



European Road Assessment Association AISBL

FINANCIAL REPORT
For the year ended 31st December 2007

Company Number
Registered Address

0479824257
53 Rue d'Arlon, 1040 Brussels, Belgium

**EUROPEAN ROAD ASSESSMENT ASSOCIATION AISBL (“EURORAP”)
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2007**

Administration Office

Worting House, Basingstoke, Hampshire, United Kingdom RG23 8PX

Directors

John Dawson - Chairman & Managing Director
Bjoern Dosch
Herbert Morris
Ferdinand (Ferry) Emanuel Smith
Jean-Marc Thevenaz
Niklas Thorslund

Bankers

Barclays Bank PLC PO Box 6193, Basingstoke, Hampshire, UK, RG21 3RX

KBC Bank NV Havenlaan 2 1080 – Brussels, Belgium

Auditors

Grant Thornton, Lippens & Rabaey BVCV
Lievekaai 21, B-9000 Gent, Belgium (Represented by Mr John Debaene)

Lawyers

Linklaters De Bandt
Rue Brederode 13, B-1000, Brussels, Belgium



EURORAP, AISBL

Statutory auditors' report

Annual accounts as per December 31, 2007

Grant Thornton, Lippens & Rabaey BVCV
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Statutory auditor's report to the general assembly of EURORAP AISBL on the financial statements for the year ended December 31, 2007.

In accordance with legal and statutory requirements, we report to you on the performance of the audit mandate which has been entrusted to us.

We have audited the financial statements for the year ended December 31, 2007, prepared in accordance with the legal and regulatory requirements applicable in Belgium, which shows a balance sheet total of Euro 581,485 and a surplus for the year of Euro 286,528. We have also carried out the specific additional audit procedures required by law.

The preparation of the financial statements, as well as the compliance by the association with the law that governs non-profit making organisation and its statutes, are the responsibility of the board of directors.

Our audit of the financial statements was carried out in accordance with the legal requirements and the auditing standards applicable in Belgium, as issued by the 'Institut des Reviseurs d'Entreprises / Instituut der Bedrijfsrevisoren'.

Unqualified audit opinion on the financial statements

The above mentioned auditing standards require that we plan and perform our audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In accordance with those standards, we considered the association's administrative and accounting organisation, as well as its internal control procedures. Association's officials have responded clearly to our requests for explanations and information. We have examined, on a test basis, the evidence supporting the amounts included in the financial statements. We have assessed the accounting policies, the significant accounting estimates made by the association and the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, taking into account the legal and regulatory requirements applicable in Belgium, the financial statements for the year ended December 31, 2007 give a true and fair view of the association's assets, liabilities, financial position and results of operations.

Gent, 14 May 2008

Grant Thornton, Lippens & Rabaey BVCV
represented by
John Debaene
Statutory auditor

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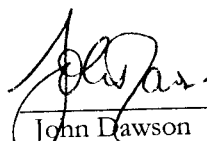
**EUROPEAN ROAD ASSESSMENT ASSOCIATION AISBL (“EURORAP”)
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST
DECEMBER 2007**

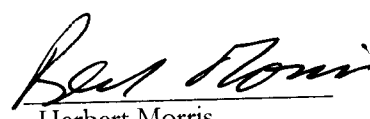
	Notes	2007 €	2006 €
Revenues			
Grants receivable	4	700,000	1,075,870
Membership fees		26,540	26,450
Interest receivable		147	529
Other income		110,695	35,590
		<u>837,382</u>	<u>1,138,439</u>
 Project Operating Costs			
Management team		231,863	328,847
Travel, hotel & subsistence		32,462	51,986
Equipment purchase costs		3,799	-
Costs of supplies & other consumables		-	161
Subcontracting costs		29,804	349,145
Grants to technical teams		-	70,086
Other direct costs		110,916	187,437
Indirect costs		114,655	101,871
Exchange translation loss	2	27,355	4,872
		<u>550,854</u>	<u>1,094,405</u>
 Net surplus		 <u>286,528</u>	 <u>44,034</u>

**EUROPEAN ROAD ASSESSMENT ASSOCIATION AISBL ("EURORAP")
BALANCE SHEET AS AT 31st DECEMBER 2007**

	2007		2006	
	€	€	€	€
FIXED ASSETS				
<i>Financial assets</i>				
Rent deposit		1,011		1,011
CURRENT ASSETS				
<i>Amounts receivable within one year</i>				
Grants receivable	50,000		606,166	
Other receivables	102,592	152,592	6,354	612,519
<i>Cash and cash equivalents</i>		427,882		344,725
<i>Total Assets</i>		<u>581,485</u>		<u>958,255</u>
CAPITAL AND RESERVES				
<i>Reserves</i>				
Accumulated reserves	208,893		164,859	
Surplus for the year	286,528	495,421	44,034	208,893
LIABILITIES				
<i>Amounts payable within one year</i>				
Trade payables	44,620		388,818	
Loan from Road Safety Foundation	-	44,620	205,402	594,220
<i>Accrued charges and deferred income</i>				
Accruals	41,444		105,512	
Deferred income	-	41,444	50,000	155,142
<i>Total liabilities and reserves</i>		<u>581,485</u>		<u>958,255</u>

These financial statements were approved by the Directors on 30 May 2008


John Dawson
Managing Director


Herbert Morris
Director

**EUROPEAN ROAD ASSESSMENT ASSOCIATION AISBL (“EURORAP”)
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST
 DECEMBER 2007**

1. Accounting Policies

The financial statements have been prepared in accordance with generally accepted accounting principles in Belgium.

2. Exchange Translation

The reporting currency for the Association is the Euro. Transactions are converted into Euro either at the official EC rate for the relevant month, or at the actual rate, as appropriate. Gains and losses arising on translation into Euros are included in the Income Statement.

3. Revenues

Revenues comprise grants receivable together with membership fees and other revenues from sponsorship and member services. Grants receivable are recognised when a full commitment to payment exists

4. Grants Receivable

	<u>2007</u>	<u>2006</u>
	€	€
<u>Members</u>		
Toyota	<u>100,000</u>	<u>100,000</u>
	100,000	100,000
<u>Non-members</u>		
International Road Assessment Programme (iRAP)	550,000	220,466
AA Motoring Trust	-	174,255
European Commission - EuroRAP II	-	531,149
ACEA	50,000	50,000
	<u>600,000</u>	<u>975,870</u>
Total grants receivable from members and non-members	<u>700,000</u>	<u>1,075,870</u>

The EuroRAP II programme final claim to the European Commission was received on 19th November 2007. Grant receivable from iRAP consists of the EuroRAP III programme.

**EUROPEAN ROAD ASSESSMENT ASSOCIATION AISBL (“EURORAP”)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST
DECEMBER 2007**

5. Employees

There were a total of 4 employees during the year and 3 full time seconded employees. For the period ended 31st December 2006 there was 4 employees and one full time seconded employee.

6. Related Parties

Mr John Dawson, Chairman and Managing Director, is a director of the FIA Foundation for the Automobile and Society which gave grants to the Association during the year. He is also a director of the International Road Assessment Programme (“iRAP) which has agreed to give grants to the Association for the EuroRAP III programme. There is also an agreement for iRAP to pay a monthly contribution for the use of shared office facilities.