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**Independent Auditors' Report to the General Assembly of  
The Coalition for Accountability and Integrity - AMAN**

We have audited the accompanying financial statements of the Coalition for Accountability and Integrity - AMAN, which comprise the statement of financial position as at December 31, 2010, and the statement of activities and changes in net assets and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Coalition for Accountability and Integrity - AMAN as at December 31, 2010 and the results of its activities and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

A handwritten signature in blue ink that reads "Ernst + Young".

# Activity Report 2010

THE COALITION FOR ACCOUNTABILITY AND INTEGRITY - AMAN

## Statement of Financial Position

As at December 31, 2010

	Notes	2010 U.S. \$	2009 U.S. \$
<b>Assets</b>			
<b>Non-current assets</b>			
Property and equipment	3	23,844	20,208
<b>Current assets</b>			
Contributions receivable	4	1,802,130	1,321,138
Other current assets	5	33,019	12,287
Cash and cash equivalents		540,017	183,847
		<u>2,375,166</u>	<u>1,517,272</u>
<b>Total Assets</b>		<u><u>2,399,010</u></u>	<u><u>1,537,480</u></u>
<b>Net Assets and Liabilities</b>			
<b>Net assets</b>			
Unrestricted net assets		64,336	76,590
<b>Total net assets</b>		<u>64,336</u>	<u>76,590</u>
<b>Non-current liabilities</b>			
Deferred revenues	6	23,154	19,042
Provision for employees' indemnity	7	85,052	57,816
		<u>108,206</u>	<u>76,858</u>
<b>Current liabilities</b>			
Accounts payable and accruals	8	88,890	105,450
Temporarily restricted contributions	9	2,137,578	1,278,582
		<u>2,226,468</u>	<u>1,384,032</u>
<b>Total liabilities</b>		<u>2,334,674</u>	<u>1,460,890</u>
<b>Total Net Assets and Liabilities</b>		<u><u>2,399,010</u></u>	<u><u>1,537,480</u></u>

THE COALITION FOR ACCOUNTABILITY AND INTEGRITY - AMAN

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**Statement of Activities and Changes in Net Assets**

For the year ended December 31, 2010

	<u>Notes</u>	<u>2010</u> <u>U.S. \$</u>	<u>2009</u> <u>U.S. \$</u>
<b>Revenues</b>			
Temporarily restricted contributions released from restriction	9	1,106,529	945,253
Unrestricted contributions		16,456	54,347
Deferred revenues recognized	6	<u>13,733</u>	<u>9,997</u>
<b>Total revenues</b>		<u>1,136,718</u>	<u>1,009,597</u>
<b>Expenses</b>			
Projects' expenses	10	1,106,529	945,253
Depreciation	3	13,552	10,475
Other expenses	11	<u>28,891</u>	<u>2,255</u>
<b>Total expenses</b>		<u>1,148,972</u>	<u>957,983</u>
<b>(Decrease) increase in net assets</b>		(12,254)	51,614
Net assets, beginning of the year		<u>76,590</u>	<u>24,976</u>
<b>Net assets, end of year</b>		<u>64,336</u>	<u>76,590</u>

# Activity Report 2010

THE COALITION FOR ACCOUNTABILITY AND INTEGRITY - AMAN

## Statement of Cash Flows

For the year ended December 31, 2010

	2010	2009
	U.S. \$	U.S. \$
<b>Operating activities:</b>		
(Decrease) increase in net assets	(12,254)	51,614
Adjustments:		
Depreciation	13,552	10,475
Provision for employee's indemnity	36,062	28,771
Provision for litigation	13,666	-
Loss from sale of property and equipment	357	-
Deferred revenue recognized	(13,733)	(9,997)
	<u>37,650</u>	<u>80,863</u>
<b>Changes in working capital</b>		
Contributions receivable	(480,992)	565,880
Other current assets	(20,732)	19,187
Deferred revenues	17,845	8,692
Temporarily restricted contribution	858,996	(654,459)
Accounts payable and accruals	(30,226)	14,479
Employees' indemnity paid	(8,826)	(8,868)
	<u>373,715</u>	<u>25,774</u>
<b>Net cash from operating activities</b>		
<b>Investing activities:</b>		
Purchase of property and equipment	(17,845)	(8,692)
Proceeds from sale of property and equipment	300	-
	<u>(17,545)</u>	<u>(8,692)</u>
<b>Net cash used in investing activities</b>		
<b>Increase in cash and cash equivalents</b>	356,170	17,082
Cash and cash equivalents, beginning of the year	<u>183,847</u>	<u>166,765</u>
<b>Cash and cash equivalents, end of year</b>	<u>540,017</u>	<u>183,847</u>