



# MGS FIDUCIAIRE SA

**Report of the statutory auditors  
on the limited statutory examination  
INTERNATIONAL SOCIETY OF ELECTROCHEMISTRY (ISE)  
1004 LAUSANNE**

As statutory auditors, we have examined the financial statements (balance sheet, income statement and notes) of International Society of Electrochemistry (ISE) for the year ended at December 31, 2009.

These financial statements are the responsibility of the directorate. 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 company documents 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 and the proposed appropriation of available earnings do not comply with Swiss law and the company's articles of incorporation.

Morrens, June 28, 2010  
MGS FIDUCIAIRE SA  
MORRENS  
Martine Staehli  
Auditor in charge  
Expert recognised auditor

Enclosures :

Financial statements consisting of

- Balance sheet as at December 31, 2009
- Income and expenditure account for the year 2009
- Annex to count

## BALANCE SHEET AS AT 31 DECEMBER 2009 AND 2008

<b><i>A S S E T S</i></b>	<i>CHF</i> <b>31.12.2009</b>	<i>CHF</i> <b>31.12.2008</b>
<b>ASSETS</b>	<b>1'328'631.18</b>	<b>1'118'501.69</b>
<b>CURRENT ASSETS</b>	<b>514'962.14</b>	<b>390'927.98</b>
Liquidities	479'781.83	380'472.17
Liquidities Award Funds	34'171.22	9'661.50
Accounts receivable	1'009.09	794.31
<b>FIXED ASSETS</b>	<b>811'669.04</b>	<b>724'109.00</b>
ISE Award Funds	90'112.04	87'571.00
ISE Strategy Funds	721'557.00	636'538.00
<b>TRANSITORY ASSETS</b>	<b>2'000.00</b>	<b>3'464.71</b>
Transitory assets	2'000.00	3'464.71
<b><i>TOTAL OF ASSETS</i></b>	<b>1'328'631.18</b>	<b>1'118'501.69</b>
<b><i>LESS LIABILITIES</i></b>	<b>31.12.2009</b>	<b>31.12.2008</b>
<b>CURRENT LIABILITIES</b>	<b>296'555.52</b>	<b>215'192.69</b>
<b>SHORT-TERM LIABILITIES</b>	<b>254'077.09</b>	<b>169'772.30</b>
Short-term liabilities	26'376.90	2'690.00
Accrued Liabilities Provision	90'000.00	60'000.00
Regional Fund	137'700.19	107'082.30
<b>LONG TERME LIABILITIES</b>	<b>42'478.43</b>	<b>45'420.39</b>
Liability to Millenium Fund	41'247.40	44'192.40
Liability to Presidential Fund	1'231.03	1'227.99
<b>REPRESENTED BY</b>	<b>1'032'075.66</b>	<b>903'309.00</b>
<b>MEMBERS'EQUITY</b>	<b>845'867.24</b>	<b>733'770.50</b>
ISE Award Funds	124'310.24	97'232.50
ISE Strategy Funds	721'557.00	636'538.00
<b>PROFIT/LOSS</b>	<b>186'208.42</b>	<b>169'538.50</b>
Retained earnings /deficit fwd	169'538.50	138'025.53
Profit / Loss for ther year	16'669.92	31'512.97
<b><i>TOTAL OF LIABILITIES</i></b>	<b>1'328'631.18</b>	<b>1'118'501.69</b>

**INCOME AND EXPENDITURE ACCOUNT  
FOR THE PERIOD ENDED AT 31 DECEMBER 2009 AND 2008**

	<i>CHF</i> <b>2 0 0 9</b>	<i>CHF</i> <b>2 0 0 8</b>
<b>INCOME</b>	<b>807'935.62</b>	<b>1'091'046.52</b>
<b>STATUTORY INCOME</b>	<b>228'234.39</b>	<b>211'029.95</b>
Membership fees	119'785.57	102'277.56
Journal subscriptions	108'448.82	108'752.39
<b>OTHER REVENUES</b>	<b>579'701.23</b>	<b>880'016.57</b>
Royalties received from Elsevier	76'239.54	75'642.00
Conference Revenues	503'461.69	804'374.57
<b>COSTS</b>	<b>705'827.73</b>	<b>919'560.82</b>
<b>COSTS</b>	<b>705'827.73</b>	<b>919'560.82</b>
Administration Expenses	5'425.20	6'705.35
Administration costs	97'012.84	90'655.05
Executive Committee/Divisions/Awards/Other expenses	56'436.72	66'350.79
Annual meeting and conference expenses and payments due	419'243.35	616'159.74
Journal subscriptions payments to publishers	108'448.82	108'752.39
Foreign exchange loss	-729.15	5'159.26
Bank charges and credit card charges	19'989.95	25'778.24
<b>OPERATING PROFITS</b>	<b>102'107.89</b>	<b>171'485.70</b>
<b>NON OPERATING ITEMS</b>	<b>1'338.39</b>	<b>1'007.86</b>
<b>NON OPERATING ITEMS</b>	<b>1'338.39</b>	<b>1'007.86</b>
Income of financial investments	1'338.39	1'007.86
<b>PROFIT / LOSS FOR THE YEAR</b>	<b>103'446.28</b>	<b>172'493.56</b>
<b>ATTRIBUTION TO PROVISIONS</b>	<b>86'776.36</b>	<b>140'980.59</b>
Conference 2008/2009	0.00	30'000.00
Conference 2009/2010	30'000.00	0.00
Division Conference fund	10'744.09	0.00
Adjustment Millenium funds	-2'945.01	-3'708.65
China regional fund	38'233.19	
Poland regional fund	10'744.09	
Spain regional fund	0.00	73'911.75
Canada regional fund	0.00	26'139.58
Brazil regional fund	0.00	8'906.41
Ireland regional fund	0.00	5'731.50
<b>PROFIT/LOSS</b>	<b>16'669.92</b>	<b>31'512.97</b>