

# Caucasus Protected Areas Fund, Frankfurt am Main

Balance sheet at December 31, 2008

## Assets

	12/31/2008	12/31/2007
	EUR	EUR
<b>A. Outstanding contributions on the Foundation capital</b>	0.00	2,036,790.00
<b>B. Fixed assets</b>		
<b>I. Property, plant and equipment</b>		
Other works and office machinery and equipment	4,202.35	0.00
<b>II. Financial assets</b>		
Investment securities	3,736,738.65	0.00
	<u>3,740,941.00</u>	<u>0.00</u>
<b>C. Current assets</b>		
<b>I. Accounts receivable and other assets</b>		
Miscellaneous assets	107,462.53	54,614.44
<b>II. Cash and cash equivalents</b>	4,580,693.25	5,500,020.83
	<u>4,688,155.78</u>	<u>5,554,635.27</u>
	<u>8,429,096.78</u>	<u>7,591,425.27</u>

## Equity and Liabilities

	12/31/2008	12/31/2007
	EUR	EUR
<b>A. Equity</b>		
<b>I. Foundation capital</b>		
Foundation capital, including grants and contributions	8,122,017.91	7,728,100.00
<b>II. Reserves</b>		
Free reserves in accordance with Section 58, No. 7a of the German Tax Code (AO)	117,308.37	0.00
<b>II. Funds (deficit) carried forward</b>	141,460.42	-139,174.73
	<b>8,380,786.70</b>	<b>7,588,925.27</b>
<b>B. Provisions</b>		
Miscellaneous provisions	21,820.00	2,500.00
<b>C. Liabilities</b>		
1. Trade accounts payable	16,913.08	0.00
2. Other liabilities	9,577.00	0.00
	26,490.08	0.00
	<b>8,429,096.78</b>	<b>7,591,425.27</b>

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## Summary of fixed asset movements in the 2008 financial year

Acquisition and production costs				
	1/1/2008	Additions	Deductions	12/31/2008
	EUR	EUR	EUR	EUR
<b>I. Property, plant and equipment</b>				
Other equipment, works and office equipment	0.00	5,021.56	259.60	4,761.96
<b>II. Financial assets</b>				
Investment securities	0.00	3,736,738.65	0.00	3,736,738.65
	0.00	3,741,760.21	259.60	3,741,500.61

Cumulative depreciation			Net book values		
1/1/2008	Depreciation for the year	Deductions	12/31/2008	12/31/2008	12/31/2007
EUR	EUR	EUR	EUR	EUR	EUR
0.00	819.21	259.60	559.61	4,202.35	0.00
			559.61		
0.00	0.00	0.00	0.00	3,736,738.65	0.00
0.00	819.21	259.60	559.61	3,740,941.00	0.00

# Caucasus Protected Areas Fund, Frankfurt am Main

## Statement of income from January 1 to December 31, 2008

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1. Income
    - a) Income from donations and grants
    - b) Interest and similar income
    - c) Other operating income
  2. Expenses for achieving the Foundation's purpose
    - a) Direct promotional measures
    - b) Other purposeful measures
  3. Personnel expenses
    - a) Wages and salaries
    - b) Social security and pension expenses
  4. Amortization of intangible assets,  
depreciation of tangible fixed assets and  
amortization of start-up and business expansion expenses
  5. Other operating expenses
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6. Net income for the year (2007: net loss for the year)
  7. Funds brought forward from the previous year
  8. Transfer to earnings reserves  
Free reserves in accordance with Section 58, No. 7 of the German Tax Code (AO)
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9. Funds carried forward
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2008		June 25 - Dec. 31, 2007	
EUR	EUR	EUR	EUR
244,985.61		0.00	
287,207.16		54,635.27	
74,580.14	606,772.91	0.00	54,635.27
0.00		0.00	
-28,064.78	-28,064.78	0.00	0.00
-68,653.68		0.00	
-27,117.62	-95,771.30	0.00	0.00
	-819.21		0.00
	-84,174.10		-193,810.00
	397,943.52		-139,174.73
	-139,174.73		0.00
	-117,308.37		0.00
	141,460.42		-139,174.73



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## Notes on the 2008 financial year

### **General notes and explanations on the annual financial statements**

The Caucasus Protected Area Fund was formed as a public law Foundation under the Foundation law of June 1, 2007. Recognition by the Government's President was granted on June 25, 2007. The annual financial statements as at December 31, 2008 have been drawn up in accordance with the Foundation's rules of procedure based on the provisions of the German Commercial Code (HGB) for large joint stock companies (Sections 264 et seq. HGB) with the exception that the preparation of a Management Report is waived. The classification of balance sheet and statement of income items has taken account of the special features of the Fund arising from its legal structure as a Foundation. The comparative figures for the previous year relate to the short financial year from June 25 to December 31, 2007.

### **Accounting and valuation principles**

Accounting and valuation methods are unchanged in comparison with the previous year.

Fixed and financial assets are valued in accordance with Section 255, para. 1 HGB. In the case of property, plant and equipment, performance-related depreciation is charged at the standard rates established on the basis of usage periods and straight-line methods recognized for taxation purposes. Financial assets are written down to their lower attributable value in the event of an anticipated permanent reduction in value.

Accounts receivable, other assets and cash and cash equivalents are stated at their respective nominal amounts.

The valuation procedures for other provisions include all identifiable risks and contingent obligations based on a prudent commercial assessment.

Liabilities are stated at the repayment amount.



Transactions concluded in a foreign currency are recorded at the rate on the date of the original transaction.

Bank balances denominated in foreign currencies are valued at the applicable rates on the balance sheet date.

### **Notes on the balance sheet**

The outstanding contribution to the Foundation's capital was remitted by The Conservation International Foundation, Arlington, Virginia, USA on September 10, 2008.

The classification and development of fixed assets are shown in the Summary of Fixed Asset Movements as an integral part of the balance sheet.

Miscellaneous assets are due within one year.

The previous capital of the Foundation has remained fully intact. The Conservation International Foundation, Arlington, Virginia, USA remitted a grant of USD 500,000.00 to the Foundation capital in the current year.

EUR 117,308.37 were remitted to the free reserve within the meaning of Section 58, No. 7a of the German Tax Code in the year under review.

Miscellaneous provisions include the special annual payment for the Management Board and the costs of the year-end audit.

All liabilities have an outstanding term of less than one year.

There were no contingent liabilities on the balance sheet date with a disclosure obligation within the meaning of Section 251 of the German Commercial Code.

### **Notes on the statement of income**

In the 2008 calendar year, the Foundation received grants from the World Wide Fund for Nature Umweltstiftung Deutschland and the Conservation International Foundation, Arlington, Virginia, USA. The funds from the Conservation International Foundation, Arlington, Virginia, USA were made available by Critical Ecosystems Partnership Fund, Arlington, Virginia, USA.

Interest and similar income are attributable to time deposits and investment securities.

Other operating income exclusively relates to foreign exchange gains.

Other special-purpose expenses include legal consultancy and travelling expenses to the Caucasus in preparation for the envisaged direct support measures.

Other operating expenses mainly include consultancy expenses (TEUR 20), travelling expenses (TEUR 22), audit and external bookkeeping costs (TEUR 23) and miscellaneous operating expenses (TEUR 19). In the previous year, this item mainly included exchange losses of TEUR 191 as well as audit costs and bank charges.

## **Miscellaneous information**

### **Management Board**

#### **Chairman**

Michael Evers, Head of Forest Division, World Wide Fund for Nature Umweltstiftung Deutschland (*environmental foundation*), Dreieich, Germany (until February 5, 2008)

Felix Klauda, Departmental Director, KfW Entwicklungsbank (*development bank*), Oberursel, Germany (from February 5 to September 30, 2008)

Christoph Heinrich, Departmental Director, World Wide Fund for Nature Umweltstiftung Deutschland, Ruppach-Goldhausen, Germany (as from September 30, 2008)

#### **Deputy Chairman**

Jorgen B. Thomsen Senior Vice President, Conservation International Foundation (CI), Washington D.C., USA

#### **Finance Directors**

Felix Klauda, Departmental Director, KfW Entwicklungsbank, Oberursel, Germany (until February 5, 2008 and as from September 30, 2008)

Jorgen B. Thomsen, Senior Vice President Conservation International Foundation (CI), Washington D.C., USA (from February 5 to May 28, 2008)

Dr. Rolf D. Baldus, Ministerial Councillor, Bundesministerium für wirtschaftliche Zusammenarbeit (*Federal Ministry for Economic Cooperation*),  
Bonn, Germany (from May 28 to September 1, 2008)

**Additional Members**

Dr. Rolf D. Baldus, Ministerial Councillor, Bundesministerium für wirtschaftliche Zusammenarbeit,  
Bonn, Germany (until September 30, 2008)

Marion Urban, Head of Division, Bundesministerium für wirtschaftliche Zusammenarbeit,  
Bonn, Germany (as from May 28, 2008)

The Management Board conducted its work on an honorary basis.

**Director**

Mr. David Morrison, Executive Director,  
Paris

**Number of Employees**

The Foundation had an average of one employee in the 2008 financial year.

Frankfurt am Main, February 23, 2009

Caucasus Protected Areas Fund

The Management Board