

Group of the European Liberal, Democrat  
and Reform Party  
rue Wiertz  
Batiment Leo 55c37

B-1047 BRUXELLES

Following our appointment, we have audited the financial statements of the Group for the year ended December 31, 2001. These financial statements are the responsibility of the General Secretary. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the accounting records are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the accounting records. An audit also includes assessing the accounting principles used and significant estimates made by the General Secretary, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group as at December 31, 2001 and of the results of its operations for the year then ended in accordance with International Financial Reporting Standards.

ERNST & YOUNG  
Société Anonyme



Werner WEYNAND

Luxembourg, September 11, 2002

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This is an English translation of the original French version

Bureaux:

7, Parc d'Activité Syrdall  
L-5365 Munsbach

6, rue Jean Monnet  
L-2180 Luxembourg

Group of the European Liberal, Democrat and Reform Party  
**BALANCE SHEET AS AT DECEMBER 31, 2001**  
(expressed in EURO)

<b>ASSETS</b>	<b>2001</b>	<b>2000</b> (unaudited)
I) Fixed assets (Note 3)	1,172.42	—
II) Cash and cash equivalents		
KBC, deposits reserve EURO	—	850,639.96
KBC, deposits	1,000,000.00	750,000.00
KBC, current account reserve EURO	366,300.07	1,559.89
KBC, current account EURO	157,996.56	(4,496.07)
BPS, current account FRF	4,389.82	4,894.37
Cash in hand	125.82	324.20
	1,528,812.27	1,602,922.35
III) Debtors (Note 4)		
Accrued interest	2,382.79	10,293.63
IV) Prepayments	7,152.42	6,069.77
	1,539,519.90	1,619,285.75
<b>TOTAL ASSETS</b>	<b>=====</b>	<b>=====</b>
 <b>LIABILITIES</b>		
I) Other creditors (Note 4)	246,567.82	491,509.00
II) Result of the period	1,292,952.08	1,127,776.75
	1,539,519.90	1,619,285.75
	<b>=====</b>	<b>=====</b>

Group of the European Liberal, Democrat and Reform Party  
**STATEMENT OF REVENUE AND EXPENDITURE**  
**FOR THE PERIOD FROM JANUARY 1, 2001 TO DECEMBER 31, 2001**  
(expressed in EURO)

<b>A. REVENUES</b>	<b>2001</b>	<b>2000</b> <b>(unaudited)</b>
<b>Chap. I : Receipts and other revenues from the EP</b>		
Receipts from the EP (Note 2)	2,881,815.00	2,829,241.00
<b>Chap. II : Own revenues</b>		
1. Bank interests	94,432.45	83,195.88
2. Revenue brought forward (Note 2)	1,129,586.68	927,946.45
3. Miscellaneous (Note 5)	51,439.33	24,792.10
	<u>1,275,458.46</u>	<u>1,035,934.43</u>
	<u>4,157,273.46</u>	<u>3,865,175.43</u>

Group of the European Liberal, Democrat and Reform Party  
**STATEMENT OF REVENUE AND EXPENDITURE - continued**  
**FOR THE PERIOD FROM JANUARY 1, 2001 TO DECEMBER 31, 2001**  
(expressed in EURO)

<b>B. EXPENDITURES</b>	<b>2001</b>	<b>2000</b> <b>(unaudited)</b>
<b>Chap. I : Personnel expenditures</b>		
Secretariat's travel expenses	458,810.37	456,875.67
Recruitment	5,495.65	5,514.26
Salaries and social charges/Auxiliaries and others	178,427.42	28,214.89
Training expenses	5,236.79	2,317.81
	<u>674,970.23</u>	<u>492,922.63</u>
<b>Chap. II : Office expenditures and administrative expenses</b>		
Informatics	26,172.83	28,412.29
General equipment, agencement, engineering, and other technical equipment	39,794.04	9,849.87
Office supplies	13,174.64	13,673.89
Communications and Mailing expenses	24,264.46	24,830.19
Printing charges	1,838.43	48,350.05
	<u>105,244.40</u>	<u>125,116.29</u>
<b>Chap. III : Documentation, studies subscriptions and research</b>		
Newspapers, books, magazines	9,129.65	16,807.46
<b>Chap. IV : Legal and accounting costs, financial charges and other operating expenses</b>		
Accounting	35,970.37	16,774.94
Financial charges	1,224.19	547.65
	<u>37,194.56</u>	<u>17,322.59</u>
<b>Chap. V : Group events and activities</b>		
Group meetings	99,246.70	104,479.23
Other meetings and conferences	238,758.40	123,717.36
Representation expenses	106,864.24	86,010.50
	<u>444,869.34</u>	<u>314,207.09</u>
<b>Chap. VI : Public relation</b>		
	52,046.13	—
<b>Chap. VII : Political and administrative expenses of the members and national delegations</b>		
Political activities	1,368,226.12	1,492,443.25
<b>Chap. VIII : Subsidies and contributions</b>		
Subsidies	142,500.00	155,579.37
Contributions	29,554.79	123,000.00
	<u>172,054.79</u>	<u>278,579.37</u>
<b>Chap. IX : Depreciation (Note 3)</b>		
	586.16	—
<b>TOTAL EXPENDITURE</b>	<u>2,864,321.38</u>	<u>2,737,398.68</u>
<b>RESULT OF THE PERIOD</b>	<u>1,292,952.08</u> =====	<u>1,127,776.75</u> =====

Group of the European Liberal, Democrat and Reform Party  
**STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD FROM JANUARY 1, 2001 TO DECEMBER 31, 2001**  
(expressed in EURO)

<b>Cash flows from operating activities</b>		
Net result	1,292,952.08	1,127,776.74
Depreciation	586.16	—
Revenue brought forward	(1,127,776.75)	(927,946.45)
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Operating profit before working capital changes	165,761.49	199,830.29
(Increase) / Decrease in other debtors	6,828.19	(8,990.78)
Increase / (Decrease) in other creditors	(244,941.18)	315,805.49
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Net cash flows (used in) from operating activities	(238,112.99)	306,814.71
<b>Cash flows from investing activities</b>		
Purchase of equipment	(1,758.58)	—
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Net cash flows (used in) from investing activities	(1,758.58)	—
Net increase / (decrease) in cash and cash equivalents	(74,110.08)	506,645.01
Cash and cash equivalents at January 1	1,602,922.35	1,096,277.34
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Cash and cash equivalents at December 31	1,528,812.27	1,602,922.35
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