

THE BLATCHFORD FOUNDATION

**BORGERVÆNGET 5
2100 Ø
DENMARK**

AUDITORS REPORT

We have audited the financial statement as of December 31, 2001 prepared by the Management of **THE BLATCHFORD FOUNDATION**.

Audit Performance

We planned and performed our audit in accordance with generally accepted auditing standards as applied in Denmark so as to obtain reasonable assurance that the financial statements are free from material errors or omissions.

During our audit we assessed the materiality and risk in order to verify basis and documentation of the amounts and other information disclosed in the annual accounts. Further, we considered the accounting practice and estimates applied by the Board, and we evaluated the overall adequacy of the presentation of information in the financial statements. Our audit did not give rise to any qualification of opinion.

Conclusion

The Financial Statements have been prepared in accordance with statutory requirements and the constitution of the Foundation and generally accepted accounting policies. In our opinion, the financial statements give a true and fair view of the state of the affairs of the foundation as of December 31, 2001 and of the result for the year.

April 12, 2002

RevisionsGruppen
State Authorised Public Accountants


Søren Wonsild Glud
State Authorised Public Accountant

ACCOUNTING POLICIES

SECURITIES

Bonds and shares have been stated at market value.

ACCRUAL CONCEPT

The accrual concept of accounting has been used in these financial statements.

PROFIT AND LOSS ACCOUNT

Notes	<u>2001</u>	<u>2000</u>
Interest income	13.033	13.031
Dividends	634	375
1 Capital gain / loss (-)	<u>384</u>	<u>14.887</u>
Total income	<u>14.051</u>	<u>28.293</u>
Bank charges	<u>-65</u>	<u>-1.227</u>
Total expenses	<u>-65</u>	<u>-1.227</u>
Result before donations	<u>13.986</u>	<u>27.066</u>
Donations 2001	<u>-25.065</u>	<u>-</u>
RESULT OF THE YEAR	<u>-11.079</u>	<u>27.066</u>

BALANCE SHEET AS OF DECEMBER 31 2001

	<u>2001</u>	<u>2000</u>
ASSETS		
Cash deposit	21.302	25.185
Accrued interest	<u>3.143</u>	<u>3.255</u>
CURRENT ASSETS	<u>24.445</u>	<u>28.440</u>
1 Bonds, market value	207.039	212.769
2 Shares, Den Danske Bank	<u>27.012</u>	<u>28.366</u>
FINANCIAL ASSETS	<u>234.051</u>	<u>241.135</u>
TOTAL ASSETS	<u>258.496</u>	<u>269.575</u>
EQUITY AND LIABILITIES		
Basic capital	136.987	136.987
Carried forward	132.588	105.522
Result of the year	<u>-11.079</u>	<u>27.066</u>
Accumulated earnings	<u>121.509</u>	<u>132.588</u>
Equity	<u>258.496</u>	<u>269.575</u>
EQUITY AND LIABILITIES	<u>258.496</u>	<u>269.575</u>

NOTES

	<u>2001</u>	<u>2000</u>
1. Bonds		
<u>Nominal value</u>		
6% Realkredit DK 2019		
Opening balance		
Nominal value	217.000	136.000
Bonds matured or sold during the year	<u>-7.467</u>	<u>-4.000</u>
	<u>209.533</u>	<u>132.000</u>
<u>Market value</u>		
Opening balance	212.769	136.000
Bonds matured or sold	-7.467	-4.000
Bonds purchased	-	85.000
Non-realised capital gain (loss)	<u>1.738</u>	<u>-4.231</u>
	<u>207.040</u>	<u>212.769</u>
Capital gain / loss realised (-)	<u>-</u>	<u>-</u>
Market value, ending balance	<u>207.039</u>	<u>212.769</u>
Non-realised capital gain (loss)	<u>1.738</u>	<u>-4.231</u>