and dividends	27,231	39,402
Net unrealised exchange loss on investments	(77,021)	(123,312)
Net unrealised market value (loss) / gain on investments	<u>(133,281)</u>	<u>34,872</u>
	(190,326)	(28,536)
Transfer from investment equalization reserve	<u>47,183</u>	<u>88,440</u>
	<u>(143,143)</u>	<u>59,904</u>

5 Commitments

The annual commitment for the leasing of office space, parking, and a photocopier is CHF 30,498 (2007: CHF 29,381). As of December 31, 2008 the total commitment for the leasing, for the period between 2 and 5 years amounted to CHF 31,356 (2007: CHF 55,590).

Rental guarantees amounting to CHF 5,036 have been provided in favour of third parties (2007: CHF 4,950).

Enclosure 3.3

**Notes to the Financial Statements
December 31, 2008**

6 Pension fund liabilities

As of December 31, 2008, the pension fund liabilities are CHF 9,342 (2007: CHF 9,714).

7 Silent reserves

During 2008, the silent reserves decreased by CHF 49,917 (2007: CHF 85,655).

8 Fire insurance

As of December 31, 2008, the fire insurance value of fixed assets amounted to CHF 175,000 (2007: CHF 175,000).

Enclosure 4.1

Movement in Unrestricted Funds	2008	2007
	CHF	CHF
Movements in unrestricted funds are analysed as follows:		
Contingency Fund		
Opening balance	197,917	197,917
Balance as at December 31	197,917	197,917
IFUW Special Fund		
Opening balance	50,177	72,802
Transfer to Bina Roy Partners in Development Fund to cover shortfall of donations	(3,633)	(22,625)
New affiliate grant to cover enrolment fee 29 th Conference	(975)	-
Balance as at December 31	45,569	50,177
Publications Fund		
Transfer for publications postponed to 2009	5,500	5,500
Conference Reserve Fund		
Opening balance	230,295	230,980
Enrolment fee reimbursement	-	(685)
Contributions	14,975	-
Transfer from Virgin Gildersleeve International Fund	285	-
Balance as at December 31	245,555	230,295
Investment Equalization Reserve		
Opening balance	47,183	135,623
Change in value of short-term investments	(47,183)	(88,440)
Balance as at December 31	-	47,183
Equipment Reserve		
Opening balance	116,562	113,777
Transfer from Equipment Reserve for equipment acquisition	(2,734)	2,785
Balance as at December 31	113,828	116,562

Enclosure 4.2

Movement in Restricted Funds	2008	2007
	CHF	CHF
Movements in restricted funds are analysed as follows:		
Fellowships and Grants Fund		
Opening balance	42,615	29,264
Donations received	18,923	13,351
Grants paid	<u>(38,689)</u>	<u>-</u>
Balance as at December 31	<u><u>22,849</u></u>	<u><u>42,615</u></u>
Hegg-Hoffet Fund		
Opening balance	69,752	68,475
Donations received	1,315	3,424
IFUW Shop	5,684	1,464
Interest	166	-
Unrealised loss on securities	(252)	(42)
Grants paid	(3,168)	(3,405)
Bank charges	<u>(71)</u>	<u>(164)</u>
Balance as at December 31	<u><u>73,426</u></u>	<u><u>69,752</u></u>
Bina Roy Partners in Development Fund		
Opening balance	-	-
Donations received	12,930	13,087
Grants	(16,563)	(35,712)
Shortfall covered by Special Fund	<u>3,633</u>	<u>22,625</u>
Balance as at December 31	<u><u>-</u></u>	<u><u>-</u></u>