

INTERNATIONAL FEDERATION OF INVENTORS' ASSOCIATIONS

Established in 1968 ♦ Members from 84 countries (2008)

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IFIA Financial Report - 2007

General remarks

- The IFIA budget (the disposition of IFIA bank accounts) was received by the IFIA President after his election from May 2006 actually. Therefore the report regarding 2006 is incomplete starting from May 1, 2006. The report regarding year 2007 is complete, from January to December.
- IFIA has an UBS (Switzerland) bank account consisting USD, EUR and from year 2007 HUF sub accounts. The different currencies are shown in USD too for the comparison.
- The incomes were member fees and MAFE contribution only (see *Figure 1.*).
- The expenses were: Cost of IFIA activity (projects e.g. GENIUS 2006, invention shows, World Cup of CIIs, conferences, meetings, information, connections, representation, traveling, office etc.).
- The IFIA accounting was determined according the EU-Hungarian orders. The IFIA account documents are public for its members.

Management

The management of IFIA was economy without any financial problem thanks to the MAFE contribution. The member fee payment activity was moderate, although the amount of member fee is symbolic only.

The voluntary work was the basic of the IFIA Office activity, the IFIA has no employees.

The IFIA Office covered hotel costs and travel compensation to participate different Budapest events. Several IFIA members provided free of charge services (booth, hotel, travel etc.) for the brother organizations.

Results of IFIA management are shown on the *Table 1.*

| No | Subject | 2006* | 2007** |
|-----|--|-----------------------|------------------------------|
| 1 | Initial (USD) | 17 088 | 9 594 |
| 2 | Income (USD) | 13 808 | 21 796 |
| 3 | Expenses (USD) | 21 302 | 12 241 |
| 4 | Balance (USD) | 9 594 | 19 149 |
| 5 | Initial (EUR/USD) | 2 788 EUR (4 090 USD) | 6 335 EUR (9 312 USD) |
| 6 | Income (EUR/USD) | 4 608 EUR (6 760 USD) | 1 200 EUR (1 784 USD) |
| 7 | Expenses (EUR/USD) | 1 787 EUR (2 622 USD) | 752 EUR (1106 USD) |
| 8 | Balance (EUR/USD) | 6 335 (9 312 USD) | 6 781 EUR (9 948 USD) |
| 9 | Initial (HUF/USD) | 0 | 0 |
| 10 | Income (HUF/USD)*** | 0 | 25 000 000 HUF (142 500 USD) |
| 11 | Expenses (HUF/USD) | 0 | 24 956 715 HUF (142 253 USD) |
| 12 | Balance (HUF/USD) | 0 | 43 285 HUF (247 USD) |
| * | Period: May 1, 2006 – December 31, 2007; Balance on December 31, 2006 | | |
| ** | Period: January 1, 2007 – December 31, 2007; Balance on December 31, 2007 | | |
| *** | MAFE support for 2006 and 2007 together paid in 2007; Balance on 31/12/2007 | | |

Table 1 - Incomes and Expenses

The great majority (86%) of our income was paid by the Association of Hungarian Inventors (MAFE) thanks to the Hungarian governmental support.

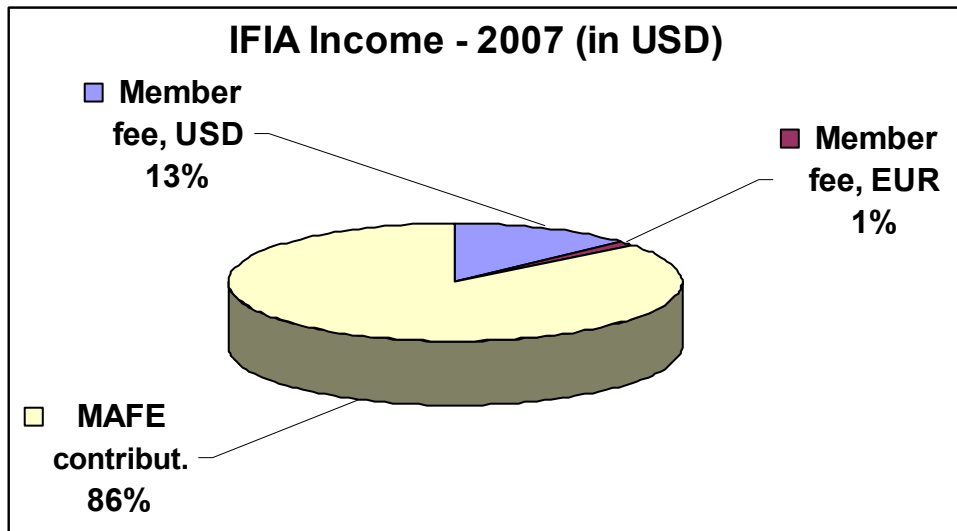


Figure 1. – Composition of our income

The member fees were paid in USD by Asian, American, European and Australian members mainly. The member fees were only paid in EUR by two European IFIA members. The MAFE contribution was paid in HUF.

IFIA initial in year 2007 (total in USD) was 17 824 USD and plus income 166 080 USD given our financial basis which was 183 904 USD. The all IFIA expenses in 2007 were 154 560 USD.

The balance on December 31, 2007 was 29 344 USD.

This amount is higher then before (see *Figure 2.*)

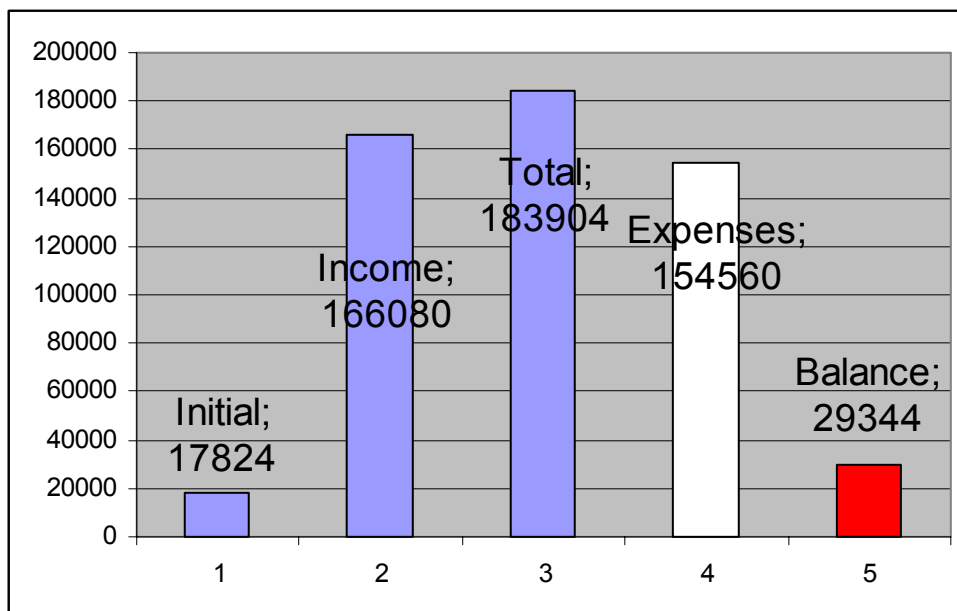


Figure 2 – Balance (Amounts in USD)

Incomes and Expenses

| USD INCOMES | | | |
|--------------------|-----------------|---|---------------|
| No | Date | Payer | Amount in USD |
| 1 | 16 January 2007 | MINDS | 580 |
| 2 | 20 January | Fundation Biro, Argentina | 200 |
| 3 | 24 January | MAFE, Hungary | 6000 |
| 4 | 25 January | Ghita, Romania | 100 |
| 5 | 13 February | Check | 100 |
| 6 | 16 February | Salischeva, Russia | 200 |
| 7 | 7 March | AMRICON, Dubai | 168 |
| 8 | 14 March | AFAG, Nuremberg | 2000 |
| 9 | 16 March | TIPPA | 980 |
| 10 | 16 March | Teknologiparken, Arhus, Denmark | 200 |
| 11 | 16 March | ELL, Estonia | 100 |
| 12 | 17 March | KEIKSINTOSAATIO, Finland | 1000 |
| 13 | 21 March | Shilakadze, Georgia | 150 |
| 14 | 23 March | Feldman AG Zurich | 500 |
| 15 | 2 April | Cesky Svaz Vynalazecu, Praha | 285 |
| 16 | 12 April | KIPA | 1978 |
| 17 | 12 April | Minnesota Inventors Congress | 200 |
| 18 | 24 April | Maier AG, Sissach CH | 150 |
| 19 | 25 April | Suomen Keksijain Keskusliftto, Helsinki | 500 |
| 20 | 27 April | NRDC, New Delhi, India | 200 |
| 21 | 8 May | MINDS, Malaysia | 500 |
| 22 | 10 May | SPWIR, Poland | 500 |
| 23 | 26 May | TMP Agents, Egypt | 190 |
| 24 | 22 May | KKIA, Hong Kong | 235 |
| 25 | 8 June | King Abdulaziz Found., Riyadh | 980 |
| 26 | 9 June | Caberrera Anibal Moran, Argentina | 200 |
| 27 | 14 June | Promex SA, Geneva | 2000 |
| 28 | 27 June | Yankee Invention Exp. Waterbury, US | 200 |
| 29 | 6 July | Vinnitsa Nat. Tech. Univ, Ukraine | 80 |
| 30 | 21 July | Boros, Australia | 200 |
| 31 | 27 July | Sri Lanka Inventors Commission | 90 |
| 32 | 3 August | NUU, Taiwan | 480 |
| 33 | 2 November | SPATUM, Macedonia | 150 |
| 34 | 8 November | Savez Pronalazaca Beograda, Serbia | 300 |
| 35 | 23 November | Evrika Foundation, Bulgaria | 100 |
| Total | | | 21 796 |

| USD EXPENSES | | | |
|---------------------|------------|-------------------------------|---------------|
| No | Date | Beneficiary | Amount in USD |
| 1 | 27 Marc | Promex, Geneva | 3 105 |
| 2 | 10 May | H. I. Souley, travel | 1 235 |
| 3 | 10 May | D. C. Singh, internet hosting | 416 |
| 4 | 24 July | R. Wacks, travel | 1 710 |
| 5 | 4 August | G. Villeroche, travel | 589 |
| 6 | 8 November | ANPII, African network | 5 000 |
| 7 | 1 December | UBS, bank expenses, total | 186 |
| Total | | | 12 241 |

| EUR INCOMES | | | |
|--------------------|------------|------------------------------|---------------|
| No | Date | Payer | Amount in EUR |
| 1 | 25 April | DT Erfinderverband, Nürnberg | 1000 |
| 2 | 23 October | SIB Bulgaria | 200 |
| Total | | | 1200 |

| EUR EXPENSES | | | |
|---------------------|--------------|---------------------------|---------------|
| No | Date | Beneficiary | Amount in EUR |
| 1 | 27 March | L. Nilsson, travel | 700 |
| 2 | 29 September | UBS, Bank expenses, total | 53 |
| Total | | | 753 |

| HUF INCOMES | | | |
|--------------------|------------|-------|-------------------|
| No | Date | Payer | Amount in HUF |
| 1 | 17 January | MAFE | 12 500 000 |
| 2 | 3 Febtuary | MAFE | 2 500 000 |
| 3 | 9 October | MAFE | 7 000 000 |
| 4 | 25 October | MAFE | 3 000 000 |
| Total | | | 25 000 000 |

| HUF EXPENSES | | | |
|---------------------|--------------|--|-------------------|
| No | Date | Beneficiary | Amount in HUF |
| 1 | 24 January | IFIA Office, EcCo meeting+conference | 4 000 000 |
| 2 | 24 January | Frey KFT., GENIUS organization in 2006 | 7 000 000 |
| 3 | 24 January | IFIA USD, support | 1 190 755 |
| 4 | 14 February | MACK-BROOKS LTD, Cannes stand rental | 651 308 |
| 5 | 14 April | IFIA Office, operation | 2 000 000 |
| 6 | 11 September | IFIA Office, Internet | 100 000 |
| 7 | 13 October | IFIA Office, Conference (August) | 6 500 000 |
| 8 | 31 October | AFAG GmbH, IENA stand rental | 1 871 166 |
| 9 | 11 December | VEMADA Bt, CII organization | 1 600 000 |
| 10 | 1 November | UBS, bank expenses, total | 43 486 |
| Total | | | 24 956 715 |