

**Hamlin Fistula International Foundation,
Baar**

Report of the Statutory Auditor
on the Limited Statutory Examination
to the Board of Trustees
Financial Statements 2010/2011



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Report of the Statutory Auditor on the Limited Statutory Examination to the Board of Trustees of

Hamlin Fistula International Foundation, Baar

As statutory auditors, we have examined the financial statements (balance sheet, income statement and notes) of Hamlin Fistula International Foundation for the year ended 30 June 2011.

These financial statements are the responsibility of the board of trustees. 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 personnel and analytical procedures as well as detailed tests of documents of the unit 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 foundation's charter and regulations.

KPMG AG

Michael Herzog
Licensed Audit Expert
Auditor in Charge

Christian Hörler

Zurich, 7 September 2011

Enclosure:

- Financial statements (balance sheet, income statement and notes)

Balance Sheet as at 30 June	2011	2010
	CHF	CHF
ASSETS		
Current Assets		
Banks	1,035,405.03	1,155,747.84
Money Market deposits	-	-
Bonds	9,321,490.44	7,274,987.82
Shares	1,522,164.00	2,458,202.00
Accrued Income	<u>177,573.29</u>	<u>156,068.89</u>
	<u>12,056,632.76</u>	<u>11,045,006.55</u>
Long Term Assets		
Loan to Partner Hamlin Fistula USA	125,955.00	0.00
TOTAL ASSETS	<u><u>12,182,587.76</u></u>	<u><u>11,045,006.55</u></u>
LIABILITIES		
Current Liabilities		
Accrued liabilities and deferred income	8,000.00	8,000.00
Restricted funds		
Restricted income fund	<u>1,956,800.00</u>	<u>1,956,800.00</u>
	<u>1,964,800.00</u>	<u>1,964,800.00</u>
Foundation capital		
Capital	50,000.00	50,000.00
Retained Earnings	9,030,206.55	7,374,146.77
Net profit for the period	<u>1,137,581.21</u>	<u>1,656,059.78</u>
	<u>10,217,787.76</u>	<u>9,080,206.55</u>
TOTAL LIABILITIES	<u><u>12,182,587.76</u></u>	<u><u>11,045,006.55</u></u>

Hamlin Fistula International Foundation, Baar

Income Statement for the period	1 July 2010 to 30 June 2011	1 July 2009 to 30 June 2010
	CHF	CHF
Donations	1,843,285.22	996,196.09
Distributions	-381,695.62	-500,788.93
Administration Expenses	-14,830.65	-7,945.20
Result from funding activities	1,446,758.94	487,461.96
Income on securities	581,995.57	502,236.66
Bank fees and stamp duty	-95,981.69	-72,647.05
Realised gain on securities	144,414.93	347,730.45
Realised loss on securities	-575,492.02	-157,888.22
Realised financial income	54,936.79	619,431.84
Unrealised gain (loss) on securities	-255,681.68	431,560.18
Gain (loss) on foreign exchange	-108,432.84	117,605.81
Unrealised financial gain (loss)	-364,114.52	549,165.98
Financial Expense / Income	-309,177.73	1,168,597.82
Net surplus prior to allocations	1,137,581.21	1,656,059.78
Allocated to restricted funds	0.00	0.00
Net Profit for the year after allocations	1,137,581.21	1,656,059.78

Notes to the financial statement year ended 30th June 2011

There are no facts which would require disclosure in accordance with Art 663b CO.

The Governing board members have undertaken all necessary actions to define and mitigate the business risk