

GERALD LARPIN

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EXPERT - COMPTABLE

**Member of the Geneva Section of
SWISS FIDUCIARY UNION**

**REPORT OF THE AUDITOR IN CHARGE OF THE REVISION FOR
2005 FISCAL YEAR
to the Digital Solidarity Fund Foundation Board**

GENEVA

REPORT OF THE AUDITOR IN CHARGE OF THE REVISION FOR

2005 FISCAL YEAR

to the Digital Solidarity Fund Foundation Board

Dear Members of the Board,

In my quality of auditor in charge of the revision, I reviewed according to the law, the accounts and the statement submitted by the Executive Committee for the first fiscal year at 31 December 2005.

This revision has been undertaken in accordance with the norms of the profession. I certify that I fulfill the legal requirements with regard to qualifications and independence.

Based on my revision, I note that the accounts and the end of year statement are in keeping with the law and with the statutes.

I therefore recommend the approval of the the 2005 accounts and the end of year statement submitted hereby.

Geneva,

7 March 2006

Gérald LARPIN :

Annexes :

Yearly accounts include:

- Balance sheet 31.12.2005**
- Statement of expenditures at 31.12.2005**
- Annex to the statement**

DIGITAL SOLIDARITY FUND FOUNDATION
BALANCE SHEET AS OF 31 DECEMBER 2005

GENEVA

A S S E T S

Assets in circulation

Cash assets

U.B.S. 682308.00M		Frs	7'579.55
U.B.S. 682308.01C		Frs	26'219.36
U.B.S. 682308.70F	€	1'509'534.61 Frs	2'346'722.50
U.B.S. 682308.60R	\$	253'192.72 Frs	333'682.70
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			2'714'204.11

Other debts

Misc. debtors		Frs	14'859.45
Tax on anticipated income		Frs	1'483.45
Transitional assets		Frs	<hr/>
			16'342.90

Total of assets in circulation Frs 2'730'547.01

Fixed assets

Computers and IT equipment Frs

 3'800.00

TOTAL ASSETS Frs

 2'734'347.01

L I A B I L I T I E S

Foreign funds

Other foreign funds

Various creditors		Frs	34'567.65
Creditors for travel and daily allowances etc.		Frs	23'014.40
Products received in advance		Frs	2'576'764.96
			<hr/>

Total of foreign funds Frs 2'634'347.01

Own funds

Capital (founding members of Geneva) Frs

 100'000.00

Total of own funds Frs 100'000.00

TOTAL LIABILITIES Frs

 2'734'347.01

DIGITAL SOLIDARITY FUND FOUNDATION

GENEVA

PROFITS AND LOSSES FROM 6 SEPTEMBER 2004 TO 31 DECEMBER 2005**PRODUCTS**

Misc. founding members	Frs	4'140'339.05
1% Geneva Principle	Frs	1'000.00
Misc. products	Frs	7'244.49
Exchange rate differences	Frs	22'162.25
<u>Total of the products</u>	Frs	<u>4'170'745.79</u>

OPERATING EXPENSES

Secretariat salaries	Frs	173'080.35
Taxes and social insurances	Frs	23'625.00
Reimbursements against salary	Frs	52'000.00
Third-party mandates	Frs	132'000.00
Travel per-diem and hotel expenses for secretariat	Frs	47'798.70
Travel per-diem and hotel expenses for founding board	Frs	130'466.91
Travel per-diem and hotel expenses for consultants	Frs	15'558.45
Entertainment and conference expenses	Frs	796.65
Office and documentation expenses	Frs	10'619.98
Financial costs	Frs	1'538.29
IT costs	Frs	6'167.58
Translation costs	Frs	12'566.20
Postage and miscellaneous mailing	Frs	3'723.20
Insurance	Frs	515.80
Maintenance and cleaning	Frs	5'754.00
Rent and bills	Frs	5'188.00
Publicity and marketing	Frs	87'467.62
Receptions gifts collections	Frs	933.20
Telephone fax	Frs	8'035.80
<u>Total of operating expenses</u>	Frs	<u>717'835.73</u>

CHARGES AND FINANCING OF PROJECTS

Project: Burkina Faso	Frs	319'705.30
Project: Burundi	Frs	235'005.20
Project: Dominican Republic	Frs	156'717.10
Project: Indonesia	Frs	163'495.45
<u>Total of the charges and financing of the projects</u>	Frs	<u>874'923.05</u>

Products received in advance	Frs	2'576'764.96
<u>Depreciation:</u>		
Computers and IT equipment	Frs	1'222.05
<u>Total charges</u>	Frs	<u>4'170'745.79</u>

ANNEX TO THE ACCOUNTS AT 31 DECEMBER**2 0 0 5**

1.	Guarantees security obligations and assets left as security in favour of a third party	n/a
2.	Assets left as security or yielded to guarantee the commitments of the foundation assets subject to ownership	n/a
3.	Debt from leasing contracts other than mentioned on balance sheet	n/a
4.	Value fire-ensurance for fixed assets	n/a
5.	Debts towards professional contingency funds	n/a
6.	Loans emitted by the foundation	n/a
7.	Information on essential participations	n/a
8.	Improvement of the result through dissolution of reserves	n/a
9.	Information on re-evaluations	n/a
10.	Other information :	n/a