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The background is a solid blue color. It features several decorative elements: a series of white dots forming a curve that starts at the top left and moves towards the center; a horizontal line of white dots across the middle; and a dense pattern of small white dots in the bottom right corner. Two white rectangular boxes are overlaid on the design, containing text.

International Trust Fund for Demining and Mine Victims Assistance

Annual Report 2007



INTERNATIONAL TRUST FUND
for Demining and Mine Victims Assistance

ANNUAL REPORT 2007

FOREWORD

Since 1998, ITF has grown into an internationally recognized organization, supported by donations from extensive number of governments, public and private organizations, companies and individuals that has already surpassed the figure of 240 million USD. Invaluable experience that has been accumulated in the last 10 years of work of ITF in Mine Action related areas as well as the experience gathered in the operations in the crisis-hit areas in which the Republic of Slovenia has been successfully involved proves that the decision to expand humanitarian and peace keeping operations in and beyond our region is proving to be the right choice. These positive approaches have contributed to an effective, transparent and improved use of resources and have played a positive role in confidence building between neighbouring countries.

Slovenia and in particular the Ministry of Defence as important donor to the ITF will continue to work together with ITF in achieving the common goal - eradication of landmine problem in SE Europe and beyond. Stable conditions have been secured for faster socio - economic development of the region SE Europe although our work has not come to an end. We still need to secure long-term conditions for a sustainable development of the affected regions. Only then may we declare that our objective has been reached.

In ten years of existence, ITF has gained valuable experience on all fields of Mine Action by helping mine affected countries in the region of South East Europe in their quest for a mine free status. ITF remains determined to convey the accumulated knowledge and experience to other mine affected countries and regions hence significantly contributing to the elimination of worldwide landmine/ERW problem.

In the name of the Slovenian Government, I would personally like to thank all the donors for their contributions for mine action through ITF and to all of you for your continuous support to the ITF mission.

Mr Karl Erjavec
Minister of Defence, Republic of Slovenia



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INTRODUCTION

The International Trust Fund for Demining and Mine Victims Assistance (ITF) is a humanitarian, non-profit organization devoted to the eradication of landmines and their impact in South-East Europe and other mine-affected regions in the world.

Established by the Government of the Republic of Slovenia in March 1998, the initial purpose of ITF was to help Bosnia and Herzegovina in the implementation of the peace agreement and to provide assistance and support in relation to post-conflict rehabilitation.

Since its inception, ITF has expanded its activities to include the rectification of landmine problems and helping landmine survivors with physical and socio-economic rehabilitation across the region of South East Europe. As the European Commission acknowledged ITF as the reference model of regional organization in mine action, ITF was asked by mine-affected countries and donors to expand operation to other mine-affected regions and countries as well, e.g. Cyprus, the South Caucasus, Central Asia, Latin America and Middle East.



Mine risk education for children through theatre play, Croatia

VISION

ITF aspires to free the region of South East Europe from the impact of landmines and unexploded ordnance (UXO), and actively contribute to the eradication of the mine problem in other mine-affected parts of the world.

MISSION

ITF's mission is to raise funds and administer donations made by public and private donors for the implementation of mine action related activities by addressing the needs of mine-affected communities in accordance with donor's interests, as follows:

- Mine/UXO clearance and technical survey to reduce mine-suspected areas;
- Mine victims assistance programs ranging from physical to psycho-social rehabilitation;
- Mine risk education programs;
- Support to the national mine action agencies;
- Cooperation and coordination with international organizations involved in mine action and development projects;
- Mine action related training;
- Promoting and facilitating regional cooperation through joint projects and the South-Eastern Europe Mine Action Coordination Council (SEEMACC);
- Assisting in the destruction of stockpiled anti-personnel mines;
- Interfacing mine action with development projects.

PRINCIPLES

ITF's approach in addressing the mine and UXO problem is based on the following principles:

- **Holistic approach** enables mine-affected countries to effectively and efficiently confront and address the mine problem.
- **Regional approach** involves interstate and regional mine action cooperation to ensure a cost-effective and the most efficient use of donations.
- **Transparent approach** by employing a tendering system in mine action.
- **Sustainable approach** by implementing those mine action projects, which address the humanitarian and safety concerns as well as the reconstruction and development needs of the affected communities.
- **Community-centred approach** enables working closely with the authorities responsible for mine action programs in order to ensure that help and assistance provided are in fact needed and that the programs being implemented are consistent with the national plans.
- **Partnership approach**: working together with donors, mine-affected countries, national governments, international and regional organizations, local and international non-government organizations, research centres and commercial enterprises to ensure mutual cooperation and communication, which is the key to the eradication of the landmine threat.
- **Matching fund mechanism for South-East Europe** whereby every dollar raised by ITF is matched by an additional dollar provided by the US government.

YEAR 2007 IN FIGURES

\$25.745.391,38 US	worth of donations raised
\$23.100.523,84 US	worth of donations implemented
7.980.406	square meters cleared in South East Europe
1.302.250	visits on ITF web page
40.250	children and adults directly included in mine risk education projects
4.097	mines and UXO found and destroyed
950	mine survivors included in mine victims assistance projects
52	percent of humanitarian demining programme in Bosnia and Herzegovina funded through ITF
48	deminers started training course in humanitarian demining
39	public and private donors
25	rehabilitation specialists and mine victims assistance professionals received training
9	beneficiary countries
6	mine detection dog teams trained
4	countries received funds for structure support
3	national mine victims assistance workshops organized
1	mine action regional body – South-Eastern Europe Mine Action Coordination Council

I. ITF MANAGEMENT AND ORGANIZATION

ORGANIZATION OF ITF

ITF's Headquarters is located in Ig, on the outskirts of Slovenia's capital Ljubljana. In addition there are also two Implementation Offices, namely in Sarajevo, Bosnia and Herzegovina, and in Sisak, Croatia. Another ITF's temporary office is active in Baku, Azerbaijan covering the region of South Caucasus.

The ITF Headquarters is responsible for the coordination of all ITF activities as well as for the financial management of donations. In addition, the Headquarters manages contracts and the awarding of contracts, carries out project reporting and evaluation, and organize workshops, conferences and meetings. The Headquarters staff also performs monitoring and evaluation of operations in the field, twice per each project on average.

The two ITF Implementation Offices, which are based locally in Bosnia and Herzegovina and Croatia respectively, facilitate ITF operations in the mine contaminated countries and enable efficient coordination with the national Mine Action Centres and other relevant stakeholders to achieve better results as well as ensure smooth implementation of ITF activities.

The implementation offices evaluate mine clearance projects before they are tendered out, carry out on-site supervision during the actual mine clearance and liaise with local donors. They are also involved in the technical evaluation of tenders for demining projects executed by ITF.

Altogether, 20 people were employed in ITF in 2007: 15 in Slovenia, 4 in Bosnia and Herzegovina, and 1 in Croatia.

ITF Headquarters in Slovenia

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1292 Ig
Slovenia

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Fax: +386 1 479 65 90
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ITF Implementation Office in Bosnia and Herzegovina

Tešanjaska 1/19
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Bosnia and Herzegovina

Tel.: +387 33 261 180
Fax: +387 33 261 182
itfio-sa@bih.net.ba

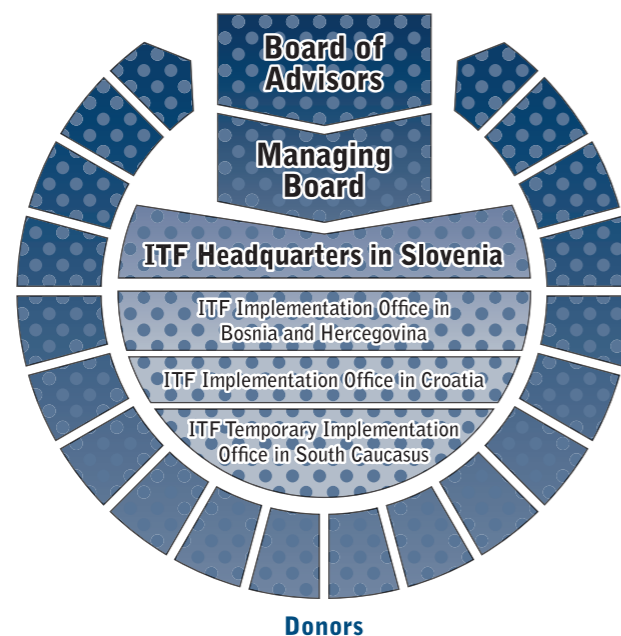
ITF Implementation Office in Croatia

Ante Kovačića 10, PP 8
4400 Sisak
Croatia

Tel.: +385 44 534 606
Fax: +385 44 534 608
itf-fund@zg.htnet.hr

Landmine found in demining operations, Montenegro

ITF STRUCTURE



ITF MANAGING BOARD

The ITF Managing Board consists of 9 members, as follows:

- Roman Kolar, representative of Slovenia, Chairman of the Managing Board;
- Mustafa Alikadić, representative of Bosnia and Herzegovina, member;
- Kory Golob, representative of Slovenia, member;
- Dragiša Mekić, representative of Bosnia and Herzegovina, member;
- Dijana Pleština, representative of Croatia, member;
- Zvezdana Veber - Hartman, representative of Slovenia, member;
- Darko Vidović, representative of Bosnia and Herzegovina, member;
- Stanislav Vidović, representative of Slovenia, member;
- Bojan Žmavc, representative of Slovenia, member;

The Managing Board oversees the work of the ITF and ensures that the activities are implemented in a transparent and effective manner.

In 2007, the Managing Board conducted two regular sessions and one correspondence session. On its 30th session held on 9 March 2007, the Managing Board adopted the decision for additional lobbying within private donor sector, in order to increase the scope of these activities in the recipient countries. The Managing Board also approved and adopted the ITF Annual Report 2006, Plan for 2007, ITF Intermediate report for 2007 and Plan for 2008.

ITF BOARD OF ADVISORS

ITF's Board of Advisors (BoA) actually represents the ITF's Board of Donors. The Board comprises of 32 members:

- | | |
|--|--------------------------|
| 1 Austria | 15 Japan |
| 2 Belgium | 16 Korea |
| 3 Bosnia and Herzegovina | 17 Kuwait |
| 4 Canada | 18 Luxembourg |
| 5 Croatia | 19 Norway |
| 6 Croatia Without Mines | 20 Red Cross of Slovenia |
| 7 Czech Republic | 21 Qatar |
| 8 Denmark | 22 Slovenia |
| 9 European Union | 23 Slovak Republic |
| 10 France | 24 Spain |
| 11 Germany | 25 Serbia |
| 12 Geneva International Centre for Humanitarian Demining | 26 SPEM |
| 13 Institute for Rehabilitation, Slovenia | 27 Survey Action Centre |
| 14 Ireland | 28 Sweden |
| | 29 Switzerland |
| | 30 UNDP |
| | 31 United Kingdom |
| | 32 United States |

BoA represents a very important forum, particularly in terms of its advisory role in determining ITF's activities and future orientation. BoA draws attention to the matters, which are important to the donors, and to their desire and willingness to provide further assistance in relation to future humanitarian projects in Mine Action.

In 2007 the BoA conducted two regular meetings and approved the ITF Annual Report 2006, Plan for 2007, and ITF Intermediate Report for 2007. In accordance with the modification of the Agenda of BoA, accepted at the March 2007 regular meeting, BoA also adopted the Plan of Activities for 2008.

RELATIONSHIPS WITH STAKEHOLDERS

The success of ITF's mine action activities depends on ensuring the participation and successful coordination of various stakeholders, whose interests are aligned with the common goal of making the region of SEE and other parts of the world free from the impact of mines. For this reason, ITF has been working intensively on developing and maintaining close and sound working relationships with beneficiary countries, the donor community, implementing partners and agencies, mine action milieu and employees.



a. BENEFICIARY COUNTRIES

ITF's cooperation and coordination with local authorities in mine contaminated areas, national mine action authorities and governments of mine affected countries ensures that the needs of mine-affected communities are properly addressed. Furthermore, by supporting the SEEMACC, ITF promotes regional cooperation and joint projects in the mine affected region of SEE and the world.

In 2007, ITF supported programs in Albania, Azerbaijan, Bosnia and Herzegovina, Croatia, Kosovo, Lebanon, Montenegro and Serbia.

Additionally, ITF established communication and cooperation with mine action authorities from the following countries: Colombia, Jordan, Lebanon (UNMAS), Sudan, Vietnam and Yemen.

b. DONOR COMMUNITY

The donor community, through their solidarity and willingness to help, contributes to the solution of the mine problem in mine contaminated countries of SEE and the world. The mandate for fund raising and fund management is year by year again entrusted to ITF, as ITF is constantly proving to be a reliable and trustworthy partner in fulfilling its obligations to the donors.

Since the inception of ITF, over 100 donors have made donations to ITF for mine action activities. Almost 95 % of the donations originate from public donors-including 27 governments, the EU and UNDP, and many local authorities; the rest of the funds have been contributed by private donors: non-government and humanitarian organizations, businesses and individuals.

Donors, as members of the BoA, actively participate in ITF's BoA meetings where guidelines for future humanitarian projects in the region of SEE and the world are being determined. They also voice their proposals for mine action activities in the countries of their particular interest.

The Government of the United States has instituted the Matching Fund Mechanism for SEE by matching every dollar raised by ITF with additional dollar provided by the US Government, thus accomplishing two-fold results in mine action projects.

c. PARTNERS AND IMPLEMENTING AGENCIES

During 2007, ITF collaborated with more than 50 partners and implementing agencies involved in mine action – UN bodies, regional organizations, international and local NGOs and other implementing agencies.

ITF pursues the belief of building long-term partnerships and relationships with implementing bodies based on the quality of their performance and reliability in mine action activities. In the field of humanitarian demining in particular, ITF uses a tendering system, which is aimed at selection of monitoring and demining agencies/organizations based on their competitive advantages.

ITF worked together with the following implementing partners/agencies in 2007: Adopt-A-Minefield, Albanian Mine and Weapon Victims Association, Amphibia, Azerbaijan National Agency For Mine Action, Bembo, BH Demining, C.I.D.C., Centre for International Rehabilitation, QPEA Kosovo, Danish Church Aid, Deminka, Demira, Deminer, Dok-ing Razminiranje, Eco-sport Group, Eko-Dem, Exploring, Enigma, Fantomi, Geowild, Goecke, Handicap International, Hope' 87, L.M.B.S., Landmine Survivors Network, Marshall Legacy Institute, Mine Detection Dog Center in Konjic (BH), Mechem, Minemon, MKA Demining, N&N Ivša, Norwegian People's Aid, OSCE, Otto Bock, Piper, PMC Inženjering, Positive Play, Provita, Regional Centre for Underwater Demining (Montenegro), Institute for Rehabilitation of the Republic of Slovenia, Stop Mines, Tehnoelektro, Terra Prom, Tornado, Trotil, TT-KA, Udruženje za eliminaciju mina, UG ZOM, UNDP, UXB Balkans, Quality Solutions International.

d. MINE ACTION ENVIRONMENT

ITF has been actively involved in the work of the Mine Action Support Group, a UN mechanism for the coordination and monitoring of donor activities in relation to mine action in addition to being engaged in activities related to the implementation of Ottawa Convention process and taking an active role at the Intersessional meetings and Eighth Meeting of States Parties in Jordan.

At the regional level, ITF has been playing an active role in SEEMACC meetings.

Furthermore, ITF has been working on the integration of mine action into the framework of other international organizations and associations whose work overlaps with the mine problem (e.g. the Organization for Security and Cooperation in Europe - OSCE).

ITF also follows mine action activities of the United States, the European Union, the Organization of American States and other entities.

e. ITF EMPLOYEES

ITF has a small and flexible team of 20 employees. ITF is committed to ensuring all-round employee development, on-going training and education, good working conditions, stimulation of individual capabilities and employee creativity in order to promote and facilitate team work and provide a positive environment favourable to sustainable long-term relationships and an adaptive organization.



International Sitting Volleyball
Tournament held in May 2007 in
Sarajevo, Bosnia and Herzegovina

II. MANAGEMENT OF ITF FUNDS

FINANCIAL MANAGEMENT AND INTERNAL CONTROL

ITF has established efficient internal controls regarding financial management and administration of donations by applying the following procedures:

- Donations Receiving procedures ensuring that all acquired donations are in fact received and accurately recorded;
- Matching Fund procedures to ensure that all valid claims for matched funds are made and that no ineligible claims are submitted;
- Banking and Reconciliation procedures to ensure proper custody of received donors' funds, by means of banking and reconciliation controls to prevent loss occasioned by error or fraud;
- Disbursement procedures to ensure that all disbursements of donors' funds are actually made, that they are made only for intended purposes as stipulated by the donors, and that the disbursements are accurately recorded.

The mentioned procedures are subject to regular external control.

EXTERNAL AUDIT

ITF's financial accounts are subject to annual external audits. The 2007 ITF Auditors' Report is enclosed in this Annual Report under the "Statutory Annual Statements for the Financial Year 2007" section.

The accounts are audited in accordance with the International Auditing Standards. The auditing is carried out by "UHY Revizija in svetovanje d.o.o.", a Slovenian audit firm, which is a member of the UHY international association of independent accounting and consultancy firms, established and coordinated by Urbach Hacker Young International Limited from UK.

DONATIONS IN 2007

ITF raised a total of \$25.745.391,38 US of donations in 2007. These funds were contributed by 24 public donors (including 12 governments, the EU and UNDP, and many local authorities and governmental organizations) and 15 private donors (private companies, foundations and organizations).

Private donations accounted for 4 % of the total donations received in 2007 (see Chart 2). Raising private donations remains to be a challenge for ITF in the future. The essential aim will also be to increase the interest of the private sector in supporting mine action activities in the mine-contaminated countries of SE Europe and wider.

Chart 1: ITF donations raised since 1998

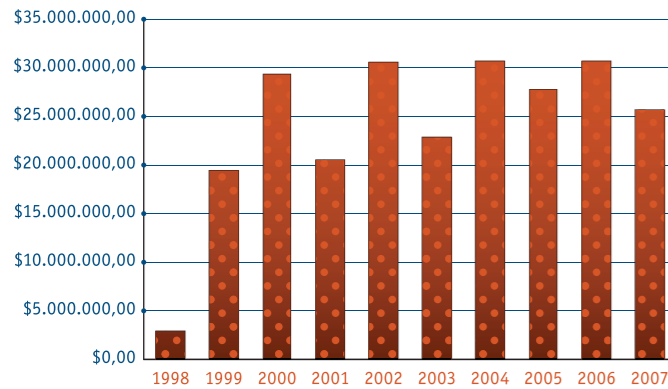
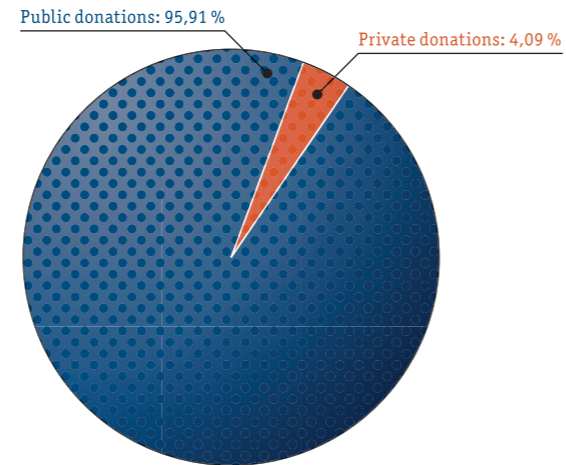


Chart 2: ITF donation raised in 2007 by origin



In 2007, ITF secured \$8.647.000,00 US through the matching funds mechanism instituted by the Government of the United States of America. Donations by other donors amounted to \$17.098.391,38 US. The amount of donations should reach higher level which would secure sufficient funding for mine contaminated countries of SEE in order that they may become free from the impact of mines.

DONOR REPORT 2007

Donor	Amount	Activities	Donor	Amount	Activities
Adopt-a-Minefield	\$85.938,00 US	Demining activities in BH	Canada	\$42.264,27 US	Demining activities in Croatia
	\$19.447,00 US	Mine Victims Assistance in BH		\$43.414,80 US	Workshop Kazakhstan
	\$433.133,99 US	Demining activities in BH and Croatia		\$862,63 US	Living Landmines exhibition
	\$64.443,29 US	Demining activities in BH and Croatia		\$1.025.985,93 US	Mine Action Programme in BH
				\$15.389,80 US	Mine Action Programme in BH
	\$602.962,28 US	TOTAL		\$1.127.917,43 US	TOTAL
"Ambassador of Slovenia Runs for Landmine Survivors"	\$61.844,80 US	Mine Victims Assistance in BH	Canton Central Bosnian	\$108.698,11 US	Demining activities in BH
	\$61.844,80 US	TOTAL		\$108.698,11 US	TOTAL
Austria	\$424.380,00 US	Demining activities in BH	Croatian Cultural Association	\$5.193,52 US	Demining activities in Croatia
	\$71.568,00 US	MVA in Azerbaijan			
				\$5.193,52 US	TOTAL
	\$495.948,00 US	TOTAL	Czech Republic	\$96.985,78 US	Demining and MVA activities in Serbia
Azerbaijan National Agency for Mine Action	\$10.669,82 US	MVA in Azerbaijan			
				\$96.985,78 US	TOTAL
	\$10.669,82 US	TOTAL	DanChurchAid	\$23.595,20 US	Demining activities in Albania
Belgium	\$66.760,00 US	Demining activities in BH			
				\$23.595,20 US	TOTAL
	\$66.760,00 US	TOTAL	European Union	\$249.467,96 US	Regional Mine Action Programme in SE Europe
Bosnia and Herzegovina	\$2.700.000,00 US	Structure support - BH		\$17.641,66 US	Regional Mine Action Programme in SE Europe
	\$2.700.000,00 US	TOTAL		\$267.109,62 US	TOTAL

Donor	Amount	Activities	Donor	Amount	Activities
Germany	\$1.862.560,00 US	Demining activities in BH	Marshall Legacy Institute	\$66.132,40 US	Training of mine detection dogs
	\$399.420,00 US	Demining activities in BH		\$50.836,00 US	Training of mine detection dogs
	\$276.660,00 US	Demining activities in Serbia		\$23.949,00 US	Armenia, SEE Region
	\$423.390,00 US	Demining activities in BH			
	\$282.260,00 US	Demining activities in Serbia		\$140.917,40 US	TOTAL
	\$142.045,85 US	Demining activities in Albania			
\$3.386.335,85 US	TOTAL		Miro Senica and Lawyers	\$687,65 US	Support of ITF activities
				\$672,70 US	Support of ITF activities
Handicap International	\$96.507,00 US	Access to Physical and Medical Rehabilitation in Albania		\$694,85 US	Support of ITF activities
				\$709,95 US	Support of ITF activities
	\$96.507,00 US	TOTAL		\$731,95 US	Support of ITF activities
				\$735,90 US	Support of ITF activities
				\$4.233,00 US	TOTAL
"Hercegbosanske šume" Ltd.	\$149.563,45 US	Demining activities in BH	Mobitel d.d.	\$20.104,50 US	Support of ITF activities
	\$123.940,85 US	Demining activities in BH			
	\$273.504,30 US	TOTAL		\$20.104,50 US	TOTAL
Josef M. Laposa	\$100,00 US	Demining activities in BH and Croatia	Municipality Bihać	\$37.985,85 US	Demining activities in BH
	\$100,00 US	TOTAL		\$37.985,85 US	TOTAL
Karlovac County	\$71.126,82 US	Demining activities in Croatia	Municipality Trnovo	\$140.390,53 US	Demining activities in BH
	\$123.064,63 US	Demining activities in Croatia			
	\$194.191,45 US	TOTAL		\$140.390,53 US	TOTAL
Korea	\$50.000,00 US	Mine Action activities in Azerbaijan and BH	Municipality Ilidža	\$74.183,36 US	Demining activities in BH
	\$50.000,00 US	TOTAL		\$74.183,36 US	TOTAL
Lions Club Brođanka	\$10.652,25 US	Demining activities in Croatia	Municipality Stari grad - Sarajevo	\$149.082,49 US	Demining activities in BH
	\$10.652,25 US	TOTAL		\$149.082,49 US	TOTAL
			Municipality Vogošća	\$27.296,84 US	Demining activities in BH
				\$27.296,84 US	TOTAL

Donor	Amount	Activities	Donor	Amount	Activities
"Night of a Thousand Dinners"	\$39.090,32 US	"Night of a Thousand Dinners"	United Nations Development Programme	\$8.389,46 US	Demining activities in BH
				\$100.000,00 US	Demining activities in BH
	\$39.090,32 US	TOTAL		\$100.000,00 US	Demining activities in BH
				\$54.460,00 US	Demining activities in Albania
Norway	\$4.929.103,59 US	Demining activities in BH and CRO		\$141.511,60 US	Demining activities in BH
	\$4.929.103,59 US	TOTAL		\$404.361,06 US	TOTAL
Positive Play	\$8.462,75 US	MRE activities in BH	United States	\$3.150.000,00 US	Support of Mine Action Activities in SE Europe
	\$7.306,00 US	MRE activities in BH		\$3.647.000,00 US	Support of Mine Action Activities in SE Europe
				\$1.850.000,00 US	Support of Mine Action Activities in SE Europe
	\$15.768,75 US	TOTAL		\$8.647.000,00 US	TOTAL
Institute for Rehabilitation of Republic of Slovenia	\$8.097,15 US	Mine Victims Assistance in the Region of SE Europe	VMA-Kukes - Victims of Mine and Arms Association	\$14.690,72 US	Mine Victims Assistance in Albania
	\$8.097,15 US	TOTAL		\$14.690,72 US	TOTAL
Slovenia	\$508.437,19 US	Support of ITF activities	"Walk Across Slovenia"	\$5.718,49 US	"Walk Across Slovenia"
	\$192.114,05 US	Support of ITF activities			
	\$700.551,24 US	TOTAL		\$5.718,49 US	TOTAL
Slovenian Table Tennis Association	\$1.937,50 US	Mine Risk Education in BH			
	\$1.937,50 US	TOTAL			
Spain	\$399.420,00 US	Demining in SE Europe	TOTAL	\$25.745.391,38 US	
	\$399.420,00 US	TOTAL			
Switzerland	\$120.741,89 US	Demining activities in BH			
	\$285.741,29 US	Demining activities in BH			
	\$406.483,18 US	TOTAL			

ALLOCATION OF DONATIONS IN 2007

ALLOCATION OF DONATIONS BY PURPOSE IN 2007

In 2007, \$23.100.523,84 US were spent on the following ITF mine action activities:

- \$16.189.004,18 US on demining and technical survey (70,1 percent);
- \$4.019.639,91 US on the local Mine Action structure support (17,4 percent);
- \$1.028.675,56 US on regional and other activities (4,5 percent);
- \$1.330.827,84 US on Mine Victims Assistance (5,8 percent);
- \$263.752,92 US on Mine Risk Education programs (1,1 percent);
- \$268.623,43 US on training (1,2 percent).

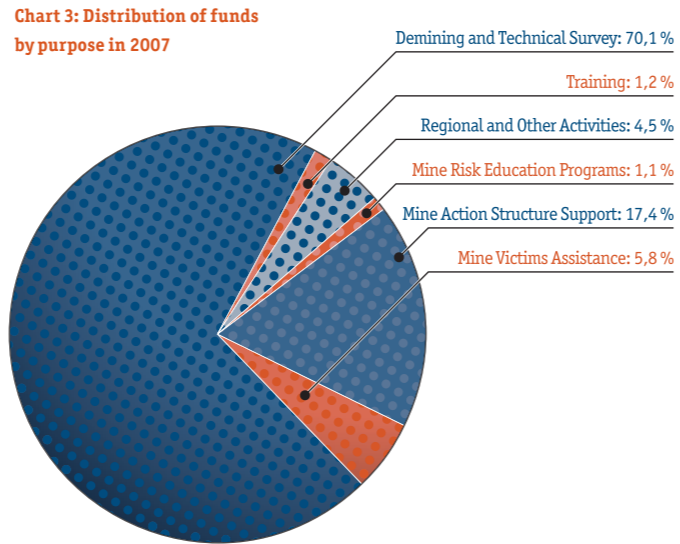
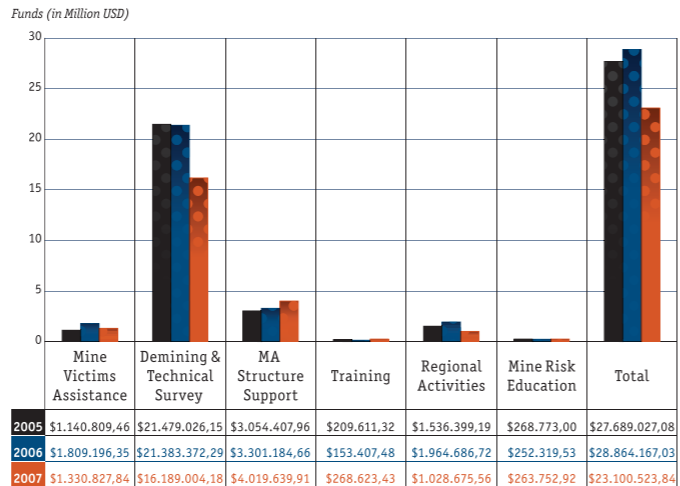


Chart 4: Comparison of funds allocation by purpose (in USD) in period 2005-2007



ALLOCATION OF DONATIONS BY COUNTRY/REGION IN 2007

In 2007 the distribution of funds implemented (\$23.100.523,84 US) by country/region was as follows:

- \$14.905.022,61 US on mine action activities in Bosnia and Herzegovina (64,52 percent).
- \$3.189.526,66 US on mine action activities in Croatia (13,81 percent).
- \$2.137.858,99 US on mine action activities in Albania (9,25 percent).
- \$273.589,84 US on mine action activities in Kosovo (1,18 percent)
- \$1.478.280,06 US on mine action activities in Serbia (6,4 percent)
- \$562.569,67 US on mine action activities in Montenegro (2,44 percent).
- \$178.789,09 US on regional mine action activities in SE Europe (0,77 percent).
- \$804,05 US for mine action activities in Macedonia (0,2 percent)
- \$374.886,92 US on mine action activities outside the region of SEE (1,61 percent).

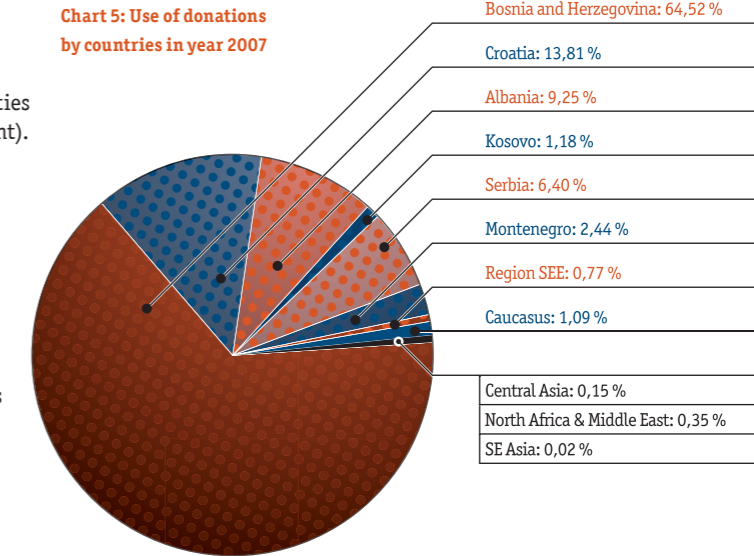
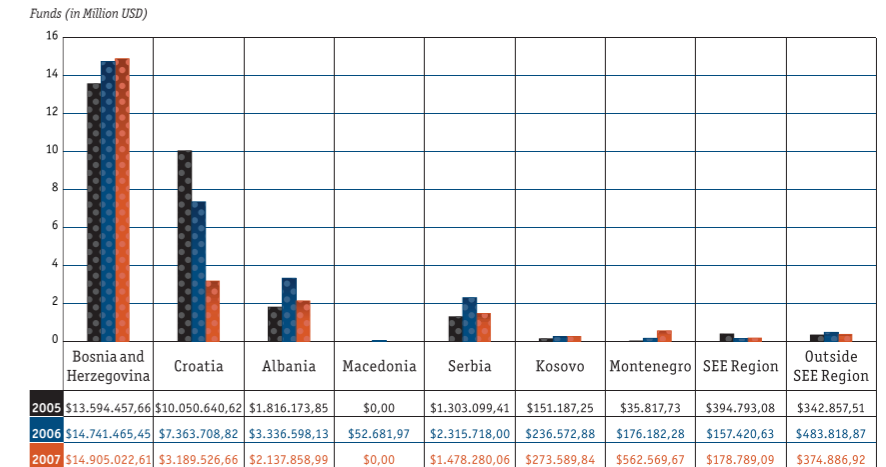


Chart 6: Distribution of implemented funds by country/region in period 2005-2007



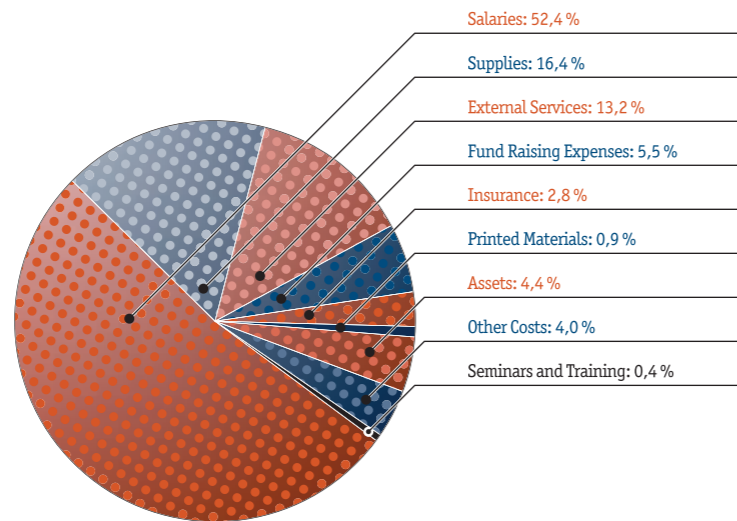
ITF ADMINISTRATION AND PROJECT COSTS

The standard ITF operational fee amounts to 3 percent of the donated funds. The fee is set to cover all ITF costs related to individual donations, i.e. the tender process, contract awarding procedures, contract monitoring and supervision, project evaluation and reporting. The administration and project costs covered by the fee also include the operating expenses of ITF Headquarters in Slovenia and Implementation Offices in Bosnia and Herzegovina and in Croatia, monitoring visits by ITF staff in the field, conferences, seminars, ITF publications and related activities.

In addition, the fee covers the organization of meetings of the Board of Advisors and all generated reports and corresponding materials.

The overview of the administration and project costs is presented in the Chart 7.

Chart 7: Distribution of shares of administration and project costs in 2007

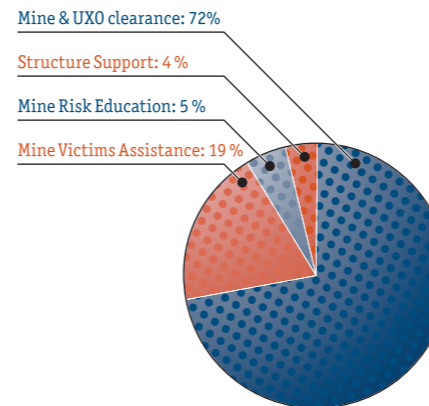


III. ITF OPERATIONAL OVERVIEW

III.a SOUTH EAST EUROPE

ALBANIA

Chart 8: Distribution of funds by purpose in Albania in 2007



Demining and Battle Area Clearance

Demining and Battle Area Clearance (BAC) activities in 2007 were performed along the northeast Albania/Kosovo border. Clearance activities are still important in these regions to enable the basic subsistence for living to people whose lives depend on farming, herding and wood collection, as in some parts of the border region mines are still prevailing. Moreover, clearance activities also help to enable better border control of the area, where trafficking and other criminal activities take place on weekly basis.

In 2007, as expected, a substantially smaller area was cleared compared to 2006 demining season. The lower than expected results and figures are a logical consequence of decrease in funding and more significantly, due to the amount of area already reduced and cleared in the previous years. Until the end of 2007, Albanian Mine Clearance Organisation (AMCO) with the support of Danish Church Aid (DCA) directly cleared 109.754 square meters of land with 446 mines and 1.330 UXO found and destroyed.

In total 472.517 square meters of land were released and returned to the use of local population.

Donors for demining/BAC activities in Albania:

- Danish Church Aid
- Germany
- United States



Mine detection dog team employed in demining operations, Bosnia and Herzegovina

Mine Victims Assistance

The MVA activities supported by the donations through ITF are in accordance with priorities and directions set by Albanian Mine Action Executive in cooperation with Albanian Government.

In the field of Mine Victims Assistance the needs of Albanian landmine survivors were addressed with the projects as described below.

Project "Improvement of Community Based Medical and Social Services for Mine survivors"

Since October 2004, Albanian NGO Mine and Weapon Victims Association (VMA) is implementing a project funded by US to improve access to medical and social services for mine/UXO survivors of mine affected communities of northeast Albania. The project is empowering local structures to provide basic medical and social services to 238 mine survivors and other persons with disabilities. The project continued in 2007 with 321 cases of medical and social support provided to 238 mine survivors.

Project "Support for Socio-Economic Reintegration and Medical Assistance of Mine/UXO Survivors"

With the funds raised during the "Night of a Thousand Dinners 2006" Albania and matched by United States, 9 students (mine/UXO victims) received support in order to continue their education in 2007 and 2 of them received physical rehabilitation and medical treatment.

Project "Access to Physical & Medical Rehabilitation in Albania - phase I"

This biannual project (April 2006-March 2008) is implemented by international NGO Handicap International (HI) in close cooperation with Albanian Ministry of Health.

The project aims to support the Albanian public authorities to develop a proper physical and medical rehabilitation (PMR) system on the national level, while developing a sustainable response to the PMR needs of landmine victims in the mine affected region of Kukes, Albania.

In 2007, a physiotherapy educational program within the Nursing Faculty was completed and Prosthetics and Orthotics workshop carried out. The progress can also be noticed in Kukes Hospital's Rehabilitation Unit (the renovation was completed in October 2007) in relation to the implementation delays from the previous period.

National Mine Victims Assistance Workshop

A National Mine Victims Workshop was held in Tirana, Albania on 11 and 12 April 2007, organized jointly by Albanian Mine Action Executive (AMAE) and ITF. At this workshop, with substantial international participation, several topics were discussed, with emphasis given to the MVA achievements in Albania in the past, requirements for the enhancement of current capacities and structures and finally future plans in this field and cooperation with other international organizations and institutes, which execute and are experts in Mine Victims Assistance.

Donors for MVA activities in Albania:

- Handicap International
- "Night of a Thousand Dinners 2006" - Albania
- Slovenia
- United States

Mine Risk Education

Project "Awareness of the population in mine affected areas of Northeast Albania about mine and UXO threat through MRE Activities"

Albanian NGO-VMA is conducting Mine Risk Education since 2001 to keep mine affected community members in 39 villages continuously informed about mine and UXO threat through 39 anti-mine local based committees that have been established for that purpose.

The project continued also in 2007 with 127 field visits conducted in 22 mine affected areas and 16 schools. In total, 17.500 community members and school children were reached through various MRE activities (mobile theatres, demonstration meetings, leaflets etc.).

Donor for MRE in Albania:

- United States

Structure Support

Project "Support to Albanian Mine Action Executive Quality Management Team - Technical Equipment"

AMAE was equipped with Demining Protective Equipment and Schonstedt Magnetic Locators, Communications Equipment, Team Field Equipment, Computer and Camera Equipment.

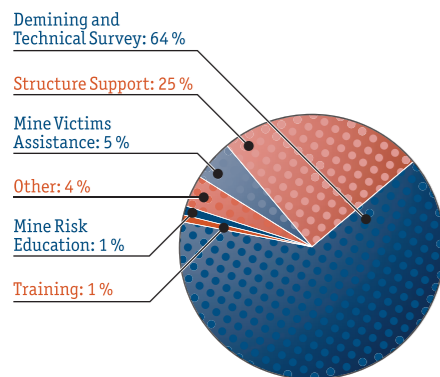
The goals of the project were securing that demining, battle area clearance and technical survey activities are carried out in a safe and effective manner, to ensure that the area cleared is safe for use by the local community and that all field activities are effectively processed, mapped and filed by AMAE offices.

Donor for structure support in Albania:

- United States

BOSNIA AND HERZEGOVINA

Chart 9: Distribution of funds by purpose in BH in 2007



Demining and Technical Survey

In 2007, 1.120.574 square meters were cleared in Bosnia and Herzegovina and in addition 4.395.644 square meters of land was released through technical survey operations. Consequently, the total figures amount to 5.514.690 square meters of cleared land with 859 mines and 300 UXO found and destroyed.

There were seven Community Integrated Mine Action Plans (CIMAP) implemented with total surface of 1.630.000 square meters released to the local population.

ITF Implementation Office in Bosnia & Herzegovina implemented 15 tendering procedures for commercial companies and NGOs in 2007 (5 open and 10 restricted tendering procedures). Tenders included demining projects selected from BHMAC demining priority list and in accordance with Landmine Impact Survey results. Project priorities were also verified by ITF coordinators (in terms of post-clearance visibility) prior to their publication.

Financed by Irish Aid, ITF also provided support to Entity Armed Forces through EUFOR that carried out the mechanical ground preparation of more than 140.000 square meters of land while Entity Armed Forces executed the follow-up activities by manual demining and monitoring.

The activities of NGO Norwegian People's Aid in 2007 managed by ITF were supported by Norway, Germany and Switzerland.

Implementation of demining and technical survey activities in Bosnia and Herzegovina has been greatly influenced by the introduction of Value Added Tax (VAT) in 2006 and it continued to have a great effect on activities in 2007 as well. Initial ITF attempts to achieve direct exemption of VAT for public donations committed to humanitarian demining were not successful; therefore, ITF applied the second option – indirect exemption of VAT. VAT reimbursement procedure takes approximately 2 to 3 months.

Currency losses are yet another issue to be considered as VAT is reimbursed in convertible marks (BAM). Nevertheless, ITF will continue to address the VAT issue among national and international stakeholders in mine action community in the future.

Mine Victims Assistance

In the field of Mine Victims Assistance the needs of landmine survivors from Bosnia and Herzegovina were addressed through the following projects:

Project "Landmine Survivors Network in Bosnia & Herzegovina"

The overall goal of LSN's program is to help landmine survivors and other persons with disabilities rebuild their lives and reintegrate back into their communities. LSN helps survivors to secure the services they need in order to help them reclaim their lives and participate in their communities. In 2007, LSN conducted 5.571 home visits and 238 hospital visits of survivors aimed at providing peer support and counselling to survivors. LSN carried out 168 direct assistances to survivors in order provide them with prosthetic devices, help them to start or expand their small businesses, support their education or vocational training or meet their basic human needs related to living conditions or provision of medicines for urgent/risk health situations.

Project "Sustainable Professional Rehabilitation for Landmine Survivors in Bosnia & Herzegovina"

Adopt-a-minefield® UK started with the implementation of the programme "Sustainable Professional Rehabilitation for Landmine Survivors in BH" together with NGO Stop Mines in September 2004. The project addressed and fulfilled the needs of landmine survivors in order to demonstrate significant client and institutional sustainability. Program continued in 2007 as well.

Project "Touch the Bottom of the Bottom-Dive with Us"

Since diving has proven to be extremely good method of physical and psychological rehabilitation for mine victims/disabled persons, United States again decided to support the project in 2007. The diving courses organized by NGO ECOSPORT GROUP were attended by 40 mine victims.

International Sitting Volleyball tournament

International Sitting Volleyball tournament from 25 May to 27 May 2007 held in Sarajevo, Bosnia and Herzegovina was sponsored with donor support of the United States. Eight teams with approximately 150 disabled persons from Bosnia and Herzegovina, Croatia, Poland, Russia and Slovenia took part in tournament. The winner of the tournament was OKI "Fantomi" from Sarajevo, Bosnia and Herzegovina.

Project "Prosthetic Education in BH"

Center for International Rehabilitation (CIR) started with the project "Prosthetic Education in BH" supported by United States in October 2007. The final goal of the project is to improve services for people with disabilities in need of ortho-prosthetic devices and rehabilitation through high-quality education for ortho-prosthetic professionals. In 2007, CIR collected 48 applications containing basic student profiles from 16 BH prosthetic Centres and organized Kick-Off Conferences. As a result, 32 new students and 4 students from the first generation of students for remote learning (RL) education have been selected and started their training in January 2008.

Project "Comprehensive Pain Management in BH: Establishing 4 Pain Therapy Departments in the Clinical Centres of Sarajevo, Banja Luka, Mostar and Tuzla"

NGO Hope'87 started with the project supported by United States and managed by ITF in November 2007.

Practice of pain management is inadequately developed in BH; resources are minor, expert knowledge inadequate, sloppy coordination at state level is also present which leads to inadequate and divided care for mine victims and patients with pain.

In 2007, Hope'87 implemented few coordination meetings with Association for Pain

Therapy BH and government representatives. The preparations for tender (purchase of medical equipment for pain management departments) procedure have already started.

First and Second National Mine Victims Workshop in Bosnia and Herzegovina

Both Workshops brought together representatives from the Ministries of both entities in Bosnia and Herzegovina, international agencies, NGOs and mine survivors themselves. In three days of work at the First Workshop (26-28 February 2007, Sarajevo, Bosnia and Herzegovina) priorities were set and tasks identified in the field of medical assistance, physical rehabilitation, psycho-social support and economic reintegration and in the field of legislation, policy and coordination. All the participants acknowledged that the First Workshop represents the start of the long-term process and more efforts will be needed to develop an actual action plan in the upcoming weeks. As a consequence the Second Workshop was organized in Banja Luka, Bosnia and Herzegovina, 28-29 November 2007. The aim of second workshop was to examine the MVA activities in 2007 in a light of conclusions of the first workshop.

Donors for MVA in BH:

- Adopt-a-minefield® UK
- Austria
- Landmine Survivors Network
- Marshall Legacy Institute
- United States

Mine Risk EducationProject "Mine Risk Education through Table Tennis"

The project was designed to present the sport as a universal game and at the same time present the threat of landmines in the country as a common problem that requires dialogue and cooperation in order to be reduced and eventually resolved. The project began in December 2006 and included 22 clubs during a four-month implementation period. All the clubs received table tennis equipment, and a copy of the ITF Level 1 Coaching Manual. Posters with positive mine-risk messages were distributed.

Project "Protection and Promotion of 'Positive Players' in Bosnia and Herzegovina"

NGO "Positive Play" started with the project in June 2007. The main objective is to protect and promote "positive players" in Bosnia and Herzegovina through educational, sports and cultural activities. With this project sports clubs and cultural institutions receive focused donations of equipment, enabling them to attract new members and thus enhance their permanence in - and importance to - communities. Disseminating MRE and SALWRE messages were delivered through a poster campaign.

Mine Risk Education through Community Integrated Mine Action Plans

Seven Community Integrated Mine Action Plan (CIMAP) projects were implemented in Bosnia & Herzegovina in 2007. Besides demining and technical survey components, CIMAP projects include Mine Risk Education component as well, by addressing the mine problem in the affected community in a holistic manner.

Donors for MRE in BH:

- Austria
- Positive Play
- United States
- International Table Tennis Association

Regional Mine Detection Dog Center (MDDC) in Konjic, BH

ITF continued to support activities of the Regional Mine Detection Dog Centre in Konjic, BH with funds provided by the Marshall Legacy Institute and United States. In 2007, MDDC completed the training of 6 mine detection dogs (MDD). The scope of work of MDDC includes the selection of dogs as well as complete integration process of dog and handler, which work as a team in the later stage.

Donors for MDDC in BH:

- Marshall Legacy Institute
- United States

Structure Support

ITF implemented with the donor support of Austria the procurement of 4 GPS devices for activities of Bosnia and Herzegovina Mine Action Centre general survey teams.

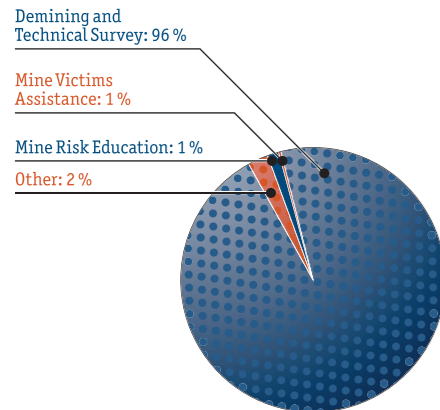
Sustainability of Bosnia and Herzegovina Mine Action Centre's program was also being enabled by donation of Bosnia and Herzegovina.

Donor for structure support in BH:

- Austria
- Bosnia and Herzegovina

CROATIA

Chart 10: Distribution of funds by purpose in Croatia in 2007



Demining and Technical Survey

In 2007, ITF surveyed and cleared 438.736 square meters of mine contaminated land in Croatia with 558 mines and 3 UXO found and destroyed. In total 13 demining projects were completed in 2007, out of which 12 projects were published through tender procedure (2 open and 2 restricted tenders).

The program "Demining of the Karlovac County" was initiated in 2007 with the donation from the Karlovac County to the ITF and the corresponding US matching funds.

The project "Future border crossing on Serbian-Croatian border" was implemented in 2007 in the area of drainage/irrigation canals in Strošinci along the Croatian border with the Republic of Serbia. The project implemented by NGO "Norwegian People's Aid" started on 26 February and was successfully concluded on 28 May 2007 with 138.381 sq. meters cleared and 24 AP mines and 1 UXO found and destroyed (the figure includes 60.000 sq. meters surveyed and cleared on the Serbian side of the border).

Donors for demining activities in Croatia:

- Adopt-A-Minefield
- Amway
- AmCham
- Croatia
- Canada
- Slovenia
- Spain
- Karlovac County
- Mrs. Đurđa Otržan
- United States

Mine Victims Assistance

Project "Educational Assistance for Civilian Victims of War"

The project is implemented by Croatian NGO Mine Aid and started with the support of United States in September 2007. The main goal of the project is to provide assistance in education and in awarding scholarships for mine victims and their family members. Project will conclude in September 2008 and includes two boys, a young woman, two children of a disabled veteran, a child of a civilian victim who died in war and two mothers whose husbands are disabled veterans.

Donor for MVA in Croatia:

- United States

Mine Risk Education

Project "Bembo & Friends"

The project will raise the level of mine awareness and promote safe behaviour among children through different messages of Bembo, popular character from the child play. The main aim is to prevent mine incidents and the message is given through MRE films, picture books, DVDs and theatre shows. The project is funded by United States and shall last until July 2008.

Project "Printing of 'Pazi mine' storybook"

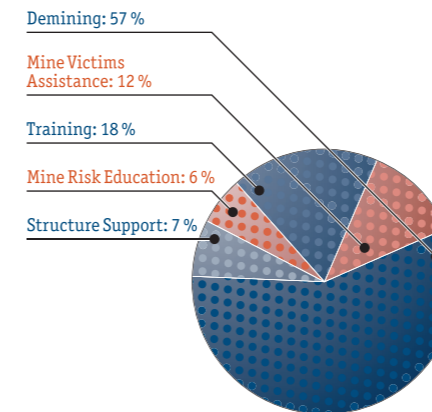
The project enabled the printing of the storybook 'Pazi mine' ("Watch out-Mines") that informs and educates children about the possible dangers of unexploded mines in their neighbourhoods. The authors and illustrators of the book are children from Karlovac County, Croatia. The child message of the project has its own special educative value because it speaks the language of children.

Donor for MRE in Croatia:

- United States

KOSOVO

Chart 11: Distribution of funds by purpose in Kosovo in 2007



Demining operations on
Croatian-Serbian border, Serbia

Mine Detection Dog Support to Demining Teams Activities

In the sphere of regional cooperation a support of the Mine Detection Dog Center for Southeast Europe (MDDC) from Konjic (Bosnia and Herzegovina) was provided to UNMIK/KPC Explosive Ordnance Disposal Management Team at mine clearance, technical survey and area reduction. Thus 4 MDD teams were assisting EOD team from April to October 2007.

The use of MDD teams was very justifiable, enabling faster search of larger areas in comparison to manual demining. The areas in Kosovo were very suitable for the use of mine detection dog search.

Donor for demining in Kosovo:

- United States

Mine Risk Education

Project "Mine Risk Education in the Frame of the Psychosocial Seminars for Teachers"

The project implemented by Center for Promotion of Education Kosovo (QPEA) aims to increase the role of teachers and schools in Mine Risk Education activities in providing psychosocial assistance to children in need and to their parents. It started in September 2007 and so far implemented the training of trainers for two groups of participants from Protective Corps of Kosovo and from QPEA where three members of Ministry of Education Kosovo and Office of KPC Coordinator were also present as observers. The preparations started for the First module of the seminars with teachers that are supposed to be implemented in 2008.

Donor for MRE in Kosovo:

- United States

Structure Support

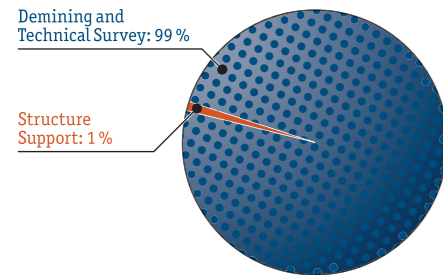
United States ensured the funds to support procurement of medical equipment (Otto Bock) for the National Orthopaedic and Prosthetic Centre in Priština where the mine victims from Kosovo are treated or get the needed support from.

Donor for structure support in Kosovo:

- United States

MONTENEGRO

Chart 12: Distribution of funds by purpose in Montenegro in 2007



Demining and Technical Survey

In 2006 a general survey was executed along the border of Montenegro/Albania and in the areas of Besnik and Njeguši settlements. These were suspected contaminated areas with mines and UXO. Based on results of general survey the projects for clearance were prepared.

The project in Plav was divided into two parts, namely demining and technical survey. Thus, 1.849 square meters was cleared and 1 mine found. 74.178 square meters were technically surveyed with 4 mines and 13 UXO cleared.

The project Besnik and Njeguši villages was a battle area clearance where 394.700 square meters was cleared and 16 UXO found.

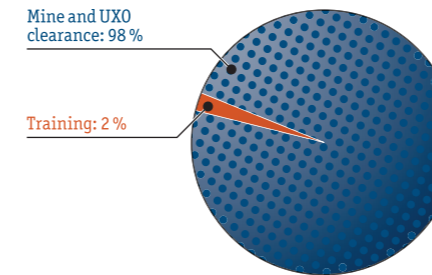
Thus, Montenegro is expected being declared Mine Free in 2008 by the Montenegro government.

Donors for demining and technical survey in Montenegro:

- Slovenia
- United States

SERBIA

Chart 13: Distribution of funds by purpose in Serbia in 2007



Demining and Battle Area Clearance

One public tender (US funds) for two Battle Area Clearance projects was held in Serbia, namely Samaila 1 near city of Kraljevo and Primary School 'Dušan Radović' in city of Niš.

In the working period April-May 2007 in Serbia, 308.000 square meters of land were being cleared (BAC) on 2 projects with 43 UXO found and destroyed.

Four restricted tenders for four mine clearance projects in Serbia were also held in 2007. Projects Blata 3, Blata 5 and Malovanci were executed for German funds and project Blata 4 for Czech funds.

Additionally, NGO Norwegian People's Aid executed works on 6 projects in the border area with Croatia for funds of Norway, Spain, Canada and US.

Total figures for demining and battle area clearance in Serbia in 2007 are thus, 1.446.499 square metres cleared, 369 mines and 198 UXO found and cleared.

Donors for demining/BAC in Serbia:

- Canada
- Czech Republic
- Germany
- Norway
- Slovenia
- Spain
- United States

ITF REGIONAL ACTIVITIES IN SOUTHEAST EUROPE

South-Eastern Europe Mine Action Coordination Council (SEEMACC)

Regional approach represents a vital dimension of ITF activities. We believe that the regional co-operation is essential, as different important issues can be addressed more efficiently and more cost-effectively, if the countries in the region are prepared to help each other in reaching their common goal of mine-free land. The exchange of experience and information, excellence in work and know-how, and co-ordination of activities in the field of mine action are crucial components in achieving their objectives, not to mention the process of confidence building through mine action activities in the long run.

On 25 April 2007, the 17th SEEMACC meeting took place in the town of Šibenik, Croatia. The purpose of the meeting was continuation of regional cooperation in the field of mine action. SEEMACC members/observers adopted and signed the new SEEMACC Rules of Procedure.

Furthermore, SEEMACC members/observers agreed on the common base of the joint training programs for employees in mine action structures, which should be carried out with shared pool of lecturers. The SEEMACC members/observers also discussed the issue of being more recognized in the mine action environment worldwide. SEEMACC members/observers reiterated the need and dedication of the regional cooperation in the field of mine action in South East Europe and wider.

Donor for SEEMACC activities:

- United States

For more information about SEEMACC please visit www.see-demining.org.

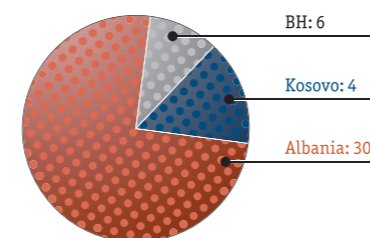
Mine Victims Assistance

Rehabilitation of mine survivors at the Institute for Rehabilitation of the Republic of Slovenia

Institute for Rehabilitation of the Republic of Slovenia (IRRS) provides treatment for mine survivors, who are not able to receive treatment in their own countries, due to severity of their condition, unsuitable local facilities or limited experience of local professional specialists.

IRRS provided rehabilitation treatment in 2007 in Ljubljana, Slovenia, for 40 mine survivors from SEE.

Chart 14: Number and origin of patients rehabilitated at IRRS in 2007



Since 1998, 966 mine survivors from SEE region and South Caucasus received rehabilitation treatment through ITF.

Training

Capacity building is crucial for mine-affected countries of SEE in order to be able to cope more effectively with the landmine problem.

Mine Victims Assistance

In 2007, numerous trainings and seminars on technical assistance related to rehabilitation of mine victims were organized by the IRRS as follows:

- Prosthetics and Orthotics Course for Rehabilitation Specialists from Kosovo (12 specialists from Kosovo)
- Prosthetics and Orthotics Course for Rehabilitation Specialists from Tajikistan (3 specialists from Tajikistan),
- 7 days workshop - vocational therapy for 10 students defectology from Tuzla (Bosnia and Herzegovina)

Demining/Battle Area Clearance

The Basic Training in Humanitarian Demining, Battle Area Clearance and for Team Leaders started in Serbia (near the town of Ruma) in December 2007.

The project objective is to train the national capacity from Serbia and Macedonia, namely 48 persons (44 from Serbia and 4 from Macedonia). Such training is necessary for successful continuation, strengthening and enhancing local capacities in order to successfully continue to resolve mine and UXO problem, especially in Serbia.

Training, performed by NGO Stop Mines from Bosnia and Herzegovina, consists of theoretical (lectures) as well as practical part. It shall be executed through three modules of training (basic humanitarian demining, basic battle area clearance training, basic team leader training) and is planned to be concluded in March 2008.

Donors for regional training program:

- Slovenia
- United States

Donors for rehabilitation program at Institute for Rehabilitation of Republic of Slovenia:

- "Ambassador of Slovenia Runs for Landmine Survivors"
- Czech Republic
- Institute for Rehabilitation Republic of Slovenia
- Marshall Legacy Institute
- Norway
- Slovenia
- United States
- US Embassy in Albania/Night of Thousand Dinners 2006 Albania

The 7th Summer Workshop for Landmine/UXO Survivors from SE Europe

Croatian NGO Bembo implemented the workshop in orthopaedic hospital "Dr. Martin Horvat" in Rovinj, Croatia from 16 July 2007 to 11 August 2007. The main goal of the workshop was to provide psychosocial rehabilitation for landmine/UXO survivors and to enable them to engage in the activities that they are interested in, that would increase their self-confidence. The workshop was divided in two parts – each lasting for two weeks and was attended by 49 landmine/UXO Survivors (19 from BH, 24 from Croatia, 3 from Kosovo and 3 from Serbia).

Donor for Summer Workshop Rovinj:

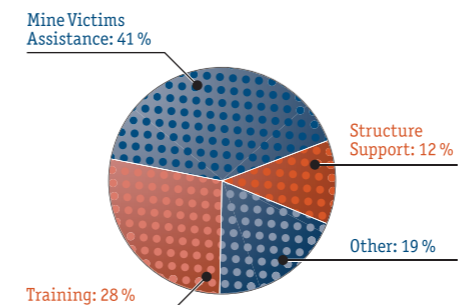
- United States

III.b OTHER REGIONS

SOUTH CAUCASUS

AZERBAIJAN

Chart 15: Distribution of funds by purpose in Azerbaijan in 2007



Mine Clearance and Capacity Building

A 14-month project "Support to Azerbaijan National Agency for Mine Action (ANAMA) 10-men Emergency Response Team (ERT) and Operational Coordination and Control" was concluded in January 2007. Besides enhancing the operational activities through purchase of equipment, the project enabled ANAMA a sustainable capability to react against emergency threats caused by landmines and UXO.

Another 14-month project "Support of Azerbaijan National Mine Action 8-men Training and Quality Assurance Team (TQAT)" concluded in January 2007. The project fostered execution of quality control (QC) and quality assurance (QA) operations on the ground as well as implementation of training courses in order to upgrade and enhance national demining capacity.

In July 2007 ANAMA received 4 mine detection dogs provided through project »Training of 4 Mine Detection Dogs for Azerbaijan Mine Action Program«. Besides purchase of 4 untrained, so called "green" dogs, the project included their training.

Donors for Mine Clearance and Capacity Building activities in Azerbaijan

- Marshall Legacy Institute
- United Kingdom

ANAMA Emergency Response Team removing unexploded rocket from a family yard, Azerbaijan

Mine Victims Assistance

In an effort to strengthen Mine Victims Assistance program in Azerbaijan ITF has prepared and supported a 2-year project under the name »Community Based Small Business Trainings and Micro-credit Revolving Fund for Azerbaijan Mine Survivors«. The project that started in October 2007 will enable mine survivors as a vulnerable group to achieve socio-economic reintegration into Azerbaijan society through facilitated provision of business development services and small loans. Additionally the project will provide national capacity building in both mentioned fields of activities. The project is implemented by International Organization for Migration in Azerbaijan under the supervision of ITF and Azerbaijan National Agency for Mine Action (ANAMA).

Donors for MVA in Azerbaijan:

- Austria
- ANAMA
- Korea
- Slovenia

CENTRAL ASIA*KAZAKHSTAN*

The regional workshop "Confidence Building and Regional Cooperation through Mine Action" was held in Almaty, Kazakhstan from 26 to 27 March, 2007. The workshop was hosted by the Ministry of Defence of the Republic of Kazakhstan and supported by Canada, Slovenia, the International Trust Fund for Demining and Mine Victims Assistance (ITF) and the Organization for Security and Cooperation in Europe (OSCE).

The purpose of the workshop was for the States of Central Asia and the South Caucasus, along with other States and interested organizations, to discuss the humanitarian problems caused by anti-personnel mines, the place of mine action in confidence building and the role of the Ottawa Convention as a comprehensive framework for mine action.

Donors for Almaty workshop:

- Canada
- Slovenia
- OSCE (in-kind)

TAJIKISTAN

As part of ITF Regional Training Program for Rehabilitation Professionals from South Caucasus and Central Asia three representatives of Tajikistan rehabilitation and mine victims assistance institutions received training at the Institute for Rehabilitation of the Republic of Slovenia in Ljubljana, Slovenia, in November 2007.

With the program ITF strives to transfer the know-how and skills in the field of mine victims' assistance gained in South East Europe to mine affected countries in above mentioned regions in order for them to be able to cope with mine problem more effectively and on a sustainable basis.

Donor for Tajikistan:

- Slovenia

OTHER MINE-AFFECTED COUNTRIES

COLOMBIA

ITF and Colombia signed the Memorandum of Understanding in September 2007, which defines framework for future cooperation in the field of Mine Action in Colombia.

ITF submitted a draft concept, jointly developed by ITF and IRRS, for potential future projects relating to Mine Victim Assistance in Colombia through the Colombian Embassy in Vienna. Additionally, efforts are aimed at identifying competent rehabilitation institution/partner in Colombia with whom IRRS could start cooperation on the above-mentioned projects.

ITF also prepared three projects together with Survivor Corps (LSN) supporting victims of violence (including landmine survivors) through peer support and socio-economic activities.

Currently ITF is seeking donor support to start the projects.

Donor for Colombia:

- Slovenia

JORDAN

In the beginning of September 2006 ITF representatives visited Jordan and observed demining activities in Wadi Araba and minefields on the border with Syria. Several meetings with all major mine affected communities and mine action stakeholders were organized. ITF is preparing project proposals in the area of victims assistance and is in the initial stage of establishing joint cooperation between ITF and LSN Jordan in order to support the efforts of National Centre for Demining and Rehabilitation in fulfilling Jordan's obligations under the Mine Ban Treaty.

Donor for Jordan:

- Slovenia

LEBANON

In November 2006, ITF deployed a Quality Assurance (QA) mine action expert within the United Nations Mine Action Centre South Lebanon (UNMAC SL); the activities of the QA Officer are being funded with the donation of the Republic of Slovenia. QA Officer was initially deployed in South Lebanon for the period of six months during which he worked with landmine/UXO and cluster bombs clearance teams. In the light of positive developments and based on the request received from MAC Lebanon, the ITF shall extend the work of the QA officer for additional 6 months (until the March 2008).

Furthermore, Marshall Legacy Institute, through ITF, is considering providing additional Mine Detecting Dogs to Lebanon MA Programme. However, all the arrangements are still at the initial stage, thus the final undertaking is still very precarious and uncertain.

Additionally, ITF received the request to support battle area clearance team for the 2008 operations (fund raising is ongoing).

ITF is liaising with other interested donors to extend support to mine and cluster bombs clearance activities thus enabling safe return of refugees and reconstruction of South Lebanon.

Donor for Lebanon:

- Slovenia

VIETNAM

On 24 July 2007, a partnership agreement was signed between ITF and Clear Path International (CPI), a professional non-profit organization, undertaking landmine and UXO victim assistance activities in Southeast Asia. Consequently, the agreement paved the way to long-term collaboration between the two organizations and established CPI as ITF's implementing partner for landmine accident survivor assistance in Vietnam.

ITF already approached donor community and requested support for the project "Expanding Accident Survivor Assistance Program in Central Vietnam". The project will deliver assistance to over 1.700 survivors, namely through direct medical and socio-economic support to survivors and the support of the several projects, which aim to expand physical and rehabilitative services available to persons with disabilities in at least four central coast provinces in Vietnam.

ITF together with Marshall Legacy Institute and NGO Peace Trees Vietnam prepared project aiming at establishment of provincial mine action co-ordination body, which could efficiently regulate and guide work of several mine action implementing partners in Quang Tri province, Central Vietnam, consisting of national and international NGO. With successful implementation of this project the model could be accepted on national level. ITF is currently seeking donor support to launch this project.

Furthermore, ITF is also considering a possible cooperation with Vietnam based Project RENEW, established at the request of the government of Quang Tri Province in Central Vietnam. Project RENEW is working closely with local partners as well as international community.

Donor for Vietnam:

- Slovenia

III.a OTHER ITF ACTIVITIES

ITF PUBLIC RELATIONS AND OTHER EVENTS

Media Appearances

Humanitarian efforts of ITF activities are often accompanied by public and media attention. There were 130 appearances of ITF in Slovenian media and 142 appearances of ITF in Croatian media in 2007.

ITF also hosted a press event "Breakfast with Journalists" in December 2007 in Ljubljana, Slovenia where the main ITF activities and plans for SEE and wider were presented to attending representatives of Slovenian media.

"Ambassador's Race" - Ambassador of Slovenia Runs for Landmine Survivors

H. E. Samuel Žbogar, Slovenian Ambassador to United States, has with his participation in four marathons in the United States raised public awareness for the needs of landmine survivors and has generated private funding to provide medical care, rehabilitation and new replacement prostheses for at least six landmine survivors from Bosnia and Herzegovina in the second half of 2007.

Additionally four survivors participated in Mine Survivors' Mine Awareness trip to United States of America, where they meet with the Ambassador and other donors, and participated in mine awareness activities in St. Albany secondary school, MLI CHAMPS International workshop and organized receptions at Slovenian and Bosnian Embassy. The survivors also visited US Senator Mr. George V. Voinovich. The trip was organized jointly by the Marshall Legacy Institute, ITF and the Slovenian Embassy in the United States.

"Night of A Thousand Dinners 2007"

ITF again organized a charity event "Night of a 1000 Dinners" to benefit the demining activities and mine victim rehabilitation. In 2007, ITF together with the American Chamber of Commerce in Slovenia joined other organizations in the world for the seventh time in order to get closer to our common goal – mine free land.

The event took place on 8 March 2007 in Grand Hotel Union, Ljubljana. Supporting the event's noble cause in previous years, the proceeds of 2007 event will be used for a demining project in Croatia.

Bosnian teenage mine survivors with H. E. Mr Samuel Žbogar, Slovenian Ambassador to United States, and Mr Goran Gačnik, ITF Director, after the Marine Corps Marathon in Washington, DC, 28 October 2007

Exhibition "Living with Landmines"

ITF in close co-operation with the Canadian Embassy supported the display of the exhibition in Slovenia produced by Toronto-based photographer V. Tony Hauser. The purpose of the exhibition "Living with Land Mines" is to raise awareness of the human and economic suffering caused by landmines. It is an exhibition of 16 life-size portraits of Cambodian young landmine survivors who have survived a landmine accident.

The exhibition was displayed at the Institute for Rehabilitation of the Republic of Slovenia (IRRS), the National Assembly of Republic of Slovenia and in the Slovenian Ministry of Defence in May and June 2007.

US Ambassador's "Walk Across Slovenia"

Beginning in 2005 on the Austrian-Slovenian border (Radlpass) above Radlje ob Dravi, H.E. Ambassador Robertson, US Ambassador to Slovenia, covered the E6 trail, experiencing the beauty of Slovenia's mountains and valleys and meeting Slovenes from every walk of life along the way. The 300-kilometer long trail runs across Slovenia from the border with Austria to the Adriatic Sea.

Knowing that in the SE Europe there are many unfortunate places where the land has been ravaged by the wars in the 1990's, Ambassador Robertson came to a decision that he would use his walk across Slovenia as an opportunity to aid others in their efforts to rehabilitate the region from the legacy of landmines.

The total amount raised through Ambassador Robertson fundraising activities surpassed \$15.000 US.

UNMAS and ITF enter into partnership agreement

ITF and United Nations Mine Action Service (UNMAS) signed a Memorandum of Understanding (MoU) which outlines the scope of activities to be jointly carried out in the field of mine action assistance. The MoU allows efficient coordination and implementation of activities in the field of mine action and defines the areas of mine action activities in which UNMAS and ITF will be cooperating in the future.

ITF PUBLICATIONS

ITF issues various publications, either in hard copy or in electronic version with aim of providing information to donor community and general public on ITF activities and on the problem of mines/UXO in the region of SEE and other mine affected regions.

In the period 01 January – 31 December 2007 ITF published the following publications:

- ITF Annual Report 2006, March 2007
- EU-ITF Activity Report – "Support to Demining Activities in the Region of South- Eastern Europe – Clearance of Borderline Projects", May 2007
- ITF E-Trust No. 17 in July 2007
- ITF Intermediate Report 2007, October 2007

All ITF publications can be obtained on ITF web site www.itf-fund.si.

ITF WEB PAGE

The purpose of the web page (www.itf-fund.si) is to provide access to ITF activities and mine action operations for all interested stakeholders and wider public. ITF web site is updated on a weekly basis and enables viewing of all demining projects as well as other mine action projects that have been implemented with different donor funds. ITF is currently preparing an update and new look for its website that will provide even better insight into all ITF projects and other activities. It will be launched in the beginning of 2008 as part of the ITF 10th Anniversary.

IV. CONCLUSION

While ITF and its stakeholders have achieved significant results in addressing the mine problem in South East Europe, a major challenge nevertheless remains the same, to annul the impact of landmines on humanitarian, reconstruction and especially development level. Up until now ITF has taken up this challenge in 14 countries out of more than 70 affected by landmines in the world. In order to fulfil its vision of mine free South East Europe, ITF's primary concern still remain the mine-affected countries in the region. Emphasis shall be made on the incorporation of Mine Action activities into broader development projects with special accent on regional cooperation.

ITF shall continue to implement its strategic goal of sharing its own experience and know-how with other mine-affected countries and regions thus contributing to the overall well-being of those suffering from the hidden consequences of past conflicts. With over 150 million mines laid in the ground and over 450.000 landmine survivors in the world, landmines and unexploded ordnance still cause human agony and hinder socio-economic development. The complex nature of the landmine problem requires a multidimensional and comprehensive response and ITF can effectively contribute to this cause by addressing it in cost-effective manner and with well conceived and managed program in the view of one of the Millennium Development Goals – "Global partnership for development", therefore contributing to global eradication of mine problem.

On behalf of the people living in the mine-contaminated areas we would like to thank all donors, Mine Action Centres, relevant authorities in the mine-contaminated countries and implementing agencies that have been working with us towards our common goal of mine-free land.

Thank you!

Outreach rehabilitation and medical assistance to elderly mine survivor, Albania

STATUTORY ANNUAL STATEMENTS FOR FINANCIAL YEAR 2007

REPORT ON PROCEDURES AND CONTROLS FROM 1 JANUARY 2007 TO 31 DECEMBER 2007



UHY Hacker Young LLP
Quadrant House
17 Thomas More Street
Thomas More Square
London E1W 1YW

Report by the Reporting Accountants to the Director of the International Trust Fund for Demining and Mine Victim Assistance ("the Fund")

In order that you may comply with article 5.5 of the Trust Fund Administrative Agreement between the Fund and the United States Government acting through the Department of State, Bureau of Political - Military Affairs, Office of Humanitarian Demining Programs (the "Donor") you have asked us to report on the report you have prepared on the performance of the procedures and controls used by the Fund in administering trust funds.

Your report, dated 14 February 2008, which covers the period 1 January 2007 to 31 December 2007 is referred to as "the Report by the director".

We have performed the procedures described below solely to prepare this report to assist your donors in evaluating your assertions regarding the performance of procedures and controls used by Fund in administering trust funds.

Use of this report

This report is intended solely for the use of the director of the Fund and the Managing Board and Board of Advisors. Without giving rise to any liability or duty to them on our part, it is also for the information of the Donor and its auditors and other donors. The attention of the Donor and other donors to the Fund and their auditors is drawn to the engagement letter dated 14 February 2008 which includes the limitations of liability, a copy of which is appended at attachment 2.

Scope

This report covers solely the trust fund administration operations of the Fund carried out in its offices located at Ig and its implementation offices as described in the Report by the director and does not extend to any other operations of the Fund.

Respective responsibilities of the director and reporting accountants

Your responsibilities as director are set out in the attached engagement letter and on page 1 of the Report by the director. It is our responsibility to form an independent opinion, based on the work we have carried out, and to report our opinion to you as director of the Fund.

Basis of opinion

Our review was conducted in accordance with the framework for reporting set out in FRAG 21/94 (revised) issued by the Institute of Chartered Accountants in England and Wales. Our work was based upon obtaining an understanding of the control procedures in operation by enquiry of management and review of documents supplied to us. Our work included tests of certain specific control procedures, as set out in attachment 1 to our report, to determine whether they operated as described.

We have not performed an assessment of the adequacy or completeness of the control objectives in relation to the risks they are designed to address nor have we assessed whether the control procedures achieve the control objectives, which were set, and consequently express no opinion on the director's assertion on the effectiveness of performance of the procedures and controls used by the Fund in administering the trust funds. Our opinion relates solely to the control procedures, which we tested, and not to any others.



UHY Hacker Young LLP
Quadrant House
17 Thomas More Street
Thomas More Square
London E1W 1YW

Report by the Reporting Accountants to the Director of the International Trust Fund for Demining and Mine Victim Assistance ("the Fund") - continued

Our tests did not include tests of transactions in respect of any particular donor. They were restricted to the procedures of the Fund's trust fund administration carried out at the specified offices and their relevance to any individual donor is dependent on their interaction with the particular procedures and other circumstances of that donor.

Control procedures designed to address specified control objectives are subject to inherent limitations and, accordingly, errors or irregularities may occur and not be detected. Such procedures cannot guarantee protection against fraudulent collusion especially on the part of those holding positions of authority or trust. Furthermore, this opinion is based on historical information and the projection of any information or conclusions in the Report by the director to any future periods would be inappropriate because of the risk that systems and control procedures may become inadequate as a result of changes in conditions or because the degree of compliance with the procedures may deteriorate.

Opinion

Based on the above, in our opinion:

- the Report by the director, except for the assertion regarding the performance of the procedures and controls, on which we express no opinion, describes fairly the control procedures in place as at 31 December 2007; and
- the specific control procedures that we tested as set out in attachment 1 to this report operated as described in the period from 1 January 2007 to 31 December 2007.

Yours faithfully


UHY Hacker Young LLP
Chartered Accountants

28 February 2008

Attachments:

- Tests performed by the reporting accountants.
- Reporting accountants' engagement letter dated 14 February 2008.



Tests performed by the reporting accountants

Attachment 1

Section A - Donations received procedures

- A1 Inspected a sample of bank receipt acknowledgements signed by the director and tested evidence of validation against donor agreements: *No exceptions*
- A2 Checked sample of receipts to entry in individual donor accounts and checked sample of disbursements from individual donor accounts to supporting documentation: *No exceptions*
- A3 Checked two of the monthly reconciliations between the donors' subledger and the general ledger restricted funds accounts: *No exceptions*
- A4 Checked eight reconciliations of the donor funds balances maintained by ITF staff with the records maintained by the bookkeepers and agreed a sample of transactions recorded in both records: *No exceptions*

Section B - Matched funding procedures

- B1 Inspected a sample of claims made to US Government and agreed details of related donor receipts with supporting evidence: *No exceptions*

Section C - Banking and reconciliation procedures

- C1 By inspection checked use of NLB and Reiffeissen Krekova Banka d.d. during the period in accordance with the bank mandates: *No exceptions*
- C2 Inspected the reconciliation of all bank accounts on two dates: *No exceptions*

Section D - Disbursement procedures

- D1 Inspected a sample of evaluation committee reports awarding contracts to confirm individuals involved: *No exceptions*
- D2 Inspected a sample of disbursements and checked documentation to support payments including invoices, quality control confirmations and mise action centre certificates and evidence of checking and approval procedures recorded by appropriate signature on the liquidation sheet: *No exceptions*
- D3 Inspected a sample of invoices and approval signatures for payments for victim rehabilitation: *No exceptions*
- D4 Inspected a sample of copy disbursement orders and forms 1450 and checked signatures and related supporting documentation: *No exceptions*
- D5 Inspected a sample of reports to donors and checked details of donations and disbursements reported to the accounting records: *No exceptions*



Attachment 2

UHY Revizija in svetovanje d.o.o.
Vurnikova ulica 2
1000 Ljubljana, Slovenija

tel.: +386 1 300 00 40
fax: +386 1 300 00 50
e-mail: uhy@uhy.si
internet: www.uhy.si

February 14, 2008

Mr. Goran Gačnik
International Trust Fund
Zabrv 12
1292 Ig
Slovenija

Dear Mr. Gačnik,

REPORTING ACCOUNTANTS ENGAGEMENT LETTER TO THE INTERNATIONAL TRUST FUND FOR DEMINING AND MINE VICTIMS ASSISTANCE ("THE FUND")

The purpose of this letter is to set out the basis on which we are to act as reporting accountants in order to report on the director's report on the performance of the procedures and controls during the year ended 31 December 2007 used by the Fund in administering trust funds. We are writing to set out the respective areas of responsibility of management and of ourselves, our understanding of the work to be performed and the terms and conditions under which we will perform such work.

Engagement summary

Under the terms of this engagement letter UHY Hacker Young LLP, Quadrant House, 17 Thomas More Street, London E1W 1YW (UHY Hacker Young) with UHY Revizija in svetovanje d.o.o., Vurnikova ulica 2, 1000 Ljubljana (UHY d.o.o.), on the basis of mutual agreement, is appointed to report on director's report on the performance of the procedures and controls used by the Fund in administering trust funds, as required under article 5.5 of the Trust Fund Administrative Agreement concluded between the Fund and the United States Government.

Our report will be issued in the English language.

Respective responsibilities of the director and reporting accountants

The responsibility for safeguarding the assets of the Fund, the maintenance of adequate internal controls and the prevention of fraud, error and non-compliance with law or regulations rests with you.

As director of the above Fund, you are responsible for establishing and maintaining effective internal controls ensuring that administration of trust funds is performed in accordance with criteria defined in the Trust Fund Administrative Agreement concluded between the Fund and US Government. In particular you are responsible for:

- the design, implementation and maintenance of control procedures that provide adequate levels of protection of funds received from donors, of the use of those funds in accordance with donors' requirements and of records to ensure that all transactions are properly recorded;
- the definition of adequate levels of protection in terms of control objectives and for ensuring that these objectives are achieved by the control procedures in place.

matthia Revizija / No. 2000167
© za DDV / VAT No. SI62702670
R. transakcijske račune / Bank account: Abanka Visa d.d., SI100-0011914838
R. registrirana vladna / No of Court registration: 1/1215/00 pri Okrožnem sodišču v Ljubljani
R. vpis v register revizijskih družb / No of registration at the Slovenian Institute of Auditors: RD-A-07305

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- (c) the preparation of a report where you will describe the control objectives and the related control procedures and you will present your assertion regarding the performance of the procedures and controls used by the Fund in administering trust funds, and you will retain sole responsibility for your report.

It is our responsibility to form an independent opinion on whether you have fairly described the control procedures and whether the specific control procedures which we tested operated as described, and to report to you. We shall not report on any opinions or assertions by you on the effectiveness of your control objectives and procedures.

You agree to give us access, as and when required, to such information and explanations which we consider necessary to complete our report and that such information and explanations will not be misleading and that we can rely on them.

Scope of the work

The work we shall perform will be conducted in accordance with the framework set out in technical release, Audit 4/97 (FRAG 21/94 (revised)), issued by the Institute of Chartered Accountants in England and Wales. Our work will include enquiries of appropriate management and personnel, together with tests of certain specific control procedures, which will be set out in the attachment to our report.

We shall not be responsible for a review of changes to control procedures beyond the period reported upon or for the identification of changes that have not been disclosed by management to us.

Use of report

Our report will be addressed to you as director of the Fund and will be available to the Managing Board and Board of Advisors. We understand that you wish to make the report available to United States Government, Department of State, Bureau of Political Military Affairs Office of Humanitarian Demining Programs and its auditors, and we consent to the report being provided to them but on the basis the full report is issued and it is without liability to them on our part. Our report will be for the purpose of reporting to you on the tests we have carried out in specific control procedures and may not be relied upon for any other purpose. You agree not to use our report, or references to it, in material disseminated to the general public without our express written permission. In any case where marketing literature is prepared which will refer either to us or our report, you will seek our consent to those references in advance and we reserve the right to refuse.

Limitations of work

Control procedures designed to address specified control objectives are subject to inherent limitations and, accordingly, errors or irregularities may occur and not be detected. Such procedures cannot guarantee protection against fraudulent collusion especially on the part of those holding positions of authority or trust. Our work is not designed to, and therefore can not be relied upon to disclose any such irregularities or fraud which may exist. Furthermore, our opinion will be based on historical information and the projection of any information or conclusions, contained in our opinion or the attached report, to any future periods is subject to the risk that changes in procedures or circumstances may alter their validity. We shall not assess whether the control procedures achieve the control objectives, which were set.

Additional reports to management

In addition to our report, described above, we shall report to the Managing Board in writing following the completion of our work on any weaknesses in the Fund's systems or other business matters which come to our notice during the course of our work and which, in our view, require management's attention.

No such report may be provided to a third party without our prior written consent. Such consent will be granted only on the basis that such reports are not prepared with the interests of anyone other than the Managing Board of the Fund in mind and that we accept no duty or responsibility to any other party.

Our review of internal financial control systems is only performed to the extent required to express an opinion on the directors' report on the performance of the procedures and controls used by the Fund in administering trust funds and therefore our comments on these systems will not necessarily address all possible improvements which might be suggested as a result of a more extensive special examination.

Fees

Our fees are computed on the basis of the time spent on your affairs by our partners and staff and on the levels of skill and responsibility involved. Our fees are dealt with in a separate letter.

Timing

We expect that our final report will be issued in mid-February 2008.

The exact timing of our work will be mutually agreed upon.

Applicable law and liability limitation

In no event shall UHY Hacker Young LLP, its partners, or employees be liable for any loss damage, cost or expense arising in any way from (or in connection with) fraudulent acts or omissions, misrepresentation or willful default on the part of International Trust Fund for Demining and Mine Victims Assistance, its directors, employees or agents.

Any liability of UHY Hacker Young LLP, its Partners and staff from actions found against us to pay damages for losses arising as a direct result of breach of contract or negligence on our part in respect of services provided in connection with or arising out of the engagement set out in this letter (or any variation of addition thereto), whether in contract, negligence or otherwise shall in no circumstances exceed two (2) times the amount paid in respect of fees charged for this engagement, such amount including all legal and other costs which we may incur in defending any actions against us.

Any oral opinions (unless confirmed by a partner of the firm in writing), reports and any draft reports which may be given in the course of our work will not constitute definitive opinions and conclusions. Unless otherwise indicated, these will be contained solely in our final written product. This agreement may only be amended in writing under sanction of nullity.

Matters not covered in this agreement are governed by Slovene Civil Law. All disputes and controversies arising out of, or in connection with, this agreement, which we fail to settle amicably shall be submitted by either party to the Arbitration Court at the Slovene Chamber of Commerce and Industry for final settlement. The Arbitration Court shall proceed in accordance with its rules. The decision and award of the arbitrators shall be final and binding and non-appealable, and shall be enforceable in any court of competent jurisdiction.

Confidentiality and Independence

We require strict adherence by the members of our staff to the ethical rules of our firm. As such, in all aspects of our practice, the firm and its employees maintain a strict standard of confidentiality as regards information obtained during the conduct of professional assignments. Furthermore the firm and its employees maintain independence of interest and mental attitude in their relationships with client personnel.

Acknowledgement and acceptance

We shall be obliged if you will confirm in writing your agreement to the terms of this letter by signing one copy in the space provided and returning it to us.

Yours faithfully,

Matjaz Tabor
Partner
UHY d.o.o.



Signed:

Goran Gacnik

for and on behalf of:
International Trust Fund for Demining and
Mine Victims Assistance



Philip M. Hollins
Partner
UHY Hacker Young LLP

25-02-2008

Date

Our file number: 03-5-1/2-19/07

AUDITORS' REPORT

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UHY Revizija in svetovanje d.o.o.

Revizijska družba / Certified Auditors

To the Managing Board of
the International Trust Fund for Demining and
Mine Victims Assistance
Ig
Slovenia

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1. Report on the Financial Statements

We have audited the accompanying financial statements of The International Trust Fund for Demining and Mine Victims Assistance, Ig, which comprise the balance sheet as at December 31, 2007, and the income statement and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

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. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's 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 auditor's 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 in 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 give a true and fair view of the financial position of The International Trust Fund for Demining and Mine Victims Assistance, Ig as of December 31, 2007, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

UHY Revizija in svetovanje d.o.o.

Certified Auditor
Matjaž Trebše



Ljubljana, 16 February 2007

matična številka / No.: 2060167
ID za DDV / VAT No: SI82702670
SI: transakcijski račun / Bank account: Aderika Vipava d.d., 05100-8011974836
SI: registerne vloške / No of Court registration: 14121500 pri Okrožnem sodišču v Ljubljani
SI: vpisna v register revizijskih družb / No of registration at the Slovenian Institute of Auditors: ID-A-073/05

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2. BALANCE SHEET AS AT 31 DECEMBER 2007

		in EUR	
		31.12.2007	31.12.2006
ASSETS (A+B+C)	Note	14.495.921	14.404.565
A. LONG-TERM ASSETS (I+II+III)			
I. INTANGIBLE ASSETS	1	24.098	54.227
II. TANGIBLE FIXED ASSETS	2	163.062	186.872
III. LONG-TERM FINANCIAL ASSETS		0	0
B. CURRENT ASSETS (I+II+III+IV)			
I. INVENTORIES		0	0
II. SHORT TERM RECEIVABLES	3	632.566	958.195
1. Accounts receivable		0	0
2. Sundry debtors		632.566	958.195
III. SHORT-TERM FINANCIAL ASSETS	4	12.361.246	7.401.999
IV. CASH AND BANK	5	1.298.914	5.802.558
C. PREPAID EXPENSES			
		16.035	714
TOTAL LIABILITIES (A+B+C+D+E)			
A. Unrestricted funds	6	276.785	343.230
B. Restricted funds	7	133.529	192.056
C. Expendable restricted funds	8	12.815.624	12.601.421
D. Financial liabilities	9	27.333	0
1. Long-term financial liabilities		16.400	0
2. Short-term financial liabilities		10.933	0
E. Short term liabilities from Operating Activities		1.242.650	1.267.858
1. Accounts payable	10	1.199.855	1.231.230
2. Accrued salaries		37.254	30.780
3. Sundry creditors		5.541	5.848

3. PROFIT AND LOSS STATEMENT FOR THE FINANCIAL YEAR 2007

		in EUR	
		2007	2006
	Note		
A. Revenues / Donations	11	17.275.698	23.641.162
B. Income from financing	12	2.167.080	2.168.185
C. Extraordinary income		33	67
D. Total revenues		19.442.811	25.809.414
E. Costs of materials and services	13	16.654.780	22.946.603
F. Labour expenses	14	566.322	501.398
G. Depreciation		65.818	72.588
H. Provisions for current assets		0	0
I. Other expenses	15	47.245	4.582
J. Costs of financing	16	2.030.905	2.103.017
K. Extraordinary expenses	17	144.186	20.956
L. Total expenses		19.509.256	25.649.144
M. Surplus (loss) before taxation		(66.445)	160.270
N. Corporate income tax		0	0
O. Net surplus (loss) after taxation	18	(66.445)	160.270

4. CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 2007

		in EUR	
		2007	2006
Cash at the beginning of the year		5.802.558	6.975.472
+ Revenues		19.442.811	25.809.414
- Expenses (less depreciation cost and cost of long-term provisions)		(19.443.438)	(25.576.556)
- Corporate tax and distributions of profit		0	0
= Net cash flow from operating activities before adjustments		5.801.931	7.208.330
+/- Change in current liabilities		(2.127)	613.195
+/- Change in accounts receivable and prepaid expenses		310.308	(714.476)
+/- Change in inventories		0	0
= Adjusted Net cash flow from operating activities		6.110.112	7.107.049
+/- Net change in intangible fixed assets		31.858	(46.374)
+/- Net change in tangible fixed assets		(39.484)	(22.162)
+ Net change in short-term financial assets		(4.959.247)	(1.445.285)
= Net cash flow from operating and financing activities		1.143.239	5.593.228
+/- Change in restricted funds		155.675	209.330
= Cash at year end		1.298.914	5.802.558

5. GENERAL INFORMATION

The International Trust Fund for Demining and Mine Victims Assistance was founded by the Republic of Slovenia, as such represented by the Slovene Government, on July 21, 1998. The establishment of the International Trust Fund was approved by the Minister of Foreign Affairs under the approval No. ZML-326/98 dated 22 July 1998. The International Trust Fund was entered in the Register of Foundations.

The headquarters of the International Trust Fund is located at Ig, Slovenia, and its implementation offices in Bosnia and Herzegovina and Croatia. The Fund has a staff of 15 at its Ig headquarters, 4 in its office in Bosnia and Herzegovina and 1 in its office in Croatia.

The main activities of the International Trust Fund:

- Organizing the removal and disposal of mines and other unexploded ordnance;
- Organizing assistance and rehabilitation of mine victims.

The bodies of the International Trust Fund:

- Managing Board,
- Board of Advisors,
- Director,
- Honoree Board.

The members of the Managing Board as at 31 December 2007:

- Roman Kolar, Chairman,
- Mustafa Alikadić, member,
- Kory Golob, member,
- Dijana Pleština, member,
- Dragiša Mekić, member,
- Zvezdana Veber Hartman, member,
- Darko Vidović, member,
- Stanislav Vidović, member,
- Bojan Žmavc, member.

The Advisory Board includes representatives of donors and founders of the International Trust Fund.

The statutory Annual Statement of the International Trust Fund for Demining and Mine Victims Assistance, Ig, for the year 2007 was prepared in accordance with International Financial Reporting Standards.

The financial year is equal to the calendar year.

6. SUMMARY OF ACCOUNTING POLICIES AND PRACTICES

The financial statements for the financial year 2007 comply with the International Financial Reporting Standards and basic accounting conventions i.e. considering the occurrence of business events, ongoing concern and fair and true presentation.

The policies and practices the Management applies in preparing and presenting financial statements are in compliance with the above stated basis whereas certain accounting policies are optional and the management decides independently to apply one of available variants. The summary of general accounting policies and practices applied by the company in reference to valuing separate items as follows:

- The intangible and tangible fixed assets are at the beginning valued at their purchase value. The purchase value consists of purchase price, import and irredeemable purchase duties and costs needed to put them into use. The tangible fixed assets are individually depreciated pursuant to straight-line method.
- The quantity units of inventories of material and merchandise are initially valued at their actual purchase price, which includes buying prices, import and other irredeemable duties and direct purchase costs. The purchase price is decreased for given discounts. The inventories of materials and merchandise are written down, if the book value exceeds the higher of market or net realizable value.
- The receivables are initially shown as amounts based on relevant documents and assumption that they will be paid. The receivables are written down, if their book value exceeds their fair or realizable value. The receivables are revalued by reversal of write downs if their fair or realizable value exceeds their book value. The receivables in foreign currencies are in the financial statements stated at the exchange rate of the Bank of Slovenia – referential exchange rate of the European central Bank for individual currency as at the balance date. The exchange rate differences represent regular financial income or regular financial expenses.
- The short-term investments in equity and debt securities of other companies or state are initially valued at their purchase value whereas the short-term loans are valued at paid amounts. The revaluation of short-term financial investments presents the change of their book value and occurs as a revaluation due to improvement of assets, impairment of assets or reversal of impairment. The information on fair value and main characteristics of individual short-term financial investment shall be disclosed.
- The short-term deferrals include debtors and other assets and liabilities presumed to occur within one year and the occurrence of which is possible and the size reliably estimated. The deferred charges include current deferred costs or current deferred expenses and current uncharged revenues, which are shown separately and broken down into more significant ones. The short-term accruals and deferred income include short-term accrued costs and deferred income shown separately and broken down into more significant ones.
- The unrestricted funds consist of the founding capital, retained earnings, revaluation of the capital and net surplus/loss of the year.
- Restricted funds present the value of donated intangibles and fixed assets and are used for covering the depreciation cost of donated intangible and tangible fixed assets.

- Donations for specific purposes are presented as the expendable restricted funds. Foreign donations are translated at the exchange rate of the Bank of Slovenia referential exchange rate of the European central bank in effect at the balance date. Donations are used for covering the costs of activities, for which they were granted.
- The long and short-term debts are shown liabilities with reference to financing of the Trust Fund's assets. The debts are financial liabilities, if lenders are lending the company money, or operating, if suppliers are sending to the Trust Fund inputs for performing its services. The financial debts present granted credits based on loan agreement, investment agreement or issued securities. The operating debts are supplier borrowings for purchased goods or services, debts for financial leases, short-term liabilities owed to staff, financiers and to the state. The long-term debts have to be paid back or settled within the term of over one year and the short-term debts within one year. The revaluation of the long and short-term financial investments presents the change of their book value and occurs as impairment of assets or improvement of debts. The information on fair value or main characteristics of individual debt shall be disclosed.
- The revenues are broken down into operating revenues, financial income and extraordinary income. Operating revenues and financial income are reckoned as regular revenues. The operating revenues present the utilization of expendable restricted funds, fixed percentage of donated funds, granted for covering the Trusts Fund's administrative and operating costs, revenues from utilization of expendable restricted funds for covering the amortization and depreciation of fixed assets and other revenues. The financial income arises from long and short-term financial investments and receivables. The financial income consists of interest and exchange rate differences. The extraordinary revenues consist of irregular items that mark influence on the increase of regular results in the respective business year.
- The expenses are sorted into operating expenses, financial expenses and extraordinary expenses. Operating expenses and financial expenses present regular expenses. The operating expenses equal the costs of the period. The revaluating operating expenses (write downs) occur in reference to tangible fixed assets, intangible long-term assets and current assets due to their impairment. The financial expenses present the expenses for financing and expenses for investing. The extraordinary expenses consist of irregular items that mark influence on the decrease of regular results in the respective financial year.

7. NOTES TO THE ACCOUNTS

The notes relate to annual statements for 2007 unless otherwise specified in the text.

	in EUR	
	31.12.2007	31.12.2006
1. Intangible Assets	24.098	54.227

The intangibles consist of long term accrued office space rental costs (20.533 EUR), leasehold improvements (1.280 EUR) and other intangibles (2.285 EUR).

The depreciation of leasehold improvements was calculated as to expected service life of the improvements. Other intangibles were amortized on individual basis using the straight-line method. The amortization rate at 20% was applied to amortize other intangibles.

Book value of donated intangibles equals to 21.779 EUR at balance date.

The amortization cost of donated intangibles (1.372 EUR) and decrease in long term accrued office space rental costs (27.378 EUR) debit restricted funds (Note 7).

Changes in Intangibles in 2007:

Item	Intangibles owned	Donated intangibles	Long term accruals	In EUR Total
1. Purchase value				
Balance as at 1 January 2007	29.571	167.760	47.911	245.242
Increase – new purchases	684	0	0	684
Increase – other	0	0	0	0
Decrease – sales, disposals	(1.013)	0	(27.378)	(28.391)
Balance as at 31 December 2007	29.242	167.760	20.533	217.535
2. Accumulation depreciation				
Balance as at 1 January 2007	(25.873)	(165.142)	0	(191.015)
Increase – depreciation	(2.063)	(1.372)	0	(3.435)
Increase – other	0	0	0	0
Decrease – sales, disposals	1.013	0	0	1.013
Balance as at 31 December 2007	(26.923)	(166.518)	0	(193.437)
3. Book value				
Balance as at 1 January 2007	3.698	2.618	47.911	54.227
Balance as at 31 December 2007	2.319	1.246	20.533	24.098

	in EUR	
	31.12.2007	31.12.2006
2. Tangible Fixed Assets	163.062	186.872

Fixed assets are shown with their book value. The base value for depreciation equals to the acquisition cost.

The depreciation rates applied for separate types of tangible fixed assets:

	%
- Computers and computer equipment	33,00
- Office equipment	12,50
- Vehicles	15,50
- Other equipment	10,00 – 50,00

Changes in Fixed Assets in 2007:

Item	Equipment owned	Equipment Donated	Art work owned	In EUR Total
1. Purchase value				
Balance as at 1 January 2007	169.568	579.357	5.435	754.360
Increase – new purchases	20.280	27.928	0	48.208
Increase – other	0	0	0	0
Decrease	(19.979)	(25.020)	0	(44.999)
Balance as at 31 December 2007	169.869	582.265	5.435	757.569
2. Accumulated depreciation				
Balance as at 1 January 2007	(129.661)	(437.827)	0	(567.488)
Increase – depreciation	(13.754)	(48.628)	0	(62.382)
Increase – other	0	0	0	0
Decrease	19.422	15.941	0	35.363
Balance as at 31 December 2007	(123.993)	(470.514)	0	(594.507)
3. Book value				
Balance as at 1 January 2007	39.907	141.530	5.435	186.872
Balance as at 31 December 2007	45.876	111.751	5.435	163.062

The depreciation cost of donated tangibles (48.628 EUR) debit restricted funds (Note 7).

	in EUR			in EUR	
	31.12.2007	31.12.2006		31.12.2007	31.12.2006
3. Short term receivables	632.566	958.195	5. Cash and Bank	1.298.914	5.802.558
			Bank accounts in EUR	576.711	1.108.005
			Bank accounts in other currencies	686.278	4.667.707
			Petty Cash	35.925	26.846
				in EUR	
				31.12.2007	31.12.2006
			6. Unrestricted funds	276.785	343.230
			Founding capital	21.048	21.048
			Retained earnings	320.254	159.984
			Adjustment	1.928	1.928
			Net Result for the Year	(66.445)	160.270
				in EUR	
				31.12.2007	31.12.2006
4. Short-term Financial Assets	12.361.246	7.401.999			

This item comprises short-term deposits with the domestic bank:

Assets	Interest rate (p.a.)	Currency	In EUR
Donor assets	5,20%	USD	5.434.413
Donor assets	5,10%	USD	2.785.138
Donor assets	4,60%	USD	2.037.905
Donor assets	4,10%	EUR	1.300.000
Donor assets	4,10%	EUR	600.000
Own assets	4,60%	USD	122.274
Own assets	5,10%	USD	81.516
		Total	12.361.246

Deposits are not pledged for payment of Fund's liabilities. All deposits have the maturity in January 2008.

The founding capital of 1.000 thousand SIT (4.173 EUR) was transferred to the International Trust Fund for Demining and Mine Victims Assistance on 22 July 1998, when the Ministry of Foreign Affairs approved the Founding Act.

Summary of Changes in Unrestricted funds in 2007:

Item	in EUR				
	Founding capital	Adjustment	Retained earnings	Net result for the year	Total
Balance as at 31. December 2006	21.048	1.928	159.984	160.270	343.230
Transfer to retained earnings	0	0	160.270	(160.270)	0
Net result for the year 2007	0	0	0	(66.445)	(66.445)
Transfer from retained earnings	0	0	(66.445)	66.445	0
Balance as at 31 December 2007	21.048	1.928	253.809	0	276.785

Surplus of costs for the year 2007 was covered with the retained earnings from the previous years.

	in EUR		in EUR	
	31.12.2007	31.12.2006	31.12.2007	31.12.2006
7. Restricted funds	133.529	192.056	8. Expendable restricted funds	12.815.624
			Donations for specific purposes	12.805.298
			Other	10.326
				310

Summary of Movements in Restricted funds in 2007:

	in EUR		Summary of changes in expendable restricted funds (in EUR):	
	2007	2006		Donations (cash)
Balance as at 01. January	192.056	187.867		
Donation received	27.928	93.523	Balance as at 31 December 2006	12.601.111
Depreciation	(50.000)	(52.868)	Donations received	18.653.439
Disposals	(9.077)	(9.088)	Donations returned	(254.908)
Decrease in long term accrued office space rental costs	(27.378)	(27.378)	Interest credited	341.195
Balance as at 31. December	133.529	192.056	Use of donations	
			- Demining	(11.801.809)
			- Structure	(2.893.558)
			- Mine victims assistance (Rehabilitation)	(1.225.280)
			- Training	(189.819)
			- Financing of the Trust Fund	(369.605)
			- Conference	(25.458)
			- Other	(214.826)
			Trust Fund's Revenues	(486.687)
			Exchange rate differences	(1.100.272)
			Changes in balance of donors pledging for activities temporarily financed by the Trust Fund	(228.225)
			Balance as at 31 December 2007	12.805.298

Changes in expendable restricted funds in 2007 (in EUR):

Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund	Training	Returned donations	Conference	Other	Interests Credited	Donor pledge/settlement of donors pledge	Exchange gains/losses	Balance as at 31.12.2007
ADOPT-A-MINEFIELD	470.211	445.965	(17.458)	(316.288)	0	0	0	(35.469)	0	0	1.290	25.425	0	(59.418)	514.258
AMWAY	13.255	0	0	(12.750)	0	0	0	0	0	0	0	0	0	(505)	0
AUSTRIA	587.432	300.000	(9.000)	(415.360)	(94.231)	(20.500)	0	0	(4.060)	0	0	14.658	0	0	358.939
AUSTRIA - ADA	0	50.400	(1.512)	0	0	(48.888)	0	0	0	0	0	0	0	0	0
AUSTRIA - MFA	19.400	0	0	0	0	(15.524)	0	0	0	0	0	0	0	0	3.876
AZERBAIJAN															
NATIONAL AGENCY	0	7.406	(222)	0	0	(435)	0	0	0	0	0	0	0	0	6.749
BELGIUM	11.623	50.000	(1.500)	(29.808)	0	0	0	0	0	0	0	0	0	(15)	30.300
BH MAC	492	0	0	0	0	0	0	0	0	0	0	0	0	0	492
CANTON BOSANKO - PODRINJSKI GORAŽDE	12.399	0	0	(12.399)	0	0	0	0	0	0	0	0	0	0	0
BOSNIA AND HERZEGOVINA	0	1.815.248	(54.457)	0	(1.776.677)	0	0	0	0	0	0	0	0	15.887	1
BRČKO DISTRICT GOVERNMENT	55.141	0	0	(2.846)	0	0	0	0	0	0	0	0	0	0	52.295
CROATIA WITHOUT MINES	744	0	0	0	0	0	0	0	0	0	0	0	0	(78)	666
CROATIAN CULTURAL ASSOCIATION	0	3.612	(108)	0	0	0	0	0	0	0	0	0	0	(30)	3.474
CZECH REPUBLIC	21.830	70.756	(2.123)	(41.421)	0	(16.634)	0	0	0	0	0	0	0	(2.297)	30.111
DAN CHURCH AID	0	16.000	(563)	(15.437)	0	0	0	0	0	0	0	0	0	0	0
DIANA PLESTINA	3.629	0	0	0	0	(2.044)	0	0	0	0	0	0	0	0	1.585
BURĐA OTRŽAN	7.841	0	0	(7.738)	0	0	0	0	0	0	0	0	0	(103)	0
ELEKTROPRIVREDA HERCEG BOSNE	416	0	0	(416)	0	0	0	0	0	0	0	0	0	0	0
ELEKTROPRIVREDA HZ HB MOSTAR	2.592	0	0	(2.592)	0	0	0	0	0	0	0	0	0	0	0
EUROPEAN UNION-2003	0	195.438	0	0	0	0	0	0	0	0	30.884	0	(226.322)	0	0
EUROPEAN UNION-INTERESTS FOUNDATION WORLD WITHOUT MINES	37.079	0	0	(22.508)	0	0	0	0	0	0	(30.884)	0	0	0	0
FRANCE	510	0	0	0	0	0	0	0	0	0	0	20	0	0	530
GLOBAL CARE UNLIMITED	10	0	0	(9)	0	0	0	0	0	0	0	0	0	0	1
HANDICAP INTERNATIONAL	0	72.317	(3.727)	0	0	(38.452)	0	0	0	0	0	0	0	(4.995)	25.143
HERCEGBOSANSKE ŠUME D.O.O.	0	196.970	(5.909)	(118.860)	0	0	0	0	0	0	0	0	0	0	72.201
INSTITUTE FOR REHABILITATION OF REPUBLIC OF SLOVENIA	451	6.259	(188)	0	0	(4.620)	0	0	0	0	0	0	(1.903)	1	0
IRELAND	63.243	0	0	(54.570)	0	0	0	0	0	0	0	0	0	0	8.673
JAKI AND ŠČETININ ARCHITECTS (ARHEdoo)	1.051	0	0	0	0	(1.051)	0	0	0	0	0	0	0	0	0
JOSEF M. LAPOSA	0	77	(2)	(72)	0	0	0	0	0	0	0	0	0	(3)	0
CANADA - 2007	1.282	844.267	(13.391)	(31.646)	(767.207)	0	0	0	(15.796)	(1.960)	1	0	0	739	16.289
KARLOVAC COUNTY COMMISSION FOR	0	145.586	(4.368)	(49.882)	0	0	0	0	0	0	0	0	0	214	91.550
DEMING	1.003	0	0	0	0	(1.003)	0	0	0	0	0	0	0	0	0
KOREA	0	37.023	(1.111)	0	0	(13.581)	0	0	0	0	(7.256)	0	0	(2.273)	12.802
LIONS CLUB BROANKA	0	7.938	(238)	0	0	0	0	0	0	0	0	0	0	(25)	7.675
LIONS CLUB ZRINJEVAC	2	0	0	(2)	0	0	0	0	0	0	0	0	0	0	0
HUNGARY	14.728	0	0	(7.916)	0	0	0	0	0	0	0	0	0	(599)	6.213

Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund	Training	Returned donations	Conference	Other	Interests Credited	Donor pledge/settlement of donors pledge	Exchange gains/losses	Balance as at 31.12.2007
MARSHALL LEGACY INSTITUTE	0	145.069	(4.218)	0	0	(28.018)	0	(82.216)	0	0	0	0	0	(1.093)	29.524
CANTON SARAJEVO - MINISTRY OF URBAN PLANNING AND ENVIRONMENTAL PROTECTION	34.328	0	0	0	0	0	0	0	0	0	0	0	0	0	34.328
MOBITEL d.d.	0	15.000	0	0	0	0	0	0	0	0	(2.701)	0	0	0	12.299
GERMANY NIGHT OF A THOUSAND DINNERS	557.650	2.495.499	(74.782)	(2.103.458)	0	(22.280)	0	0	(250.848)	0	0	0	0	0	601.781
NORWAY	52.369	29.491	(844)	(39.260)	0	(10.202)	0	0	0	0	(13.972)	0	0	(8)	17.574
NOVA LJUBLJANSKA BANK	1.041	3.672.953	(36.366)	(3.637.647)	0	0	0	0	0	0	0	0	0	19	0
MUNICIPALITY BIHAĆ	9	0	0	(9)	0	0	0	0	0	0	0	0	0	0	0
MUNICIPALITY GORAŽDE	0	28.121	(844)	0	0	0	0	0	0	0	0	0	0	0	27.277
MUNICIPALITY ILIDŽA	9.919	0	0	0	0	0	0	0	0	0	0	0	0	0	9.919
MUNICIPALITY STARI GRAD	49.595	51.129	(1.534)	(43.159)	0	0	0	0	0	0	0	0	0	0	56.031
MUNICIPALITY TRNOVO	14.211	102.258	(3.068)	0	0	0	0	0	0	0	0	0	0	0	113.401
MUNICIPALITY VOGOŠČA	0	102.258	(3.068)	0	0	0	0	0	0	0	0	0	0	0	99.190
MIRO SENICA	0	20.452	(614)	0	0	0	0	0	0	0	0	0	0	0	19.838
POSITIVE PLAY	0	3.000	0	0	0	0	0	0	0	0	(2.462)	0	0	0	538
SLOVENIA-MINISTRY OF FOREIGN AFFAIRS 2005	0	11.348	(340)	0	0	(11.008)	0	0	0	0	0	0	0	1	1
SLOVENIA - MINISTRY OF DEFENSE 2006	6.320	0	0	0	0	0	0	0	0	0	0	0	0	0	6.320
SLOVENIA-MINISTRY OF FOREIGN AFFAIRS 2003	69.279	0	0	0	(29.082)	0	0	0	0	0	(21.218)	0	0	0	18.979
SLOVENIAN TABLE TENNIS ASSOCIATION	12.548	0	0	0	0	0	0	0	0	0	0	0	0	0	12.548
SLOVENIA - 2004	0	1.426	(43)	0	0	(1.383)	0	0	0	0	0	0	0	0	0
SLOVENIA - 2005	888	0	0	0	0	0	0	0	0	0	(589)	0	0	0	299
SLOVENIA - 2006	39.513	0	0	0	0	0	0	(20.049)	0	0	(2.767)	0	0	0	16.697
SLOVENIA - 2007	153.716	0	0	0	(20.634)	(5.053)	(31.591)	(12.050)	0	(9.662)	0	0	0	0	74.726
SPAIN	0	506.093	0	0	0	(332.514)	0	0	0	0	0	0	0	0	173.579
SWEDEN	291.000	300.000	(9.000)	(291.000)	0	0	0	0	0	0	0	0	0	0	291.000
SWITZERLAND	33	0	0	(33)	0	0	0	0	0	0	0	0	0	0	0
UNITED KINGDOM	1.795	286.616	(8.598)	(238.134)	0	0	0	0	0	0	0	0	0	(716)	40.963
UNITED NATIONS DEVELOPMENT PROGRAM - ALBANIA	90.850	0	0	(23)	(17.435)	0	0	0	0	0	0	0	0	(6.007)	67.385
UNITED NATIONS DEVELOPMENT PROGRAM - BIH	5.567	37.048	(41)	(42.034)	0	0	0	0	0	0	0	0	0	(541)	(1)
UNITED NATIONS DEVELOPMENT PROGRAM - BOSNIA	41.305	247.703	(7.431)	(155.622)	0	0	0	0	0	0	0	0	0	(7.842)	118.113
VMA-KUKES-VICTIMS OF MINE AND ARMS ASSOCIATION	49.601	76.694	(2.301)	(49.601)	0	0	0	0	0	0	0	0	0	0	74.393
WALK ACROSS SLOVENIA	0	11.120	(334)	0	0	(10.892)	0	0	0	0	0	0	0	106	0
WALNUT CREEK	0	4.290	(129)	0	0	0	0	0	0	0	0	0	0	0	4.161
USA-10-MVA	1.856	0	0	0	0	0	0	0	0	0	0	0	0	(195)	1.661
USA-10-REGION	38.854	0	0	0	0	(2.145)	0	(4.223)	0	0	0	0	0	(3.864)	28.622
USA-10-REGION	12.385	0	0	0	(47)	0	0	(11.166)	0	0	0	0	0	(1.172)	0

Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund	Training	Returned donations	Conference	Other	Interests Credited	Donor pledge/settlement of donors pledge	Exchange gains/losses	Balance as at 31.12.2007
USA-10-SERBIA AND MONTENEGRO	259.364	0	0	0	(11.141)	0	0	(2.940)	0	0	0	0	0	(26.130)	219.153
USA-10-CAUCASUS	3.819	0	0	0	(2.795)	0	0	(918)	0	0	0	0	0	(106)	0
USA-14-BOSNIA AND HERZEGOVINA	6.589	0	0	(5.193)	0	0	0	0	0	0	0	0	0	(240)	1.156
USA-14-CROATIA	49.224	0	0	0	0	0	0	(1)	0	0	(25.083)	0	0	(2.726)	21.414
USA-14-REGION	63.543	0	0	0	0	0	0	0	0	0	0	0	0	(6.686)	56.857
USA-2004-ALBANIA	1.561	0	0	0	0	(1.506)	0	0	0	0	0	0	0	(55)	0
USA-2004-BOSNIA AND HERZEGOVINA	197.302	0	0	(33.287)	0	(4.201)	0	0	0	0	0	0	0	(17.840)	141.974
USA-2004-REGION	33.535	0	0	0	0	0	0	0	0	0	(4.993)	0	0	(3.120)	25.422
USA-2004-REHABILITATION	170.714	0	0	0	(71.995)	0	(330)	0	0	0	0	0	0	(11.627)	86.762
USA-2004-SERBIA AND MONTENEGRO	292.730	0	0	(279.415)	0	0	0	0	0	0	0	0	0	(13.315)	0
USA-2006-ALBANIA	718.304	0	0	(444.417)	(52.826)	(69.098)	0	0	0	0	0	0	0	(35.014)	116.949
USA-2006-BOSNIA AND HERZEGOVINA	2.134.164	0	0	(1.136.323)	0	(13.505)	0	0	0	0	0	0	0	(162.169)	822.167
USA-2006-CROATIA	490.203	0	0	(178.627)	0	(25.906)	0	0	0	0	0	0	0	(33.380)	252.290
USA-2006-KOSOVO	38.508	0	0	(6.113)	0	0	0	0	0	0	0	0	0	(3.836)	28.559
USA-2006-MACEDONIA	37.959	0	0	0	0	0	0	0	0	0	0	0	0	(3.994)	33.965
USA-2006-REGION	230.291	0	0	(106.796)	0	0	0	0	0	0	0	0	0	(16.940)	106.555
USA-2006-REHABILITATION	1.105.816	0	0	0	(454.578)	0	0	0	0	0	0	0	0	(90.267)	560.971
USA-2006-SERBIA AND MONTENEGRO	716.861	0	0	(443.685)	(5.631)	0	0	0	0	0	0	0	0	(39.631)	227.914
USA-2007-ALBANIA	0	358.913	(12.495)	(177.804)	0	0	0	0	0	0	0	0	0	(8.650)	159.964
USA-2007-BOSNIA AND HERZEGOVINA	0	2.243.209	(78.093)	0	0	0	0	0	0	0	0	0	0	(127.211)	2.037.905
USA-2007-MONTENEGRO	0	37.387	(1.302)	0	0	0	0	0	0	0	0	0	0	(2.120)	33.965
USA-2007-CROATIA	0	1.495.473	(52.062)	0	0	0	0	0	0	0	0	0	0	(84.807)	1.358.604
USA-2007-KOSOVO	0	153.286	(5.336)	0	0	(12.282)	0	0	0	0	0	0	0	(7.974)	127.694
USA-2007-MACEDONIA	0	37.387	(1.302)	0	0	0	0	0	0	0	0	0	0	(2.120)	33.965
USA-2007-UNALLOCATED	0	35.144	(1.223)	0	0	0	0	0	0	0	0	0	0	(1.993)	31.928
USA-2007-REGION	0	391.814	(13.640)	0	0	0	0	0	0	0	0	0	0	(22.220)	355.954
USA-2007-REHABILITATION	0	964.580	(33.580)	0	0	0	0	0	0	0	0	0	0	(54.701)	876.299
USA-2007-SERBIA	0	523.416	(18.222)	0	0	0	0	0	0	0	0	0	0	(29.683)	475.511
USA-ML-1	7.749	0	0	(483)	0	0	0	0	0	0	(6.175)	0	0	(107)	984
USA - UNILATERAL	11.120	0	0	0	0	0	0	0	0	0	0	0	0	(1.170)	9.950
USA - US Technical Assistance	32.461	0	0	0	0	0	0	0	0	0	0	0	0	(3.416)	29.045
USA-2005-ALBANIA	369.438	0	0	(370.528)	0	0	0	0	0	0	0	0	0	1.091	1
USA-2005-BOSNIA AND HERZEGOVINA	1.191.445	0	0	(734.119)	0	0	0	0	0	0	0	0	0	(92.307)	365.019
USA-2005-CROATIA	38.720	0	0	(20.326)	0	(8.402)	0	0	0	0	0	0	0	(1.794)	8.198
USA-2005-REGION	133.079	0	0	0	(115.852)	0	0	0	0	0	0	0	0	(2.983)	14.244
USA-2005-REHABILITATION	509.383	0	0	0	(310.094)	0	(20.457)	0	0	0	0	0	0	(33.804)	145.028
USA-2005-SERBIA AND MONTENEGRO	189.547	0	0	(122.193)	0	0	0	0	0	0	0	0	0	(12.939)	54.415
USA-INTERESTS	675.802	0	0	0	0	0	0	0	0	0	(132.440)	296.000	0	(69.476)	769.886
Interests not credited to a donation	0	0	0	0	0	0	0	0	0	0	0	5.091	0	0	5.091
Donated Vehicle	0	0	0	0	0	0	(5.500)	0	0	0	5.500	0	0	0	0
	12.601.111	18.653.439	(486.687)	(11.801.809)	(2.893.558)	(1.225.280)	(369.605)	(189.819)	(254.908)	(25.458)	(214.826)	341.195	(228.225)	(1.100.272)	12.805.298

The donation balances were presented according to the exchange rate of the Bank of Slovenia referential exchange rate of the European central bank in effect as at 31 December 2007.

Use of donations marked as "other" consists of:

Donor	Description	in EUR
USA-INTERESTS	Assessment of demining companies	(132.440)
EUROPEAN UNION-INTERESTS	Transfer to donation European Union-2003	(30.884)
USA-14-CROATIA	Transport of a machine	(17.955)
SLOVENIA - MINISTRY OF DEFENSE 2006	Labor expenses	(16.597)
NIGHT OF A THOUSAND DINNERS	Organization of event "Night of thousand dinners"	(13.972)
KOREA	Exhibition	(7.256)
USA-ML-1	Transport of a machine	(6.175)
USA-2004-REGION	Region	(4.993)
MOBITEL d.d.	Region	(2.701)
SLOVENIA - MINISTRY OF DEFENSE 2006	Insurance	(2.643)
MIRO SENICA	Region	(2.462)
CANADA - 2007	Exhibition	(1.960)
EUROPEAN UNION-2003	Transfer from donation European union - interests	30.884
Other donations	Other	(5.672)
	Total	(214.826)

	31.12.2007	31.12.2006	2007	2006
9. Financial liabilities	27.333	0		
			12. Income from Financing	2.167.080
			Exchange rate gains	1.987.079
			Interest received	180.001

Financial liabilities represent a bank loan received in 2007:

	Interest rate	Last installment due in	Installments due in 2008 (EUR)	Installments due after 31.12.2008 (EUR)	Total (EUR)
Bank loan	3m Euribor + 1,75%	2010	10.933	16.400	27.333

	31.12.2007	31.12.2006
10. Accounts payable	1.199.855	1.231.230
Accounts payable to foreign suppliers	1.116.357	1.214.630
Accounts payable to domestic supplier	83.498	16.600

Accounts payable to foreign suppliers in amount of 1.112.594 EUR and accounts payable to domestic suppliers in amount of 57.059 EUR debit expendable restricted funds.

	31.12.2007	31.12.2006
11. Revenues / Donations	17.275.698	23.641.162
Utilization of expendable restricted funds – main activities of Fund	16.695.194	22.923.431
Operating revenues, fixed percentage of donated funds	486.728	651.498
Depreciation/amortization of donated assets	77.378	52.868
Other revenues	16.398	13.365

Other revenues of the Trust Fund consist of sales of tender documentation (14.926 EUR) and other (1.472 EUR).

Fund changed accounting policy of recognizing income from interests received from deposits of donors assets in 2007. Interests received from such deposits before 01.01.2007 were recognized as income from financing (391.959 EUR in 2006). Interest costs were recognized at the time of crediting interests to donations (in the same amount).

Interests received from depositing donors assets in 2007 were credited directly to donations (expandable restricted funds) and did not influence income or costs from financing (341.195 EUR).

Comparable data for "interests received" and "interest costs" in 2006 were adjusted according to new accounting policy. Adjustment is presented in table below.

	Note	Originally reported	Adjusted	In EUR Difference
Interests received in 2006	12	477.384	85.425	(391.959)
Interest costs in 2006	16	(392.006)	(47)	391.959
Net		85.378	85.378	0

	2007	in EUR 2006		2007	in EUR 2006
13. Costs of Materials and Services	16.654.780	22.946.603	14. Labor Expenses	566.322	501.398
Services	16.584.013	22.878.109	Payroll expenses	420.274	369.584
Materials	70.767	68.494	Social security contributions and benefits	59.125	51.085
			Other labor costs	86.923	80.729

The total of costs of materials and services debits expendable restricted funds in amount 16.363.173 EUR.

Cost of services consists of:

	2007	In EUR 2006		2007	in EUR 2006
production services (demining, rehabilitation, other)	15.996.057	22.485.055	Payroll expenses consists of payments to employees of the Trust Fund's Headquarters (352.471 EUR) and payments to employees of implementation offices (67.803 EUR).		
costs of professional fees	219.504	98.005	Social security contributions and benefits include pension fund payments in the amount of 10.670 EUR.		
reimbursement of travelling expenses to employees	104.871	106.034	Other labor costs consists of payroll tax (17.343 EUR), employee travel and meal costs reimbursement (44.122), extra vacation payment (14.789 EUR) and other (10.669 EUR).		
lease rental charges	46.589	22.880	Labor costs in the amount of 181.409 EUR debit expendable restricted assets.		
cost of marketing, advertising, fairs	41.350	35.468			
insurance costs	24.222	29.708			
maintenance costs	12.856	12.786			
other	138.564	88.173			
Total	16.584.013	22.878.109	15. Other expenses	47.245	4.582

Other expenses are reimbursement of traveling costs to persons not employed in Fund (39.290 EUR), membership fee (2.057 EUR) and other (5.898 EUR).

Other expenses, in the amount of 35.542 EUR, debit expendable restricted funds.

	2007	in EUR 2006
16. Costs of Financing	2.030.905	2.103.017

This item consists of exchange rate losses (2.003.710 EUR) and interest costs (27.195 EUR).

Change of accounting policy for recognizing costs of financing is described in note 12.

	2007	in EUR 2006
17. Extraordinary expenses	144.186	20.956

Donations in goods (equipment for demining and other activities) are recognized as extraordinary expenses in amount of 143.793 EUR.

	2007	in EUR 2006
18. Allocation of Operating Results for the Year	253.809	320.254
Retained earnings as at 1 January	320.254	159.984
Operating surplus (loss)	(66.445)	160.270
Retained earnings as at 31 December	253.809	320.254

19. Potential Liabilities

The Trust Fund is the defendant in a lawsuit at the court of law. Claim amount to total of 73.716 EUR. The ultimate outcome of the lawsuit cannot presently be determined, and no provision for any liability that may result has been made in the financial statements for the year 2007.

20. Post-Balance Sheet Events

In the period since the balance sheet date to the date of this report no events that would take effect on the fair view of the financial statements for the year 2007 have occurred.

Managing Director:
Goran Gačnik
Ig, 16 February 2007



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