

# Annual Report 2008



INTERNATIONAL TRUST FUND

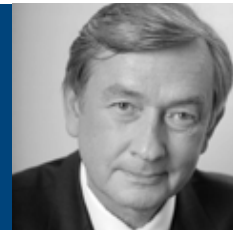
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# Foreword

*I had the opportunity to witness the establishment and development of ITF as an organisation in the field of demining in the period which has lasted for over ten years. Important events have taken place in this process, there has been a lot of progress and the subject matter or issues of demining have been accepted by the international community as one of the most important priorities for the processes of post-conflict normalisation in all parts of the world.*

*Thus it has been accepted at the global level by the UN, and this important task is nowadays a generally shared priority. As a former ambassador to the UN and a former UN Assistant - secretary - General, I had many opportunities to follow the course of activities in the field of demining, and it was a great pleasure to realise*



*how effectively and efficiently Slovenia participated in these efforts. It has been over ten years since ITF began offering assistance to its neighbours in the restoration of economies of countries or cultures and in the normalisation of life in general. The generosity of donors helped achieve important successes in Macedonia, which has mostly eliminated the risk of mines. We hope that by the end of 2009 this process will have been completed in Serbia and Albania, too.*

*Of course, Slovenia will participate in these activities with great willingness, great commitment, appropriate expertise and organisational skills. The outcome, too, would not be what it is if there was not a broad international support and a broad international network which helped make these achievements. Important tasks*

*are still ahead; despite the great and long-lasting efforts in Croatia and Bosnia and Herzegovina we need decisive action for territory cleaning leading to the removal of mines and the creation of conditions for further economic and social development in these countries. We will continue to cooperate with you, the donors, with the intention to help these two countries, especially Bosnia and Herzegovina, where this problem is rather crucial, thus developing all necessary capacities in these countries for anti-mine activities and elimination of this risk.*

*The activities we develop are not geographically limited: they include the Transcaucasian region, the Middle East, especially Lebanon, and in far away countries, for example in Colombia, in areas where armed conflicts have been stopped and demining is one of the important*

*Mentioning all these risks and priorities I am well aware that it is the type of cooperation enabled by ITF and its Board of Advisors which essentially contributes to raising awareness necessary for effective international activities. And it is precisely for the awareness you raise, the awareness you help create, that UN and other international actors may count on its future success. As President of the Republic of Slovenia I would like to seize this opportunity to express the gratitude of Slovenia for ITF's work and to thank them for the contribution they make for the promotion of international peace and security. I would like to stress that this is a truly significant contribution, and wish ITF successful work in the future.*

*priorities. Demining is a process lasting decades. Unfortunately, laying mines does not take much time, whereas demining requires efforts over an extended period.*

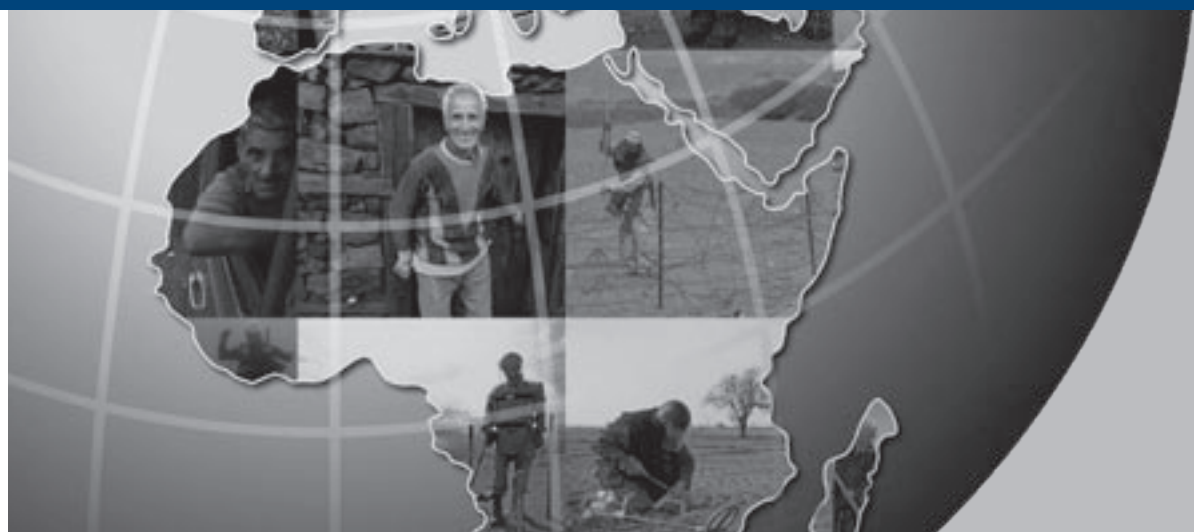
*Demining must be linked also with some other priority activities concerning the situation of people in today's armed conflicts and in post-conflict periods. In this respect, I would like to place a particular stress on the efforts in the field of limitation and possibly abolition of the trade in small arms and light weapons. This has been a priority of the UN for quite some time, but so far without tangible results. Most victims of modern conflicts are victims of light weapons, anti-personnel landmines and small arms. This is the reason why the international community must pay special attention to these means of warfare and commit itself to eliminating them.*

Dr Danilo Türk

*The President of the Republic of Slovenia*



# Introduction



The International Trust Fund for Demining and Mine Victims Assistance (ITF) is a humanitarian, non-profit organisation 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 augmented 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 organisation 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.

## 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 organisations involved in mine action and development projects;
- Mine action related training;
- Promoting and facilitating regional cooperation through joint projects and the South East Europe Mine Action Coordination Council (SEEMACC);
- Assisting in the destruction of stockpiled anti-personnel mines;
- Interfacing mine action with development projects.





## 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.*



## 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.
- **Partnership approach:** working together with donors, mine-affected countries, national governments, international and regional organisations, local and international non-government organisations, research centers and commercial enterprises to ensure mutual cooperation and communication, which is the key to the eradication of the landmine threat.
- **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-centered 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.
- **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 2008 in figures

- 33.999.200,23 USD** amount of donations raised
- 30.957.217,45 USD** amount of donations implemented
- 10.993.953** square meters cleared in South East Europe
- 760.182** visits to ITF web page
- 57.900** items of projectiles and cartridges collected after the explosion of ammunition depot in Albania
- 35.000** children and adults directly included in mine risk education projects
- 4.454** mines and UXO found and destroyed
- 750** mine survivors included in victims assistance projects
- 388** mine action projects implemented
- 210** rehabilitation specialists and victims assistance professionals attended trainings and workshops



*In 2008, ITF celebrated 10 years of work.*

- 111** individuals concluded humanitarian mine and UXO clearance, QA/QC and underwater demining courses
- 53** percent of humanitarian clearance programme in Bosnia and Herzegovina funded through ITF
- 50** plus local and international partners and implementing agencies collaborated with ITF.
- 48** public and private donors
- 37** tender procedures implemented for the works and services as well as for the procurement of equipment
- 12** beneficiary countries
- 10** years of ITF activities
- 9** mine detection dog teams trained
- 6** countries received structure support assistance
- 1** mine action regional body – South Eastern Europe Mine Action Coordination Council







# I. ITF Management and Organisation



## Organisation of ITF

ITF’s Headquarters is stationed in Ig, just 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 for 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, Headquarters manages contracts and the awarding of contracts, carries out project reporting and evaluation, and

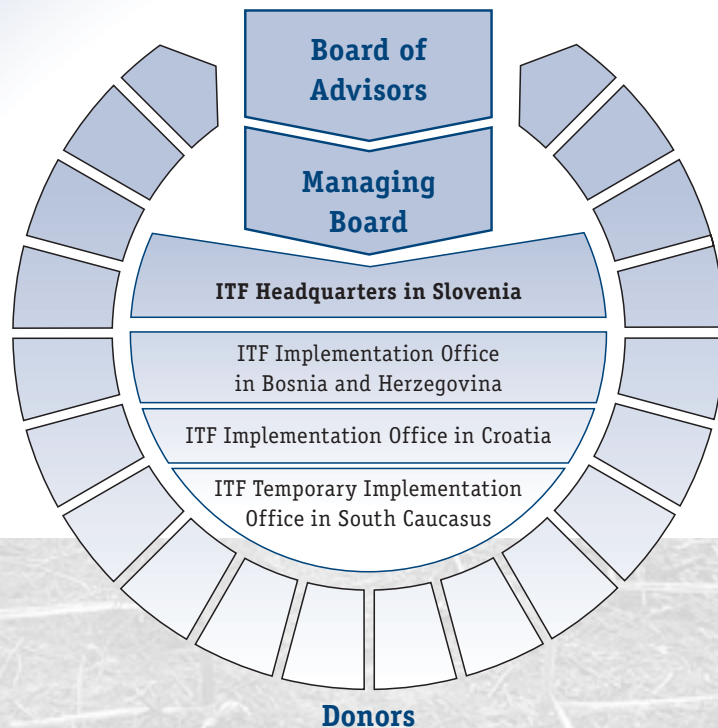
The implementation offices evaluate mine clearance projects before they are put to tender, carry out on-site supervision during the actual mine clearance and liaise with local donors. They are also involved in the technical evaluation of tenders for demining projects executed by ITF.

Altogether, 20 people were employed at ITF in 2008: 15 in Slovenia, 4 in Bosnia and Herzegovina, and 1 in Croatia.

organizes workshops, conferences and meetings. The Headquarters staff also performs monitoring and evaluation of operations in the field, on average twice per each project.

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.

ITF Headquarters in Slovenia	ITF Office in Bosnia and Herzegovina	ITF Office in Croatia
Zabrv 12 1292 Ig Slovenia	Tešanjaska 1/19 71000 Sarajevo Bosnia and Herzegovina	Ante Kovačića 10 PP 8 44000 Sisak Croatia
Tel.: +386 1 479 6580 Fax: +386 1 479 6590 E-mail: ljubljana@itf-fund.si	Tel.: +387 33 261 180 Fax: +387 33 261 182 E-mail: tursic@itf-fund.si	Tel.: +385 44 534 606 +385 98 295 675 Fax: +385 44 534 608 E-mail: plesec@itf-fund.si



In 2008, the Managing Board conducted four regular sessions and one correspondence session. The Managing Board approved and adopted the ITF Annual Report 2007, Plan for 2008 and the ITF Intermediate report for 2008 and Plan for 2009.

On its 35<sup>th</sup> session held on 11 December 2008, the Managing Board adopted the new ITF Strategy 2009 – 2013 enabling ITF to start implementing its activities also outside Mine Action, e.g. Small Arms and Light Weapons (SALW), Security Sector Reform (SSR), Disarmament, Demobilization and Reintegration (DDR).

## ITF Board of Advisors

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

## 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;
- Dragiša Mekić, representative of Bosnia and Herzegovina, member;
- Darko Vidović, representative of Bosnia and Herzegovina, member;
- Dijana Pleština, representative of Croatia, member;
- Stanislav Vidović, representative of Slovenia, member;
- Zvezdana Veber - Hartman, representative of Slovenia, member;
- Bojan Žmavc, representative of Slovenia, member;
- Kory Golob, 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.

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



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 2008 the BoA conducted two regular meetings and took note of the ITF Annual Report 2007, ITF Intermediate Report for 2008 and the Plan of Activities for 2009. At the 21<sup>st</sup> Session, BoA also took note of the Review of ITF Strategy 2006 – 2009 and ITF Strategy 2009-2013 and made recommendations to ITF Managing Board.

The ITF 10th Anniversary was marked with the Decennial Honorary Session of ITF BoA held on 11 April 2008.



*In 2008, ITF raised 33.999.200,23 USD of donations.*

# 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 South East Europe (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 as well as sound working relationships with beneficiary countries, the donor community, implementing partners and agencies, mine action milieu and employees.

ITF KEY STAKEHOLDERS				
Beneficiary Countries	Donor Community	Partners and Implementing Agencies	Mine Action Environment	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 2008, ITF supported programs in Albania, Armenia, Azerbaijan, Bosnia and Herzegovina, Colombia, Croatia, Georgia, Lebanon, Montenegro, Serbia and UNMIK/Kosovo.

## 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 organisations, businesses and individuals.

Donors, as members of the Board of Advisors (BoA), actively participate in ITF's BoA meetings where they determine guidelines for future humanitarian projects in the region of SEE and the world. 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 2008, ITF collaborated with more than 50 partners and implementing agencies involved in mine action – UN bodies, regional organisations, 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 demining and monitoring agencies/organisations based on their competitive advantages.

## 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 Ninth Meeting of States Parties in Geneva, Switzerland.

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 organisations and associations whose work overlaps with the mine problem (e.g. the Organisation for Security and Cooperation in Europe (OSCE)).

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

## e. ITF Employees

ITF has a small and flexible team consisting of 20 employees. ITF is committed to ensuring all-round employee development, ongoing 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 organisation.





## 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 safe 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 such 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 2008 ITF Auditors' Report is enclosed in this Annual Report under the "Statutory Annual Statements for the Financial Year 2008" 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 2008

The 2008 was the most successful year in fundraising so far. ITF managed to raise a total of 33.999.200,23 USD of donations in 2008.

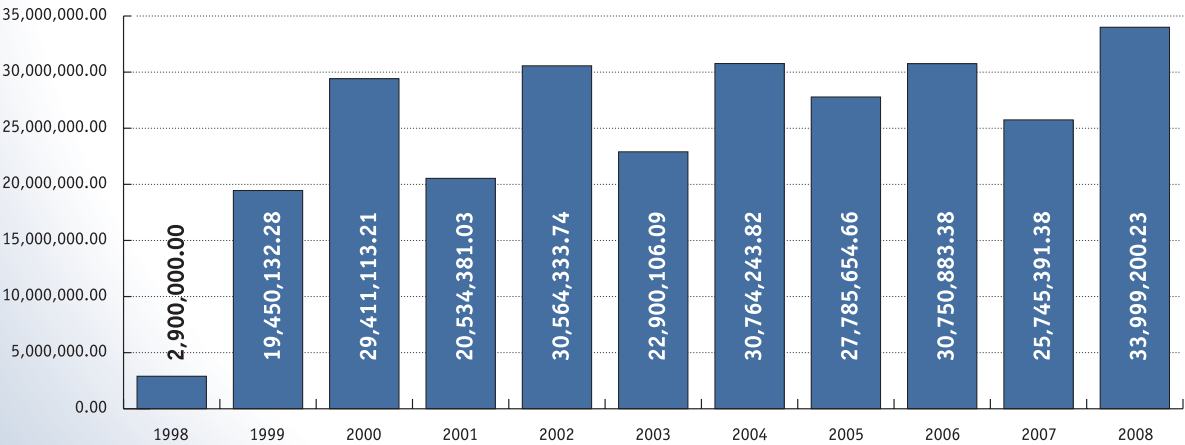
These funds were contributed by 29 public donors (including 13 governments, the UN the UNDP, and many local authorities and governmental organisations) and 17 private donors (private companies, foundations and organisations).

Private donations accounted for 3 % of the total donations. 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 SEE and wider.  
In 2008, ITF secured 12.751.916,77 USD through the matching funds mechanism instituted by the Government of the United States of America. Donations by other donors amounted to 21.247.283,46 USD.



*In 2008, ITF implemented 30.957.217,45 USD of donations.*



*ITF donations raised in USD since 1998*





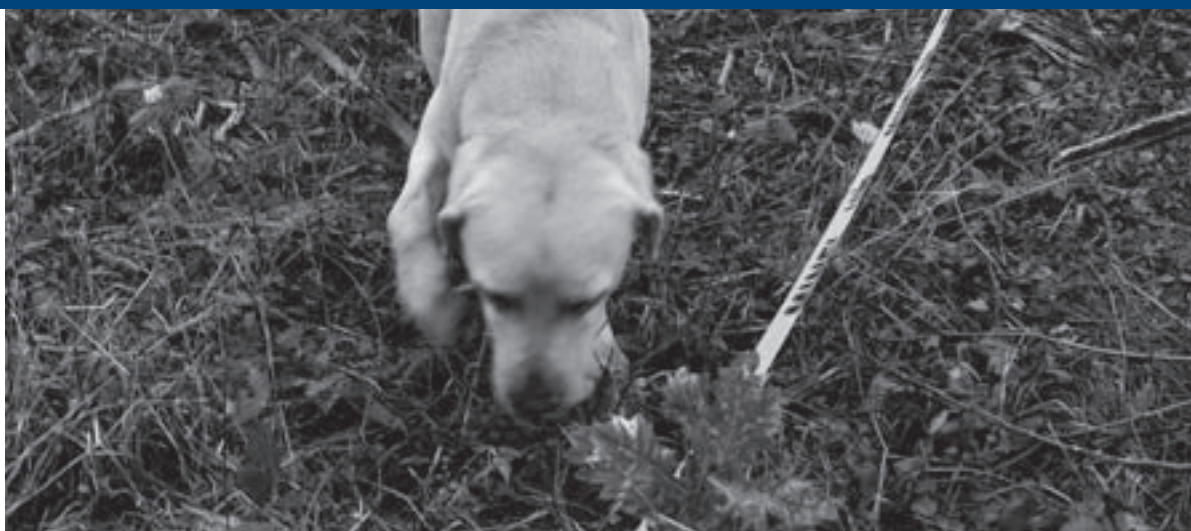
Donor report 2008

Adopt-A-Minefield	690.088,09 USD	Demining activities in Croatia and B&H/Training of Mine Detection Dogs in B&H
Ambassador of Slovenia Runs for Landmine Survivors	11.573,20 USD	Mine Victims Assistance in B&H
Austria	868.155,00 USD	Demining Activities/Support of Mine Action Program in B&H
Belgium	56.988,00 USD	Demining activities in B&H
Bosnia and Herzegovina	2.457.074,52 USD	Structure support B&H
Brcko District Government	553.928,52 USD	Demining activities in B&H
Canton Central Bosnian	102.211,33 USD	Demining activities in B&H
Czech Republic	135.611,91 USD	Demining & MVA activities in B&H
	261.022,45 USD	Structure suport in Georgia
	139.170,00 USD	Demining activities in Croatia
	73.080,00 USD	Demining activities in Serbia
	608.884,36 USD	
Germany	4.862.640,00 USD	Demining activities in B&H
	473.400,00 USD	Demining activities in Serbia
	534.899,60 USD	Demining activities in Albania
	5.870.939,60 USD	
Handicap International	43.221,00 USD	Mine Victims Assistance in Albania
Hercegbosanske Šume Ltd.	130.262,15 USD	Demining activities in B&H
Hungary	20.955,00 USD	Structure Support in Georgia
Ireland	164.772,00 USD	Demining activities in B&H
Karlovac County	85.525,81 USD	Demining activities in Croatia
Korea	70.000,00 USD	Mine Action in Azerbaijan and B&H
Lions Club “Buga” Đakovo	4.466,57 USD	Demining activities in Croatia
Lions Club Brođanka	4.268,08 USD	Demining activities in Croatia
Lions Club Šibenik	7.541,20 USD	Demining activities in Croatia
Marand Inženiring Ltd.	In kind donation	
Marshall Legacy Institute	30.124,00 USD	Training of Mine Detection Dogs/ Mine Victims Assistance in B&H
MICROSOFT Slovenia	In kind donation	

Miro Senica and Lawyers	8.828,90 USD	Support of ITF activities
Municipality Gračanica	68.707,31 USD	Demining activities in B&H
Municipality Gradačac	31.547,07 USD	Demining activities in B&H
Municipality Ilidža	65.291,98 USD	Demining activities in B&H
Municipality Kalesija	24.801,65 USD	Demining activities in B&H
Municipality Lukavac	22.307,06 USD	Demining activities in B&H
Municipality Sapna	2.185,32 USD	Demining activities in B&H
Municipality Tuzla	25.935,92 USD	Demining activities in B&H
Municipality Vogošča	42.858,88 USD	Demining activities in B&H
Night of A Thousand Dinners	72.436,52 USD	Demining activities in B&H
Norway	5.837.800,00 USD	Demining activities in Croatia and B&H
Nova Ljubljanska Bank	7.942,50 USD	Support of ITF activities
Petrol, Slovenian Energy Company, d.d. Ljubljana	3.138,40 USD	Support of ITF activities
Positive Play	11.307,03 USD	MRE activities in B&H
Institute for Rehabilitation of Republic of Slovenia	8.721,70 USD	SEE Mine Victims Assistance
Roots of peace	50.000,00 USD	Demining activities in Croatia
Sava River Watershed Agency	216.245,78 USD	Demining activities in B&H
Simon Jagodic	283,02 USD	Support of ITF activities
Slovenia	592.274,24 USD	Support of ITF activities
Spain	407.370,00 USD	Mine Action Activities in SEE
SPEM	27.677,28 USD	Support of ITF activities
Switzerland	130.060,49 USD	Demining activities in B&H
United Nations	17.097,00 USD	UNMAS Conference
United Nations Development Programme	1.136.898,43 USD	Demining activities in B&H
United States of America	12.751.916,77 USD	Support of Mine Action Activities in SEE
Vukovar Srijem County Demining Fund	651.258,55 USD	Demining activities in Croatia
Walk Across Slovenia	3.330,00 USD	Mine Victims Assistance in B&H
TOTAL	33.999.200,23 USD	



*In 2008, 9 mine detection dog teams were trained through ITF.*

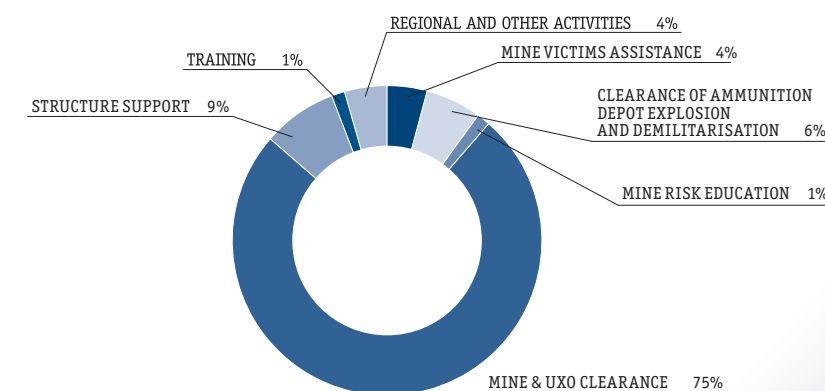


# Allocation of Donations in 2008

## Allocation of Donations by Purpose in 2008

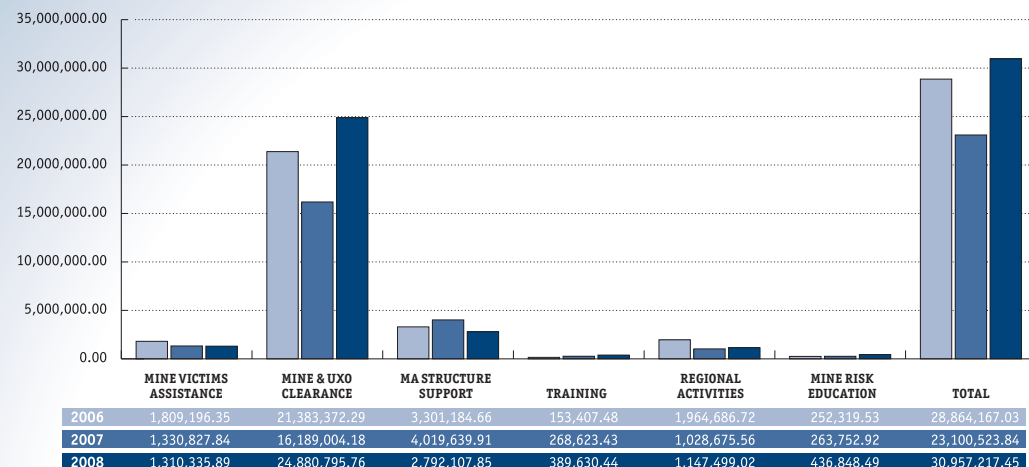
In 2008, 30.957.217,45 USD were spent on the following ITF mine action activities:

- 23.078.310,76 USD on Mine/UXO Clearance and Technical Survey (75%)
- 2.792.107,85 USD on local Mine Action Structure Support (9%)
- 1.802.485,00 USD on Clearance of Ammunition Depot Explosion and Demilitarisation (6%)
- 1.310.335,89 USD on Mine Victim Assistance (4%)
- 1.147.499,02 USD on Regional and other activities (4%)
- 436.848,49 USD on Mine Risk Education (1%)
- 389.630,44 USD on Training (1%)

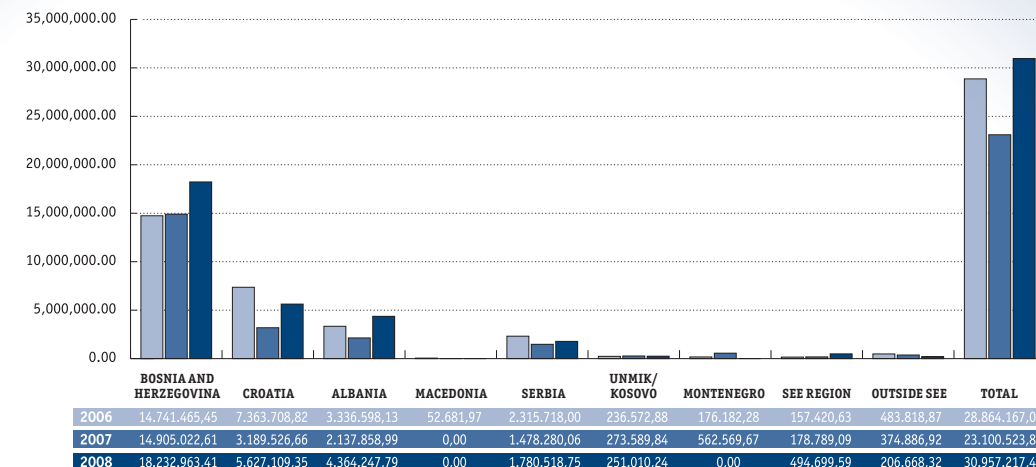


*Distribution of funds by purpose in 2008*





Comparison of funds allocation by purpose (in USD) in period 2006-2008



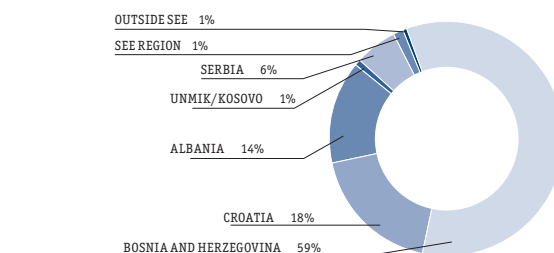
Distribution of implemented funds by country/region (in USD) in 2006-2008

## Allocation of Donations by Country/Region in 2008

In 2008 the distribution of funds implemented (30.957.217,45 USD) by country/region was as follows:

- 18.232.963,41 USD on mine action activities in Bosnia and Herzegovina (59%)
- 5.627.109,35 USD on mine action activities in Croatia (18%)
- 4.364.247,79 USD on mine action activities in Albania (14%)
- 1.780.518,75 USD on mine action activities in Serbia (6%)
- 494.699,59 USD on regional mine action activities in SEE (1%)

- 251.010,24 USD on mine action activities in UNMIK/Kosovo (1%)
- 206.668,32 USD on mine action activities outside the region of SEE (1%)



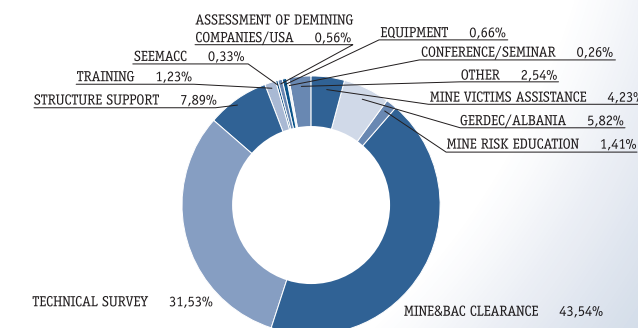
Use of donations by countries/region in year 2008

## ITF Administration and Project Costs

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 managing, evaluation and reporting. The administration and project costs covered by the fee also include the operating expenses of the 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 organisation of meetings of the Board of Advisors and all generated reports and corresponding materials.

### NAPAČEN GRAF - ZAMENJATI!!!



Distribution of shares of administration and project costs in 2008



## III. ITF Operational Overview



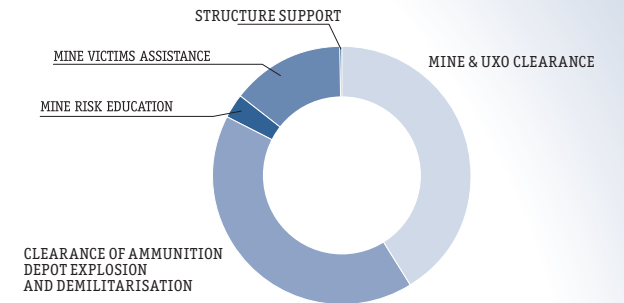
### III.a. SOUTH EAST EUROPE

#### ALBANIA

##### Clearance activities

###### *Demining and Battle Area Clearance*

Demining and Battle Area Clearance (BAC) activities were performed in the mountainous area along the border region in north-east Albania. It was extremely important to continue with strategically planned activities in order to successfully follow and



*Distribution of funds by purpose in Albania in 2008*



fulfill the plan – to release Albania of AP mine threat by end of 2009.

In 2008 clearance season, 217.073 square meters of land was directly cleared by NGO Danish Church Aid/Albanian Mine Clearance Organisation (DCA/AMCO) with 264 mines and 1.869 UXO found, through which 791.376 square meters were released.

Additional land release was performed by Albanian Mine Action Executive (AMAE) through community cancellation and IMSMA data correction, which in the end resulted in a total released area of 952.771 square meters in 2008.

**Donors:** Germany and the United States.

###### *Clearance of Depot Explosion and Demilitarisation*

Gerdec incident, an explosion of military ammunition, occurred on 15 March 2008 at an ammunition destruction facility in village Gerdec – Vora Municipality, some 16 kilometers from Tirana, capital of Albania.

After first explosion occurred a huge fire started to set off a series of explosions that continued until the next day. The main explosion of more than 400 tons of propellant in containers deflagrated destroyed hundreds of houses a few kilometers from the depot. Thousands of artillery shells, most of them unexploded littered the area. The magnitude of the damages was large. According to official sources, as a result of the explosion, there were 26 killed and around 300 wounded. Additionally,





*In 2008, 57.900 items of projectiles and cartridges were collected after the explosion of ammunition depot in Albania through ITF.*



over 300 houses in Gerdec village were completely destroyed while about 3.835 have been damaged in an inhabited area of about 10.000.

According to the general assessment made by the Albanian Armed Forces (AAF) an area of approximately 300 hectares has been contaminated with unexploded shells and ammunition.

The actual clearance operations on the site started in July 2008. In 6 months of operations (July-December 2008) a total of 1.658 pallets (app 1.500 ton) of projectiles, cartridges and scrap was collected. The overall amount of projectiles and cartridges collected in the initial 6 months was 57.900 items. The clearance operations will continue in 2009.

*Donor: the United States.*

5 pupils attended English classes, 4 pupils attended computer classes, 4 pupils attended extra classes in maths, 5 pupils supported with accommodation, 3 family members as tutors supported to take care of their children to attend studies and improved social status of 10 children.

***Project “Vocational Training & Local Enterprise Initiative (VTLEPI)” by Albanian NGO »Victims of Mines and Arms« (VMA- Kukes)***

The overall objective of the one year project, first launched in June 2008, is to provide access and support to 20 mine survivors and/or their family members from rural mine-affected communities in northeast Albania to attend vocational and entrepreneurship



## Mine Victims Assistance

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

***Project ‘Night of a Thousand Dinners 2007- Support for Socio-Economic Reintegration and Medical Assistance of Mine/UXO Survivors’ by Albanian NGO »Victims of Mines and Arms« (VMA - Kukes)***

The one year project, first launched on 01 August 2008, will enable youth mine survivors from Albania to continue their school and post secondary studies, as well as to participate in various vocational professional trainings. The main results in 2008 were:

business training courses. By increasing employment skills of the project participants the possibility for their integration into local labor market will be significantly improved and their prospect of better living conditions considerably enhanced.

***Project: “Economic Reintegration of Mine Victims in Northeast Albania through Development of Animal Husbandry” (VMA - Kukes)***

The aim of the project, launched in February 2008, is to increase socio-economic re-integration of mine/UXO survivors and their families affected by the land mines in Kukes, Has and Tropoja, northeast Albania, through improvement of their living conditions. The following main activities were done in 2008:



19 beneficiaries have been supported with interest free loans, 26 beneficiaries participated in the training on “Household economy management” and 31 beneficiaries participated in the “Workshop on the revolving funds”; 38 cows have been bought to support 19 beneficiaries, who have been regularly paying back the loans.

**Project “Rehabilitation Treatment of “Gerdec” Victims at IRRS”**

During the regular triage of the Institute for Rehabilitation of the Republic of Slovenia (IRRS) in Albania the IRRS specialists examined 5 victims of the Gerdec explosions. Due to seriousness of their injuries, ITF proposed and supported the 30-day

Health and AMAE. Phase I was successfully concluded in March 2008, while the second phase, launched in April 2008, will be completed in March 2010.

**Donors:** *Handicap International, “Night of a Thousand Dinners 2007 Albania” and the United States.*

**Mine Risk Education**

**Project “Awareness of the Population in Mine Affected Areas of Northeast Albania about Mine and UXO-s threat through MRE Activities” by Albanian NGO «Victims of Mines and Arms» (VMA - Kukes)**

The goal of the project is to reduce the risk of death and injury posed by mines/Explosive Remnants



*In 2008, ITF implemented 388 mine action projects.*



rehabilitation treatment at IRRS facilities in Ljubljana in November 2008 for all five victims.

**Project: »Access to Physical Medicine and Rehabilitation Services in Albania - Phase I and Phase II« (Handicap International)**

A five-year program aiming at supporting Albanian authorities to develop a proper physical medicine and rehabilitation system on the national level continued in 2008. The project is being carried out under the responsibility and in close collaboration with the Ministry of

of War (ERW) by keeping the mine affected communities of northeast Albania informed about mine/ERW threat. Due to intensive MRE activities implemented by VMA, 0 accidents were registered in the areas of project operation in the last couple of years. In 2008, more than 40 villages were visited, more than 5000 persons reached and kept informed, 35 community/school meeting/sessions/ demonstrations organized to disseminate MRE messages.



*Project “UXO/ERW - Risk Education for Communities in Gerdec” by Albanian NGO »Victims of Mines and Arms« (VMA - Kukes)*

The goal of the project is, by keeping the communities of Gerdec informed about UXO/ERW threat, to contribute to the quick elimination of the consequences of the Gerdec explosions. In 2008, 6 villages were visited 59 times and informed on UXO threat and educated about safe behavior in UXO affected areas. The project started in September 2008 and will last until the end of March 2009.

*Donor: the United States.*

Structure Support

ITF continued to assist the Albanian medical capacities - Kukes Regional Hospital in northeast Albania. The Kukes Regional Hospital apart from being the central medical institution in this region provides main support to any possible mine/UXO accident victims and is for number of years assisting the mine/UXO survivors in addressing their needs.

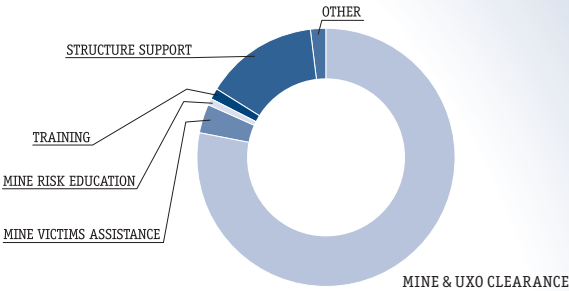
Therefore, ITF issued a tender in early summer 2008 to gather the offers, according to the list of equipment required by Kukes Regional Hospital. The Electro-Surgical Unit was delivered and installed to Kukes Hospital in November 2008. Radiography & Fluoroscopy X-Ray TV system requires a specific room-

BOSNIA AND HERZEGOVINA

Demining and Technical Survey

Demining works in 2008 enabled the clearance of 1.719.882 square meters and in addition 6.237.345 square meters of land was released through technical survey operations. Consequently, the total figure for 2008 amounts to 7.957.227 square meters of cleared land with 1.236 mines and 595 UXO found and destroyed.

Six Community Integrated Mine Action Plans (CIMAP) were implemented in 2008 with total surface of 1.207.000 square meters released and returned for the use to the local population.



*Distribution of funds by purpose in BH in 2008*



installations preparation so is to be delivered and installed in beginning of 2009.

*Donor: the United States.*

ITF Implementation Office in Bosnia and Herzegovina implemented 25 tendering procedures for commercial companies and NGOs (10 open and 15 restricted). Tenders included demining projects selected from B&H demining priority list. Project priorities were also verified by ITF coordinators (in terms of post-clearance visibility) prior to their publication.

Financed by Irish Aid and Austria, ITF provided support to BH Armed Forces through EUFOR that carried out the mechanical ground preparation of more than 199.000 square meters of land while Armed Forces executed the follow-up activities by manual demining and monitoring.

The activities of NGO Norwegian Peoples Aid in 2008 managed by ITF were supported by Norway, Germany, United Kingdom (DFID) and Switzerland.

*Donors: Adopt-a-minefield®, Austria, Belgium, Bosnia and Herzegovina, Brčko District, Central Bosnian Canton, Czech Republic, Municipality Bihać, Municipality Ilidža, Municipality Gračanica, Municipality Gradačac, Municipality Kalesija, Municipality Lukavac, Municipality Sapna, Municipality Stari Grad, Municipality Trnovo, Municipality Tuzla, Municipality Vogošća, France, Germany, HercegBosanske Šume, Hungary, Ireland, Norway, Slovenia, Switzerland, United Kingdom – DFID, UNDP in Bosnia and Herzegovina and the United States.*





*In 2008, 4.454 mines and UXO found and destroyed in clearance operations funded through ITF.*



## 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 “Implementation of the Landmine Survivors Network Program in Bosnia and Herzegovina – 2008 Economic Opportunity” by International NGO »Survivor Corps« (formerly Landmine Survivors Network)***

The goal of Survivor Corps (former LSN's) program is to help landmine survivors and other persons with disabilities to reintegrate back into their communities. Survivor Corps helps survivors to secure the services they need to help them reclaim their lives and participate in their communities. Survivor Corps advanced its Economic Opportunity Initiative through an array of activities, including capacity building workshops for employers and government employment bureaus; utilization of new Economic Opportunity (EO) materials; build the capacity of survivors through workshops and EO peer support groups; develop partnerships with organisations that promote the employment of survivors; and create links to and relationships with employers to enhance the placement of survivors in private employment.

### ***Project “Touch the Bottom of the Bottom Dive with Us” by the BH NGO »ECO Sport Group«***

Since diving has proven to be extremely good method of physical and psychological

rehabilitation for mine victims/disabled persons, the project continued in 2008. The project is co-funded with Czech Republic and started in August 2008.

### ***Project “Pain Therapy” Implemented by BH NGO Hope 87***

NGO Hope 87 established four departments for pain therapy within existing Clinic Centers in Sarajevo, Mostar, Banja Luka and Tuzla. Through multidisciplinary approach in pain treatment, established Pain Management Departments guarantee patients an adequate and continuous/standardized therapy for all forms of pain. Within the project, launched in November 2007 and completed in October 2008, professional training according to international standards was also provided.

### ***Project “Orthotic Education BIH” Implemented by Center for International Rehabilitation (CIR)***

The goal of the project is to improve services for people with disabilities in need of orthotic devices and rehabilitation through high-quality education for orthotic professionals. The CIR in collaboration with its partners, the University Clinical Center and the University of Tuzla, has been coordinating the efforts with the Bosnia Herzegovina Federal Ministry of Health and the Cantonal Ministry of Education, to formally establish this program in benefit of individuals with physical disabilities in the region. The project started in October 2007 and will be finished in September 2009.





### ***International Sitting Volleyball Tournament***

ITF sponsored the International Sitting Volleyball tournament from 23 May to 25 May 2008, with donor support of the United States, which was held in Sarajevo, Bosnia and Herzegovina. Ten teams with approximately 150 disabled persons from Slovenia, Bosnia and Herzegovina, Russia, Germany, Iran, Hungary and Poland took part in tournament. The winner of the tournament was OKI “Fantomi” from Sarajevo.

### ***Programme “Sustainable Professional Rehabilitation for Landmine Survivors in Bosnia and Herzegovina”***

In 2004, UK based Adopt-a-minefield® in collaboration with NGO Stop Mines from BiH started with the implementation of the programme which addresses and fulfills the needs of landmine survivors in order to demonstrate significant client and institutional sustainability. Program continued in 2008 and will be completed in June 2009.

### ***Project “IRRS Rehabilitation of Mine Survivor from Bosnia and Herzegovina”***

The objective of the project was to provide physical rehabilitation to one mine survivor from Bosnia and Herzegovina. This action will also draw wider attention of the general public in BiH to the difficulties that bilateral amputees face on daily basis. The prosthesis and rehabilitation treatment was provided by IRRS.

***Donors:*** Survivors Corps and the United States.

## **Mine Risk Education**

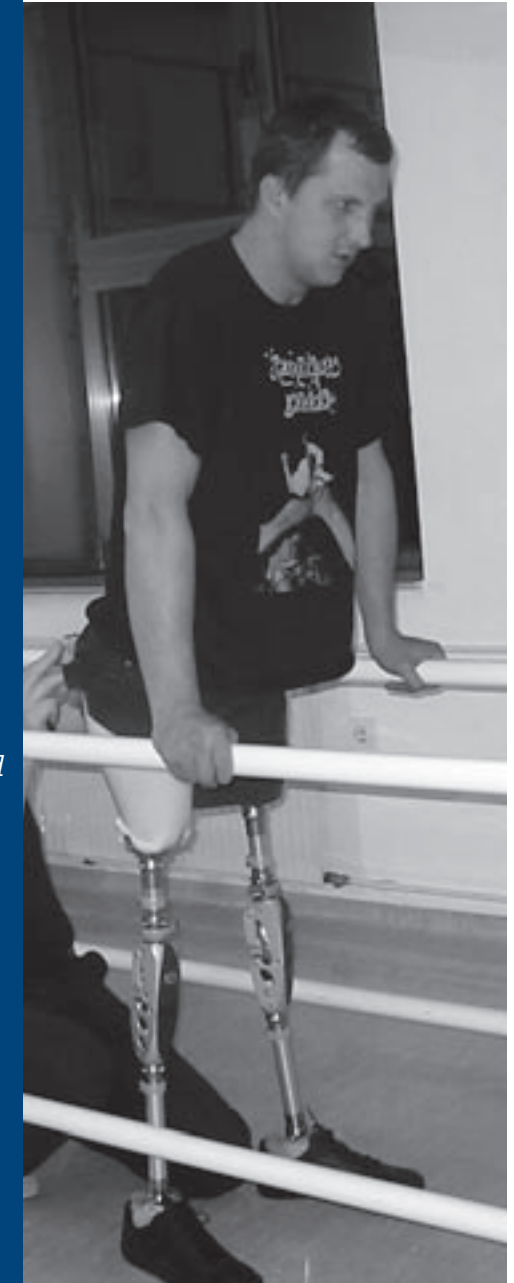
### ***Project: “Protection and Promotion of “Positive Players” in Bosnia and Herzegovina”***

In March 2008 NGO “Positive Play” started with the project “Protection and Promotion of Positive Players in Bosnia and Herzegovina. The main objective of this intervention is to protect and promote “positive players” in Bosnia and Herzegovina through educational, sporting 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. The main results in 2008: 12.500 risk education magazines have been printed and selected, 200 soccer ball have been purchased in cooperation with Open Fun Football Schools, eleven field visits were conducted (3 basketball, 3 football, 2 volleyball, one handball, one table tennis and one tennis club).

***Donors:*** Positive Play and the United States.



*In 2008, 750 mine survivors were directly included in victims assistance projects funded through ITF.*





*In 2008, over 35.000 children and adults were directly included in mine risk education projects through ITF.*



## Regional Mine Detection Dog Center (MDDC) in Konjic, B&H

Third appreciation visit of the Marshall Legacy Institute donors to Bosnia and Herzegovina

Friends and partners of MDDC – representatives of the Marshall Legacy Institute from USA organized for the third visit of the group of donors from various US states. Their visit plan consisted mostly of visiting the organizations – beneficiaries of MLI donations, in particular the donated mine detection dogs trained in MDDC. The donors expressed their willingness to continue the cooperation with MDDC and to expand their activities to the mine victims' assistance program.

## Structure Support

With the support of Austria, the procurement of 7 utility cars and 8 pieces of Personal Protective Equipment for Bosnia and Herzegovina Mine Action Centre general survey teams was implemented.

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

In an effort to enhance the MDD capacity in Bosnia and Herzegovina and wider 7 MDD were procured, trained and delivered to a demining NGO and civile protection of federation of B&H. The project was implemented by Canadian International Demining Corps Mine Detection Dog Centre in B&H.

In 2008, MDDC completed the training of 2 mine detection dogs (MDD) for Civil Protection in B&H. The scope of work of MDDC includes the selection of dogs as well as completes integration process of dog and handler, which work as a team in the later stage.

MDD teams from MDDC, who worked as a support to the demining organizations completed large number of the demining tasks in Bosnia and Herzegovina.

**Donors:** Marshall Legacy Institute and the United States.

**Donors:** Adopt-A-Minefield, Austria and Bosnia and Herzegovina.

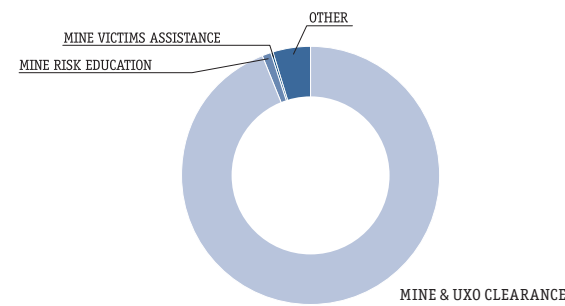


# CROATIA

## Demining and technical survey

During 2008 demining season, 1.202.493 sq. meters of land were surveyed and cleared in Croatia through 3 tendering procedures published by the Implementation Office in Croatia (two restricted and one open). In total, 17 demining / technical survey projects were completed with 54 mines and 23 UXO found and destroyed.

The distribution of projects that have been carried out in Croatia in 2008 was as follows:



Distribution of funds by purpose in Croatia in 2008



*In 2008, 10.993.953 square meters of lands in South East Europe were cleared through ITF.*



- 5 projects in Karlovac county(224.023 sq.m)
- 4 projects in Vukovar Srijem county(606.581 sq.m)
- 3 project in Sisak Moslava county(166.987 sq.m)
- 3 projects in Zadar county(156.069 sq.m)
- 1 projects in Brod-Posavina county(18.108 sq.m)
- 1 project in Osijek-Baranjska county(30.725 sq.m)

During 2008, demining works on five projects in Karlovac county were carried out, representing a major step towards reaching the goal of the “Karlovac

county-free of mines” program. In total 224.023 sq.meters were cleared with 15 mines and one UXO found and destroyed during the clearance process in Karlovac county.

The activities of NGO Norwegian Peoples Aid in Croatia managed by ITF were supported again by Norway in 2008.

**Donors:** *Adopt-a-Minefield, Karlovac County, Lions Club Brođanka-Croatia, N1KD Slovenia, Norway, Roots of Peace, Slovenia, Vukovar-Srijem Demining Fund and the United States.*

## Mine Victims Assistance

### *Project “Educational Assistance for Civilian Victims of War” by Mine Aid Association*

The main goal of the project that ended in October 2008 was to provide assistance in education and in awarding scholarships for mine victims and their family members.

### *Project “Support in Education of Mine Victims” by Mine Aid Association*

The goal of the project is to ensure financial assets necessary to cover the basic costs of regular education and necessary educational programs for the school year 2008/2009. The project provided financial

ITF supported the realization of three sub-projects, namely: Filming an MRE series “Bembo and Friends”, Design and printing of the picture book “Endangered World” and Presentation of the MRE theatre show “Bembo and Friends Against Mines”. The results of the project are: 6 short films were filmed, picture book “Endangered World” (10.000 copies distributed), 22 theatre shows were presented in total, of which 17 in the schools and institutions located in mine suspected areas in Croatia and, 5 shows presented in Bosnia and Herzegovina for the first time. The total number of audience reached the figure of 4.700.

### *Project “Printing of ‘Pazi mine’ storybook” by Center for Neohumanistic Studies, Croatia*



*In 2008, ITF web page received 760.182 visits.*

support for 27 landmine victims and their children for basic educational needs and additional education for qualifications.

**Donors:** *the Czech Republic and the United States.*

## Mine Risk Education

### *Project “ Bembo & Friends” by Croatian NGO “Bembo”*

The purpose of the project was twofold, i.e. to raise mine awareness and to promote safe behavior among mine affected communities with the aim of preventing potential mine incidents. The project started in July 2007 and was finished in July 2008.

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 neighborhoods. The authors and illustrators of the book are children from Karlovac County, Croatia. It is foreseen that 13.000 picture books will be distributed to the children (12.000) who live in the mine contaminated areas and to the school and public libraries (1.000) in Croatia.

**Donor:** *the United States.*





# MONTENEGRO

## Structure Support

At the end of 2008, ITF executed a tender for procurement of diving equipment to support activities of RCUD. Accordingly, 5 sets of full diving equipment were selected and shall be provided to support activities of Regional Centre for Underwater Demining (RCUD) in beginning of 2009.

*Donor: the United States.*



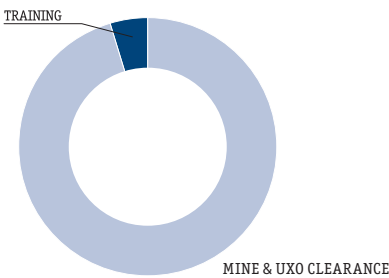
*In 2008, 53 percent of humanitarian clearance programme in Bosnia and Herzegovina was funded through ITF.*

# SERBIA

In 2008, unlike other years, the demining season, tendering and project execution started very early in the year, which enabled that many projects and consequently substantial area was already cleared in the first half of 2008.

## Battle Area Clearance (BAC) Activities

Open tender for Battle Area Clearance was performed in February 2008 for one BAC project Samaila



*Distribution of funds by purpose in Serbia in 2008*



2 in Kraljevo municipality. Execution of the project lasted throughout May and June 2008.

In 2008 thus in Serbia, 331.990 square meters of land were being cleared through BAC operations with 25 UXO/cluster found and destroyed.

***Donor:** the United States.*

## Demining Activities

First open tender for 2008 demining season was performed already in December 2007 for the donation of Spain. Execution of projects Blata 7 and Rikanovića Stan started early in 2008 thus, announcing a very active demining season.

Total figures in 2008 for demining and battle area clearance on 7 projects in Serbia are thus, 1.285.170 square metres cleared, 363 mines and 25 UXO found and cleared.

Fourth open tender for 2009 demining season (donations of USDoS, Spain and Czech Republic) was performed in mid-November 2008. Execution of projects Neprečava 2, Neprečava 3, Neprečava 4, Blata 8 and Jovkovača canal are planned to start in 2009 demining season.

Year 2009 is strategically planned to be the final mine-clearance season in Serbia in which all mine-fields and the related threat should be eliminated.

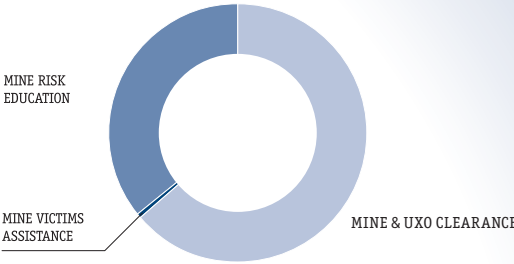
***Donors:** Germany, Norway, Spain and the United States.*

# UNMIK/KOSOVO

## Structure Support

A support of the Mine Detection Dog Center for Southeast Europe (MDDC) from Konjic (Bosnia and Herzegovina) was provided (same as in 2007) to UNMIK/KPC Explosive Ordnance Disposal Management Team working with Mine Awareness Trust (MAT) at mine clearance, BAC, technical survey and area reduction.

Thus, 6 MDD teams searched 79.010 square meters disposing and removing 91 explosive items (63 anti-personal mines and 28 unexploded ordnance items) thus assisting the operations by EODMT demining



*Distribution of funds by purpose in UNMIK/Kosovo in 2008*



Second open tender for 2008 demining season was performed as early as February 2008 for the donation of the United States for a demining project Blata 6 where the execution on site started in end April 2008.

Third tender was of restricted type for the donation of Federal Republic of Germany for the project Neprečava 6. The works on this project were performed in June and July 2008.

Norwegian People's Aid (NPA) executed works on 2 projects for funds of Norway. Blata 1 (132.100 sq m in total) project commenced in 2007 and was completed in beginning of 2008 (38.600 sq m). Neprečava 1 (176.200 sq m) works lasted from February to May.

On 6 demining projects in 2008, a total of 953.180 square meters were cleared with 363 mines found.

team and MAT. The project was undergoing for 4 months from June to September 2008.

The use of MDD teams has already proved as very useful and justifiable, enabling faster search of larger areas in comparison to manual demining. The areas in UNMIK/Kosovo are very suitable for the use of mine detection dogs.

***Donor:** the United States.*

## Mine Risk Education

***Project “Mine Risk Education in the Frame of the Psychosocial Seminars for Teachers” by Kosovo NGO Center for Promotion of Education Kosovo (QPEA)***

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. The program for teachers run in cooperation between psychosocial experts and experts for MRE and based on generally accepted MRE Guidelines. Teachers – participants of seminars will implement the program in their schools and communities. The 9 months project is being implemented in cooperation with the Serbian NGO »FUTURE« from Gracanica, UNMIK/Kosovo.

***Donor:** the United States.*





# ITF Regional Activities in South East 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

In the light of March 2008 accidental ammunition depot explosion in Gerdec, Albania, SEEMACC members/observers signed the SEEMACC joint statement on the event.

For more information about SEEMACC please visit [www.see-demining.org](http://www.see-demining.org).

*Donor: the United States.*

*In 2008, 210 rehabilitation specialists and victims assistance professionals attended trainings and workshops funded through ITF.*



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 18 March 2008, the 18th SEEMACC meeting took place in Bohinj, Slovenia. SEEMACC members presented the ongoing activities and plans for 2008. During the discussion members and observers agreed on implementation of regional activities and the joint training programs for employees in mine action structures.

## Mine Victims Assistance

### *Rehabilitation of Mine Survivors at the Institute for Rehabilitation of the Republic of Slovenia*

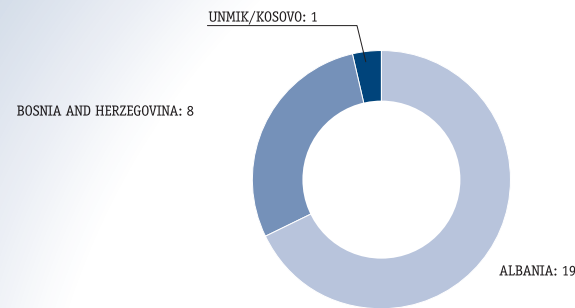
Institute for Rehabilitation of the Republic of Slovenia (IRRS) provided treatment for 28 most demanding cases of mine survivors from South East Europe in 2008, which are not able to receive treatment in their own countries, due to severity of their condition, unsuitable local facilities or limited experience of local professional specialists. Each victim received 15 to 30 days rehabilitation treatment at IRRS.

## Training

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

In 2008, 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 Georgia (10 days training for 3 specialists from Georgia),
- Prosthetics and Orthotics Course for Rehabilitation Specialists from Armenia (10 days training for 2 specialists from Armenia),



Number and origin of patients rehabilitated at IRRS in 2008



*Mine victims assistance helps survivors to rebuild their lives and reintegrate back into their communities.*

### **Project “Winter Workshops Rehabilitation for Landmine and UXO Survivors from SEE” by Croatian NGO »Bembo«**

The second winter workshop was organized by NGO Bembo for the participants from SEE (37 participants from Croatia, Bosnia and Herzegovina, Serbia and UNMIK/Kosovo). Workshop for landmine and UXO survivors was organized in Kranjska Gora in Slovenia between 2 March – 9 March 2008. The project was consisted of workshops that proved to be of interest for the participants, namely, various music workshops, theatre workshops, photography, video filming, editing, web design and sports.

**Donors:** IRRS, Slovenia and the United States.

- Prosthetics and Orthotics Course for Rehabilitation Specialists from Columbia (10 days training for 3 specialists from Columbia),
- 7 days workshop - vocational therapy for 23 students defectology from Tuzla (Bosnia and Herzegovina),
- 5 days workshop- rehabilitation of amputee patients in Tajikistan.





***Project “The Basic Training in Humanitarian Demining, Battle Area Clearance for Deminers and Team Leaders in Serbia”***

The project was executed in cooperation with NGO Stop Mines from Bosnia and Herzegovina, Serbian authorities, Mine Action Center of Serbia, and ITF.

The project objective was to train the national capacity from Serbia and Macedonia, namely 48 persons (44 from Serbia and 4 from Macedonia). However, it proved later that interest for such course was great. Therefore, some additional participants joined the course at their own expense. Such training was necessary for successful continuation, strengthening and enhancing local capacities in order to successfully resolve mine and UXO problem, particularly in Serbia.

training was attended by 36 participants from Bosnia and Herzegovina, Croatia and Serbia.

Through lectures and practical presentations given by the experts from BH MAC, CROMAC and Serbia MAC, monitors and quality assurance officers up-graded their knowledge in the field of monitoring skills. Refreshment training also provided an overview of the actual organisational structure of Quality Assurance/Quality Control System and their achievements in the region of SEE. Monitors also had an opportunity to exchange the experience and knowledge between monitors/QA officers from different countries in the region of SEE.

The refreshment training was of crucial importance in order to successfully continue, strengthen



*In 2008, 111 individuals concluded humanitarian mine and UXO clearance, QA/QC and underwater demining courses funded through ITF.*

Training consisted of theoretical (lectures) and practical part. It was executed through three modules of training (group A, B, C), namely basic humanitarian demining, basic battle area clearance training and basic team leader training.

***Project “Refreshment Training for Monitors and Quality Assurance Officers”***

From 25 February to 29 February 2008, the refreshment training for monitors and quality assurance officers from the region of SEE was organized in Karaotok near Čapljina, Bosnia and Herzegovina. The

and enhance monitoring and QA capacities in the region of SEE and thus effectively contribute to mine clearance efforts.

***Project “Training for UXO Detection and Removal” by CROMAC Center for Testing, Development and Training Ltd.***

The Level 1 (Phase 1) training focused on detection, identification, neutralization, removal and deactivation of unexploded ordnances (UXO), within or without mine suspected areas and/or buildings and was attended by 15 candidates from Bosnia and Herzegovina, Montenegro, Croatia, Macedonia and Serbia.



**Project “Training in Humanitarian Underwater Demining” by RCUD**

The training implemented in RCUD Bijela, Montenegro focused on detection, identification, neutralization, removing and destroying unexploded ordnances (UXO) located underwater and was attended by 12 candidates from Bosnia and Herzegovina, Montenegro, Croatia and Macedonia.

**Donors:** Marshall Legacy Institute, Slovenia and the United States.

**Structure Support**

**Project »Deployment of the Decision Support System for Mine Suspected Area Reduction«**

The landmine contaminated areas, even suspected ones, are a huge social, economic, political and humanitarian problem. However, the empirical evidence from SE Europe shows that only 10-20 percent of mine suspected areas is actually mined. Thus area reduction has been recognized as a mine action activity where ssignificant reduction in time and resources could be achieved.

Project activities are based on extensive research work in applying methods of aerial surveys/reconnaissance (ARC and SMART) in mine action. Underlying the Decision Support System is data fusion methodological approach, which combines information provided by different types of information sources:

a) mine and geographical information systems, b) aerial multi-sensor survey and c) expert and contextual knowledge. Project will be implemented in period from end of February 2008 until the end of April 2009. ITF project implementing partner is CROMAC Centre for Testing, Development and Training Ltd. Project activities will be implemented in Croatia.

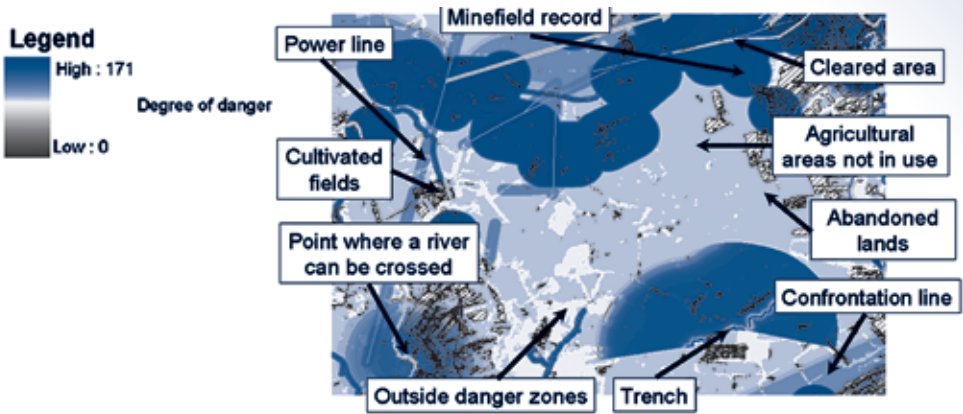
By implementing the project ITF expects the following outcomes:  
a. Operational deployment of Decision Support System for mine suspected area reduction, which will provide MAC in SE Europe and its management with an efficient and effective operational support tool.

b. Decision Support System will enable MAC in SE Europe to enhance the level of land release (i.e. efficiently improving level one minefield surveys) and enable the efficient allocation of resources (i.e. prevent implementation of technical surveys operations and clearing of non-risk or non-hazardous areas).

c. Through implementing project activities in three pilot municipalities in Croatia the mine suspected area proposed for area reduction will total from 15 to 25 square kilometres.

d. Through implementing project activities a regional workshop will be organized, which will provide an opportunity to: exchange information on deployment of new area reduction methodology as well as exchange experience, expertise and knowledge through joint regional training.

**Donor:** the United States.



*Danger Map - End Product of Decision Support System*

**Project »Book: 10 Years of Work of Croatian Scientists on Problems of Humanitarian Demining«**

With the United States funds ITF co-financed the issue of a compilation of works of Croatian scientific community in the field of humanitarian demining. The latter actively participated in the endeavour to solve mine problem in Croatia through development of methods and techniques of machine demining, applying of aerial surveys with an aim of mine suspected area reduction, and applying new methods and technologies in mine clearance operations. The solutions developed have been applied in Croatia and offered to many stakeholders in the international mine action community. The volume was issued by CROMAC Centre for Testing, Development and Training Ltd. The book, which was supported through SEEMACC

activities, provides the opportunity to facilitate the exchange of information and experience between mine affected countries of SEE.

**Donor:** the United States.



# III.b. OTHER REGIONS

## SOUTH CAUCASUS

### Armenia

#### Mine Victims Assistance

As part of ITF Regional Training Program for Rehabilitation Professionals from South Caucasus and Central Asia two rehabilitation professionals (Orthopedist & Traumatologist and Orthopedic technician &

### Azerbaijan

#### Mine Victims Assistance

*Project »Community Based Small Business Trainings and Microcredit Revolving Fund for Azerbaijan Mine Survivors«*

ITF continued with a support of 2-year programme of socio-economic integration of mine survivors through



*In 2008, with the support of donor community 12 beneficiary countries participated in the ITF mine action programme.*

Physiotherapist) from Yerevan based Scientific Center of Traumatology and Orthopedics attended 14-day training course at the Institute for Rehabilitation Republic of Slovenia in Ljubljana, Slovenia. The training was implemented in May 2008. The emphasis of the training was given on team approach of the rehabilitation of patient.

*Donors: the Marshall Legacy Institute and Slovenia*

facilitated provision of small business development services and small loans. Six districts with substantial mine survivor population (Barda, Ganja, Goranboy, Khanlar, Tartar and Yevlakh) were included in the project activities. 85 mine survivors successfully completing a four-day business skills development training in five batches. Subsequently, micro credits were disbursed to 52 of them. Additionally, the project includes national capacity building by directly incorporating ANAMA project staff in project activities. The project has been implemented by International Organisation for Migration (IOM) in Azerbaijan under the supervision of ITF and Azerbaijan National Agency for Mine Action (ANAMA).

*Donors: Azerbaijan National Agency for Mine Action, Austria (ADA/ADC), Slovenia and South Korea.*





*In 2008, ITF implemented 37 tender procedures for the works and services as well as for the procurement of equipment.*



# Georgia

## Structure support

### ***Project »Set up and Development of Mine Action Coordination Centre in Georgia«***

On 23 October 2008, ITF signed 2-year Memorandum of Understanding (MoU) with the Ministry of Defence (MoD) Georgia covering the national capacity building activities as well as mine victims assistance programme. Potentially, this cooperation can be extended to other activities.

ITF national capacity building programme will commence in January 2009 and will entail trainings

## Mine Victim Assistance

As part of ITF Regional Training Program for Rehabilitation Professionals from South Caucasus and Central Asia a 3-men rehabilitation team (Doctor, Prosthetic and Physiotherapist) from Tbilisi based Georgian Foundation for Prosthetic and Orthopaedic Rehabilitation (GEPFOR) attended a 14-day training course at the Institute for Rehabilitation Republic of Slovenia. The training was implemented in March 2008. The emphasis of the training was given on team approach of the rehabilitation of patient.

in areas such as mine action management, quality management, general assessment, national mine action standards and standard operating procedures as well as victim assistance. For the purpose of coordinating and facilitating the activities on the ground ITF already assigned to the national authorities ITF Training and Development Coordinator as a part of the programme until the end of 2009. In order to ensure effective and efficient delivering of the assistance ITF initially plans to conduct the analysis of the technical and professional development training needs of the key local stakeholder organisations in Georgia in the field of mine action by the end of March 2009 before delivering trainings.

***Donors:*** Czech Republic, Hungary and Slovenia.

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:*** Slovenia.



# CENTRAL ASIA

## Tajikistan

### Training

#### *Project »Training course on rehabilitation of patients with upper and lower limb amputation«*

In order to enhance national capacity in the field of rehabilitation ITF supported in-country training course on rehabilitation of patients with upper and lower limb amputation. The training was implemented by the Institute for Rehabilitation Republic of Slovenia with

of Disabled Persons and national Ortho-Prosthetics Centre both of them located in Dushanbe.

By implementing the training, ITF expects to achieve following outcomes:

- Refreshment and provision of new skills in contemporary rehabilitation approaches for 20 doctors to adequately respond to rehabilitation needs of mine survivors and other persons with disabilities.



*In 2008, 6 countries received structure support assistance through ITF.*

organisational support of TMAC in conjunction with Ministry of Labour and Social Protection and Ministry of Health of Tajikistan. The 5-day training activities were conducted by a team of four experts (covering the fields of physical and rehabilitation medicine, nursing and physiotherapy) in Dushanbe, Tajikistan, in May 2008.

The training focused on transfer of know-how and experiences on hospital medical care and rehabilitation of mine survivors from SEE to Tajikistan. The training was attended by 20 doctors – surgeons, trauma specialists, physiotherapists – coming from 15 districts and a capital. The doctors, who directly take care of mine survivors and other persons with disabilities, came from 15 district hospitals as well as from National Research Institute for Rehabilitation

- Enhance the level of physical and rehabilitation services delivered to mine survivors.
- Limit and/or minimize the physical impairments in emergency settings that could result from mine and other injuries.
- Increase the level of accessibility to rehabilitation services in poor and rural areas of Tajikistan.

*Donor: Slovenia*



## Regional Cooperation

In order to enhance ITF activities outside SEE and promote transfer of know-how and experiences gained especially in the field of regional cooperation, ITF started with cooperation with OSCE Office in Tajikistan. ITF was recognized by the latter as a potential partner in this field.

In the end of February 2008 ITF hosted a representative from OSCE Office in Tajikistan and organized a visit of regional institutions in SEE active in the field of Mine Action as well as meetings with directors of national Mine Action Centres. ITF representative returned the visit to Dushanbe, Tajikistan, to follow up discussions and

plans for cooperation. Subsequently, the project initiative was supported by relevant bodies in OSCE Secretariat in Vienna, Austria. The joint OSCE-ITF project “Facilitation of Central Asian Regional Co-operation in Mine Action” is planned to commence in Spring 2009.

The regional cooperation in Central Asia in the field of Mine Action emerges to be a confidence building measure due to sensitivity of border areas issues. The regional cooperation would thus promote exchange of information, joint trainings, development of common standards and cross-border demining activities with overall goal of enhancement the level of safety for civilian population.

*Donor: Slovenia*



*In 2008, 48 public and private donors supported mine action related activities through ITF.*







*In 2008, South Eastern Europe Mine Action Coordination Council operated as a unique regional body in the field of mine action.*



## OTHER MINE-AFFECTED COUNTRIES

### Colombia

### Lebanon

The project Training in Multidisciplinary Team Approach to Rehabilitation Treatment for Colombian Healthcare Professionals was implemented at IRRS in the period from 24 November to 05 December 2008. Three Colombian healthcare professionals, i.e. physician, therapist and prosthetic/orthotic technician from the State Social Enterprise (E.S.E.) Cardio Neuro Muscular Rehabilitation Center located in the Norte de Santander Department received invaluable training

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 were 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

which will enhance their day-to-day professional practice and contribute to the improvement of the rehabilitation services in Colombia.

The fundraising for potential additional in- or out-of-country training is ongoing.

*Donor: Slovenia.*

received from MAC Lebanon, the ITF extended the work of the QA officer for additional 6 months. The activities of QA officer were successfully concluded in May 2008.

*Donor: Slovenia.*

# III.c. OTHER ITF ACTIVITIES

## 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 2008.

## “Night of A Thousand Dinners 2008”

ITF again organized a charity event “Night of a 1000 Dinners” to benefit the demining activities on 2 projects in Bosnia and Herzegovina. Together with the American Chamber of Commerce in Slovenia ITF for the eighth time joined other organisations in the world in order to get closer to our common goal – mine free land. The event took place on 28 March 2008 in Grand Hotel Union, Ljubljana.



*In 2008, ITF collaborated with over 50 local and international partners and implementing agencies.*

## Golf Fundraising Tournament

The Marshall Legacy Institute and ITF organized “Legacy of Hope” Golf Tournament on 08 March 2008 held at Ojai Valley Inn&Spa in Ojai, California. Funds raised during the tournament in total amount of more than 80.000 USD were used to acquire, train, certify and deliver up to 12 Mine Detection Dogs to Lebanese National Demining Program. For additional information visit Tournament website: [www.mligolf.org](http://www.mligolf.org).

## Decennial Honorary Session of ITF Board of Advisors

The ITF 10th Anniversary was marked with the Decennial Honorary Session of ITF Board of Advisors held in Grand hotel Union in Ljubljana on Friday, 11 April 2008. The session was attended by the President of the Republic of Slovenia, Dr. Danilo Türk, His Royal Highness- Prince Mired Raad Al-Hussein, President Designate of the Eight Meeting State Parties, Minister Sredoje Nović presenting Ministry of Civil Affairs of the Bosnia and Herzegovina, distinguished members of the ITF Board of Advisors and Managing Board as well as many other distinguished guests.





## World's Largest Annual Gathering of Experts on Landmines and ERW

ITF and CRO MAC with the cooperation of UNMAS organized 11th Meeting on Mine Action Program Directors and UN Advisers in Ljubljana and Sibenik. The top mine action officials of 40 mine-affected countries, four United Nations organisations, dozens of nongovernmental organisations, as well as representatives of donor countries and commercial demining companies started the Meeting in Ljubljana, Slovenia on 14 April and continued in Šibenik, Croatia, 15-18 April with the aim to review progress in eliminating landmines and explosive remnants of war, accelerating demining through new technologies and efforts to build national institutions to manage mine action programs. This two-city event is the world's largest annual gathering of high-level mine action experts.

This was the first time that the meeting was held outside of Geneva and in a mine-affected area, with opportunities to see first-hand lessons learned and operational activities in the field.

## International Conference "Development Assistance Operators from EU New Member States: Experiences, Trends and Challenges"

A two-day conference was organised on 3-4 June 2008 in Ljubljana, Slovenia, by Slovenian development assistance operators – Centre for European Perspective (CEP), Center of Excellence in Finance (CEF), Foundation "TOGETHER" and International Trust Fund for Demining and Mine Victims Assistance (ITF). Over 100 domestic and foreign guests, among them representatives from the European Commission, ministries of foreign affairs, development agencies and operators from European Union member countries, recipient countries of European Development Assistance, bilateral and multilateral donors, and academic world discussed the trends and future challenges in the field of development assistance. The conference was one of the events of the Slovenian Presidency of the European Union Council.

## Demine-Design and Development Fund Established to Support Landmine Clearance and Development in Bosnia and Herzegovina and Croatia

Tripartite contract was signed in Ljubljana on 24 July 2008 between Gaze Holdings Ltd, ITF and Gaze's local partner "Terra Conceptus"-the part of Terra Group'. The signatories of the tripartite contract created the Demine-Design and Development (Triple-D) fund concept specifically to provide economic, social and sustainable benefits to countries burdened by landmine contamination. Triple-D concept creates a unique form of PPP (Public Private Partnership) that enables international investors to invest in an economic development venture that specifically requires landmine clearance as an integral implementation step for the project's ultimate success. Development projects (developed by GAZE Holdings & Terra Conceptus) would relate to agricultural, industrial, tourism and recreational, infrastructural activities with high participation of local communities as shareholders of the program(s).

Working jointly with ITF and central and local government agencies, the private sector and institutional investors participating in the Triple-D fund will not only add value to their investment and create employment through the project's the fund will undertake, but help the ITF and its stakeholders achieve the vision of a mine free South East Europe.

## Review and Revision of ITF Strategy

In the light of the fact that the impact from landmines and UXO in SE Europe is becoming less and less severe, ITF requested the UK based Cranfield University to conduct the review and revision of the ITF 2006 – 2009 Strategy. The aim of the review and revision, taking place in the second half of 2008, was to develop a new, realistic, affordable and sustainable strategy for the five year period from 2009 to 2013. As a result of the review and revision process where the views of all ITF key stakeholders were taken into account, i.e. the donor community, the Government of the Republic of Slovenia etc., the new ITF Strategy 2009 – 2013 emerged.

The ITF Strategy 2009 - 2013 was developed to apply the organisation's capabilities to a range of post-conflict and disruptive challenges and to support Security Sector Reform (SSR) and Disarmament, Demobilisation and Reintegration (DDR) programmes, and to combat violence and terrorism from the illicit ownership and use of small arms and light weapons (SALW) over the next five years. Such challenges pose a potential threat to human security just as serious as the danger from landmines and UXO.

ITF Strategy 2009 – 2013 was formally taken note of by the Board of Advisors, adopted by the Managing Board and is waiting to be formally endorsed by the Government of the Republic of Slovenia.

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 2008 ITF published the following publications:

- ITF Annual Report 2007, April 2008
- ITF 10-year overview brochure and CD-rom, April 2008
- ITF E-Trust No. 18 and 19 in January and March 2008
- ITF Intermediate Report January 2008 31 July 2008, October 2008
- ITF Plan of Activities 2009, November 2008

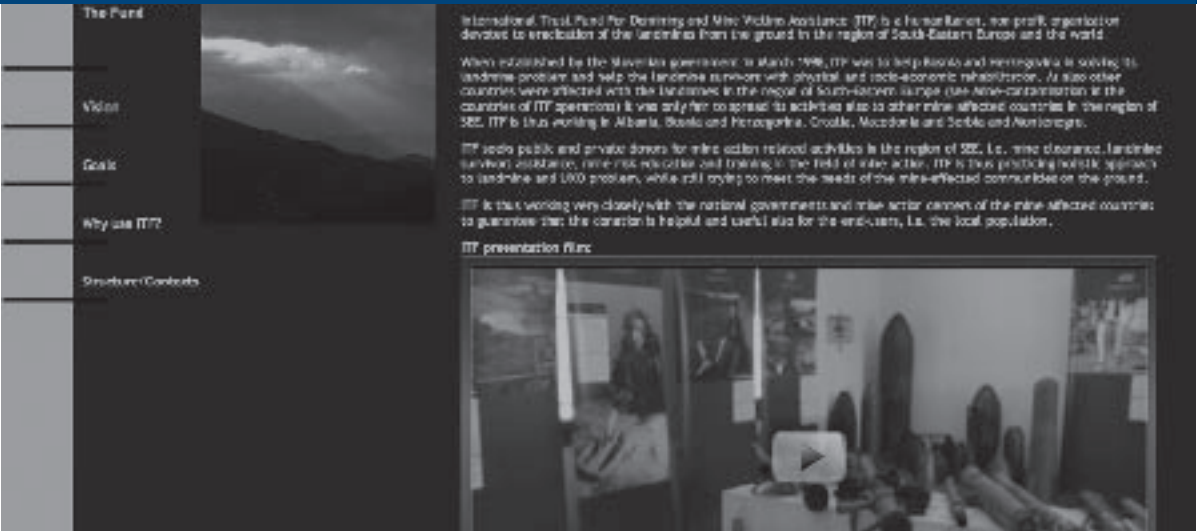
Web Page

The purpose of the web page 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. Its launching is planned for spring of 2009.



www.itf-fund.si

All ITF publications can be obtained on ITF web site [www.itf-fund.si](http://www.itf-fund.si).







## IV. Conclusion



With few exceptions, international mine action has been a great success and has demonstrated the benefits of mine-affected states, international organisations, donors, implementing organisations and civil society working together with a common goal of reducing the impact of landmines and explosive remnants of war (ERW) in post-conflict countries.

There is a growing need to address other post-conflict challenges and to combat violence and terrorism which is the result of illicit ownership and use of small arms and light weapons (SALW). Such munitions pose a potential threat to non-combatants just as serious as the threat from landmines and ERW. Many donors consider mine action and the control of SALW as complementary actions which aim to address post-

With the achieved ITF success in mind, it was timely for the ITF to reconsider its strategic vision and capability of adapting to the new environment. At the moment, the ITF is held in high regard for its professional capabilities, transparency and trust. The tendering system is well respected and effective, and conforms to international best practice, as do the project management services provided by the ITF.

The ITF Strategy for the period 2009 – 2013 has been developed to apply the organisation's capabilities to a range of post-conflict and disruptive challenges over the next five years. Such challenges are constantly changing in form and degree, and as such the ITF will need to be forward-looking and agile. The ITF will focus its efforts still on the projects in SE Europe.

conflict residual explosive hazards.

The International Trust Fund for Demining and Mine Victims Assistance (ITF) finds itself at a crossroad. Since its inception, the ITF has focused its fund raising activities and support on humanitarian mine action in SE Europe, and from 2002 also in the Caucasus. Donors are nowadays becoming more selective in the projects they support, and requests for funding need to be much more convincing than hitherto. The arguments for funding mine action programmes and projects are still very convincing. The landmine problem is tangible, demonstrable and finite. There has also been a move in recent years to broaden the scope of mine action organisations to include the destruction of SALW, abandoned ammunition, and other categories of AXO.

High impact projects in other post-conflict countries will be supported by the ITF only to meet clearly defined needs, at the invitation of national authorities, and with financial support of international donors.

The tasks that lay ahead of ITF require a coordinated approach and wide consensus from national authorities as well as from international donor community. ITF is fully devoted to address post-conflict and development challenges through newly developed strategy.

*We would like to express our gratitude for all the support from donors, Mine Action Centers, relevant authorities in the mine-contaminated countries and implementing agencies that have been working with us. With your assistance we are confident that we will also succeed on our extended mission. Thank you!*

# V. Report on Procedures and Controls

## 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 16 February 2009, which covers the period 1 January 2008 to 31 December 2008 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 13 February 2009 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.



## 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:

1. 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 2008; and
2. 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 2008 to 31 December 2008.

Yours faithfully



UHY Hacker Young LLP  
Chartered Accountants

25 February 2009

Attachments:

1. Tests performed by the reporting accountants.
2. Reporting accountants' engagement letter dated 13 February 2009.

**UHY** Hacker Young  
Chartered Accountants

## 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 mine 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*

**UHY** Hacker Young  
Chartered Accountants

February 13, 2009

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

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

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e-mail: uhy@uhy.si  
internet: www.uhy.si

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 2008 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:

(a) 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;

(b) 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.

matična številka / No.: 2060167  
ID za DDV / VAT No: SI62702670  
B. transakcijskega računa / Bank account: Abenika Vipava d.d., 05100-8011974836  
B. registrirane osebe / No of Court registration: 138121500 pri Okrožnem sodišču v Ljubljani  
B. vpisa v register revizijskih družb / No of registration at the Slovenian Institute of Auditors: RD-A-073/05  
A member of UHY, an international association of independent accounting and consulting firms

(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, 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 2009.

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 wilful 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,

Matjaž Trebec  
Partner  
UHY d.o.o.

Philip M. Hollins  
Partner  
UHY Hacker Young LLP

I have read the above letter and accept the terms and conditions set out therein.

Signed:

Goran Gorko

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

23-02-2009

Date

Our file number: 03-3-1/3-31/08

## VI. Statutory Annual Statements for the Financial Year 2008

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

### 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, 2008, 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, 2008, 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 Trežja



Ljubljana, 16 February 2009



## BALANCE SHEET as at 31 December 2008

		in EUR	
		31.12.2008	31.12.2007
<b>ASSETS (A+B+C)</b>	Note	<b>16.163.524</b>	<b>14.495.921</b>
<b>A. LONG-TERM ASSETS (I+II+III)</b>		<b>185.946</b>	<b>187.160</b>
I. INTANGIBLE ASSETS	1	64.914	24.098
II. TANGIBLE FIXED ASSETS	2	121.032	163.062
III. LONG-TERM FINANCIAL ASSETS		0	0
<b>B. CURRENT ASSETS (I+II+III+IV)</b>		<b>15.959.946</b>	<b>14.292.726</b>
I. INVENTORIES		0	0
II. SHORT TERM RECEIVABLES	3	618.019	632.566
1. Accounts receivable		0	0
2. Sundry debtors		618.019	632.566
III. SHORT-TERM FINANCIAL ASSETS	4	3.102.328	12.361.246
IV. CASH AND BANK	5	12.239.599	1.298.914
<b>C. PREPAID EXPENSES</b>		<b>17.632</b>	<b>16.035</b>
<b>TOTAL LIABILITIES (A+B+C+D+E)</b>		<b>16.163.524</b>	<b>14.495.921</b>
<b>A. Unrestricted funds</b>	6	<b>475.184</b>	<b>276.785</b>
<b>B. Restricted funds</b>	7	<b>133.561</b>	<b>133.529</b>
<b>C. Expendable restricted funds</b>	8	<b>13.952.718</b>	<b>12.815.624</b>
<b>D. Financial liabilities</b>	9	<b>16.400</b>	<b>27.333</b>
1. Long-term financial liabilities		5.467	16.400
2. Short-term financial liabilities		10.933	10.933
<b>E. Short term liabilities from Operating Activities</b>		<b>1.585.661</b>	<b>1.242.650</b>
1. Accounts payable	10	1.538.675	1.199.855
2. Accrued salaries		39.062	37.254
3. Sundry creditors		7.924	5.541

## PROFIT AND LOSS STATEMENT for the Financial Year 2008

	Note	2008	2007
A. Revenues / Donations	11	21.520.897	17.275.698
B. Income from financing	12	4.383.600	2.167.080
C. Extraordinary income		72	33
<b>D. Total revenues</b>		<b>25.904.569</b>	<b>19.442.811</b>
E. Costs of materials and services	13	21.049.699	16.654.780
F. Labour expenses	14	662.246	566.322
G. Depreciation		61.387	65.818
H. Provisions for current assets		0	0
I. Other expenses	15	78.866	47.245
J. Costs of financing	16	3.672.052	2.030.905
K. Extraordinary expenses	17	181.920	144.186
<b>L. Total expenses</b>		<b>25.706.170</b>	<b>19.509.256</b>
<b>M. Surplus (loss) before taxation</b>		<b>198.399</b>	<b>(66.445)</b>
N. Corporate income tax		0	0
<b>O. Net surplus (loss) after taxation</b>	18	<b>198.399</b>	<b>(66.445)</b>

## CASH FLOW STATEMENT for the Financial Year 2008

	2008	EUR 2007
<b>A. Cash flow from Operating Activities:</b>		
<b>a) Profit and loss statement items</b>	<b>(595.226)</b>	<b>(167.664)</b>
Revenues, income from financing, and extraordinary income	24.116.733	19.267.328
Expenses without depreciation	(24.711.959)	(19.434.992)
Income tax and other taxes	0	0
<b>b) Net changes in assets and liabilities</b>	<b>1.736.509</b>	<b>459.253</b>
Opening less final operating receivables	(56.811)	344.108
Opening less final prepaid expenses	(1.596)	(15.323)
Opening less final deferred tax assets	0	0
Opening less final assets held for sale (disposal)	0	0
Opening less final inventories	0	0
Final less opening short term liabilities from operating activities	343.011	(25.203)
Final less opening expendable restricted funds	1.451.905	155.671
Final less opening deferred tax liabilities	0	0
<b>c) Net change in cash from operating activities</b>	<b>1.141.283</b>	<b>291.589</b>
<b>B. Cash flow from investing activities</b>		
<b>a) Cash inflow from investing activities</b>	<b>139.752.191</b>	<b>119.080.215</b>
Inflow from interests, dividends and other inflow from investing activities	307.187	155.534
Inflow from disposal of intangible assets	0	30.560
Inflow from disposal of tangible assets	32.000	7.436
Inflow from disposal of investment property	0	0
Inflow from disposal of long term financial investments	0	0
Inflow from disposal of short term financial investments	139.413.004	118.886.685
<b>b) Cash outflow from investing activities</b>	<b>(129.933.696)</b>	<b>(123.894.825)</b>
Outflow for purchase of intangible assets	0	(684)
Outflow for purchase of tangible assets	(13.255)	(48.208)
Outflow for purchase of investment property	0	0
Outflow for purchase of long term financial investments	0	0
Outflow for purchase of short term financial investments	(129.920.441)	(123.845.933)
<b>c) Net change in cash from investing activities</b>	<b>9.818.495</b>	<b>(4.814.610)</b>

## C. Cash flow from financing

<b>a) Cash inflow from financing</b>	<b>0</b>	<b>32.800</b>
Inflow from increase of unrestricted and restricted funds	0	0
Inflow from increase of long term financial liabilities	0	38.267
Inflow from increase of short term financial liabilities	0	(5.467)
<b>b) Cash outflow from financing</b>	<b>(19.093)</b>	<b>(13.423)</b>
Outflow for interests from financing	(8.160)	(7.956)
Outflow for decrease in unrestricted and restricted funds	0	0
Outflow for repayment of long term financial liabilities	0	(5.467)
Outflow for repayment of short term financial liabilities	(10.933)	0
Outflow for dividends	0	0
<b>c) Net change in cash from financing</b>	<b>(19.093)</b>	<b>19.377</b>
<b>D) Final cash balance for the period</b>	<b>12.239.599</b>	<b>1.298.914</b>
<b>x) Net change in cash</b>	<b>10.940.685</b>	<b>(4.503.644)</b>
<b>y) Opening cash balance</b>	<b>1.298.914</b>	<b>5.802.558</b>



# 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 2008:
- 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 2008 was prepared in accordance with International Financial Reporting Standards.

The financial year is equal to the calendar year.

# Summary of Accounting Policies and Practices

The financial statements for the financial year 2008 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.

## Notes to the Accounts

The notes relate to annual statements for 2008 unless otherwise specified in the text.

		31. 12. 2008	31. 12. 2007
<b>1. Intangible Assets</b>	In EUR	<b>64.914</b>	<b>24.098</b>

The intangibles consist of long term accrued office space rental costs (47.911 EUR) and software (17.003 EUR).

Software is 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 64.266 EUR at balance date.

The amortization cost of donated intangibles (4.349 EUR) and decrease in long term accrued office space rental costs (27.378 EUR) debit restricted funds (Note 7).

Changes in Intangibles in 2008:

Item	Intangibles owned	Donated intangibles	Long term accruals	In EUR Total
<b>1. Purchase value</b>				
Balance as at 1 January 2008	29.242	167.760	20.533	217.535
Increase – new purchases	0	19.457	54.756	74.213
Decrease – sales, disposals	0	0	(27.378)	(27.378)
Balance as at 31 December 2008	29.242	187.217	47.911	264.370
<b>2. Accumulation depreciation</b>				
Balance as at 1 January 2008	26.923	166.514	0	193.437
Increase – depreciation	1.670	4.349	0	6.019
Decrease – sales, disposals	0	0	0	0
Balance as at 31 December 2008	28.593	170.863	0	199.456
<b>3. Book value</b>				
Balance as at 1 January 2008	2.319	1.246	20.533	24.098
Balance as at 31 December 2008	649	16.354	47.911	64.914

		31. 12. 2008	31. 12. 2007
<b>2. Tangible Fixed Assets</b>	In EUR	<b>121.032</b>	<b>163.062</b>

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 2008:

Item	Equipment owned	Equipment Donated	Art work owned	In EUR Total
<b>1. Purchase value</b>				
Balance as at 1 January 2008	169.869	582.265	5.435	757.569
Increase – new purchases	13.256	6.114	0	19.370
Decrease	(3.132)	(111.838)	0	(114.970)
Balance as at 31 December 2008	179.993	476.541	5.435	661.969
<b>2. Accumulated depreciation</b>				
Balance as at 1 January 2008	123.993	470.514	0	594.507
Increase – depreciation	12.689	42.680	0	55.369
Decrease	(2.989)	(105.950)	0	(108.939)
Balance as at 31 December 2008	133.693	407.244	0	540.937
<b>3. Book value</b>				
Balance as at 1 January 2008	45.876	111.751	5.435	163.062
Balance as at 31 December 2008	46.300	69.297	5.435	121.032

The depreciation cost of donated tangibles (42.680 EUR) debit restricted funds (Note 7).

	31. 12. 2008	31. 12. 2007
<b>3. Short term receivables</b>	In EUR <b>618.019</b>	<b>632.566</b>

This item comprises receivables for VAT in Bosnia and Herzegovina (516.773 EUR), advance payments (81.884 EUR), receivables from donors (5.726 EUR), receivables for bank deposits interests (3.246 EUR), and other (10.390 EUR).

	31. 12. 2008	31. 12. 2007
<b>4. Short-term Financial Assets</b>	In EUR <b>3.102.328</b>	<b>12.361.246</b>

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

Assets	Interest rate (p.a.)	Currency	In EUR
Donor assets	2,27%	USD	2.802.328
Own assets	1,60%	EUR	300.000
<b>Total</b>			<b>3.102.328</b>

Deposits are not pledged for payment of Fund's liabilities. All deposits have the maturity in January 2009.

	31. 12. 2008	31. 12. 2007
<b>5. Cash and Bank</b>	In EUR <b>12.239.599</b>	<b>1.298.914</b>
Bank accounts in EUR	3.400.683	576.711
Bank accounts in other currencies	8.789.152	686.278
Petty Cash in EUR	38.466	35.925
Petty Cash in other currencies	11.298	0

	31. 12. 2008	31. 12. 2007
<b>6. Unrestricted funds</b>	In EUR <b>475.184</b>	<b>276.785</b>
Founding capital	21.048	21.048
Retained earnings	253.809	320.254
Adjustment	1.928	1.928
Net Result for the Year	198.399	(66.445)

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 2008:

Item	Founding capital	Adjustment	Retained earnings	Net result for the year	In EUR Total
Balance as at 31.December 2007	21.048	1.928	253.809	0	276.785
Transfer to retained earnings	0	0	0	0	0
Net result for the year 2008	0	0	0	198.399	198.399
<b>Balance as at 31 December 2008</b>	<b>21.048</b>	<b>1.928</b>	<b>253.809</b>	<b>198.399</b>	<b>475.184</b>

		31. 12. 2008	31. 12. 2007
<b>7. Restricted funds</b>	In EUR	<b>133.561</b>	<b>133.529</b>

Summary of Movements in Restricted funds in 2008:

	In EUR	2008	2007
Balance as at 01. January		133.529	192.056
Donation received		80.327	27.928
Depreciation		(47.028)	(50.000)
Disposals		(5.889)	(9.077)
Decrease in long term accrued office space rental costs		(27.378)	(27.378)
<b>Balance as at 31. December</b>		<b>133.561</b>	<b>133.529</b>

		31. 12. 2008	31. 12. 2007
<b>8. Expendable restricted funds</b>	In EUR	<b>13.952.718</b>	<b>12.815.624</b>
Donations for specific purposes		13.941.252	12.805.298
Other		11.466	10.326

Summary of changes in expendable restricted funds (in EUR):

	2008	2007
<b>Balance as at 01. January</b>	<b>12.805.298</b>	<b>12.601.111</b>
Donations received	22.581.858	18.653.439
Donations returned	(416.953)	(254.908)
Interest credited	200.582	341.195
Use of donations		
- <i>Demining</i>	(16.799.316)	(11.801.809)
- <i>Structure</i>	(1.944.563)	(2.726.886)
- <i>Mine victims assistance (Rehabilitation)</i>	(1.204.394)	(1.225.280)
- <i>Training</i>	(279.822)	(189.819)
- <i>Financing of the Trust Fund</i>	(329.633)	(369.605)
- <i>Conference</i>	(66.821)	(25.458)
- <i>Equipment</i>	(203.274)	(166.672)
- <i>Other</i>	(291.125)	(214.826)
Trust Fund's Revenues	(919.109)	(486.687)
Exchange rate differences	844.765	(1.100.272)
Changes in balance of donors pledging for activities temporarily financed by the Trust Fund	(36.241)	(228.225)
<b>Balance as at 31 December</b>	<b>13.941.252</b>	<b>12.805.298</b>



Changes in expendable restricted funds in 2008 (in EUR):

Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund	Training	Returned donations	Conference	Equipment	Other	Interests Credited	Exchange gains/losses	Donor pledge/ settlement of donors pledge	Balance as at 31. 12. 2008
ADOPT-A-MINEFIELD	514.258	482.469	(17.330)	(370.430)	0	(10.756)	0	(16.630)	0	0	0	0	13.298	15.880	0	610.759
AMBASSADOR OF SLOVENIA RUNS FOR LANDMINE SURVIVORS	0	1.502	(45)	0	0	0	0	0	0	0	0	0	0	(63)	0	1.394
AUSTRIA	358.939	650.000	(19.500)	(228.469)	0	0	0	0	0	0	(145.488)	0	14.294	0	0	629.776
AUSTRIA - ADA	0	0	0	0	(1.404)	0	0	0	0	0	0	0	0	0	1.404	0
AUSTRIA - MFA	3.876	0	0	0	0	(1.655)	0	0	(2.221)	0	0	0	0	0	0	0
AZERBAIJAN NATIONAL AGENCY	6.749	0	0	0	0	0	0	0	0	0	0	0	0	0	0	6.749
BELGIUM	30.300	40.000	(1.200)	(19.160)	0	0	0	0	(11.601)	0	0	0	0	(7)	0	38.332
BH MAC	492	0	0	0	0	0	0	0	0	0	0	0	0	0	0	492
BOSNIA AND HERZEGOVINA	0	1.960.953	(58.829)	0	(1.900.305)	0	0	0	0	0	0	0	0	(1.819)	0	0
BRČKO DISTRICT GOVERNMENT	52.295	357.904	(10.737)	(52.058)	0	0	0	0	0	0	0	0	0	0	0	347.404
CENTER FOR TESTING DEVELOPMENT AND TRAINING Ltd.	0	1.120	0	0	0	0	0	0	0	0	(1.120)	0	0	0	0	0
CROATIA WITHOUT MINES	666	0	0	(787)	0	0	0	0	0	0	0	0	0	121	0	0
CROATIAN CULTURAL ASSOCIATION	3.474	0	0	0	0	0	0	0	0	0	0	0	0	(603)	0	2.871
CZECH REPUBLIC	30.111	428.017	(12.841)	(51.112)	0	(24.432)	0	0	0	0	0	0	0	(231)	0	369.512
DIANA PLESTINA	1.585	0	0	0	0	(1.585)	0	0	0	0	0	0	0	0	0	0
EUROPEAN UNION-2003	0	0	0	0	0	0	0	0	0	0	0	38.161	0	0	(38.161)	0
FOUNDATION WORLD WITHOUT MINES	14.571	0	0	0	0	0	0	0	(14.571)	0	0	0	0	0	0	0
FRANCE	530	0	0	(121)	0	0	0	0	0	0	0	0	19	0	0	428
HANDICAP INTERNATIONAL	25.143	27.637	(829)	0	0	(23.866)	0	0	0	0	0	0	0	2.041	0	30.126
HERCEGBOSANSKE ŠUME D.O.O.	72.201	83.926	(2.518)	(102.273)	0	0	0	0	0	0	0	0	0	0	0	51.336
INSTITUTE FOR REHABILITATION OF REPUBLIC OF SLOVENIA	0	5.683	(170)	0	0	(4.635)	0	0	0	(1.394)	0	0	0	0	516	0
IRELAND	8.673	120.000	(3.600)	0	0	0	0	0	(8.673)	0	0	0	0	0	0	116.400
CANADA - 2007	16.289	0	0	0	0	0	0	0	(16.289)	0	0	0	0	0	0	0
KARLOVAC COUNTY	91.550	55.203	(1.656)	(137.843)	0	0	0	0	0	0	0	0	0	963	0	8.217
COMMISION FOR DEMINING	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
KOREA	12.802	50.107	(1.503)	0	0	(12.449)	0	0	0	0	0	0	0	(86)	0	48.871
LIONS CLUB BROĐANKA	7.675	2.749	(82)	(7.787)	0	0	0	0	0	0	0	0	0	84	0	2.639
LIONS CLUB BUGA ĐAKOVO	0	3.479	(104)	0	0	0	0	0	0	0	0	0	0	(78)	0	3.297
LIONS CLUB ŠIBENIK	0	4.782	(143)	0	0	0	0	0	0	0	0	0	0	0	0	4.639
HUNGARY	6.213	15.000	(450)	(5.466)	0	0	0	0	0	0	0	0	0	(293)	0	15.004
MARAND INŽENIRING	0	1.978	0	0	0	0	0	0	0	0	(1.978)	0	0	0	0	0
MARSHALL LEGACY INSTITUTE	29.524	27.789	(834)	0	0	(37.716)	0	(15.178)	0	0	0	0	0	(791)	0	2.794

Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund
MICROSOFT IRELAND OPERATIONS Ltd.	0	18.922	0	0	0	0	0
CANTON SARAJEVO - MINISTRY OF URBAN PLANING AND ENVIRONMENTAL PROTECTION	34.328	0	0	0	0	0	0
MOBITEL d.d.	12.299	0	0	0	0	0	0
GERMANY	601.781	3.739.210	(112.176)	(3.327.908)	0	(4.410)	0
NIGHT OF A THOUSAND DINNERS	17.574	46.660	(1.349)	(17.744)	0	(2.908)	0
NORWAY	0	3.747.705	(37.106)	(3.710.599)	0	0	0
NOVA LJUBLJANSKA BANK	0	5.000	0	0	0	0	0
MUNICIPALITY BIHAČ	27.277	0	0	(14.786)	0	0	0
MUNICIPALITY GORAŽDE	9.919	0	0	0	0	0	0
MUNICIPALITY GRAČANICA	0	46.587	(1.398)	0	0	0	0
MUNICIPALITY GRADAČAC	0	21.986	(660)	0	0	0	0
MUNICIPALITY ILIDŽA	56.031	51.129	(1.534)	(30.982)	0	0	0
MUNICIPALITY KALESIJA	0	17.384	(522)	0	0	0	0
MUNICIPALITY LUKAVAC	0	16.361	(491)	0	0	0	0
MUNICIPALITY SAPNA	0	1.534	(46)	0	0	0	0
MUNICIPALITY STARI GRAD	113.401	0	0	(74.157)	0	0	0
MUNICIPALITY TRNOVO	99.190	0	0	(94.316)	0	0	0
MUNICIPALITY TUZLA	0	20.707	(621)	0	0	0	0
MUNICIPALITY VOGOŠČA	19.838	30.064	(902)	(23.476)	0	0	0
INTERESTS	0	0	0	0	0	0	0
MIRO SENICA	538	6.000	0	0	0	0	0
PETROL	0	2.000	0	0	0	0	0
POSITIVE PLAY	0	7.594	(228)	0	0	(7.366)	0
SLOVENIA-MINISTRY OF FOREIGN AFFAIRS 2005	6.320	0	0	0	0	0	0
SLOVENIA - MINISTRY OF DEFENSE 2006	18.979	0	0	0	(16.398)	0	0
SLOVENIA-MINISTRY OF FOREIGN AFFAIRS 2003	12.548	0	0	0	0	0	0
ROOTS OF PEACE	0	34.197	(1.026)	(30.937)	0	0	0
SAVA RIVER WATERSHED AGENCY	0	153.388	(4.602)	0	0	0	0
SIMON JAGODIC	0	200	(6)	(194)	0	0	0
SLOVENIA - 2004	299	0	0	0	0	0	0
SLOVENIA - 2005	16.697	0	0	0	0	0	0
SLOVENIA - 2006	74.726	0	0	0	(17.106)	0	0

Training	Returned donations	Conference	Equipment	Other	Interests Credited	Exchange gains/losses	Donor pledge/ settlement of donors pledge	Balance as at 31. 12. 2008
0	0	0	(18.922)	0	0	0	0	0
0	0	0	0	0	0	0	0	34.328
0	0	(3.959)	0	(8.340)	0	0	0	0
0	(363.598)	0	0	0	0	0	0	532.899
0	0	0	0	(18.913)	0	12	0	23.332
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	5.000
0	0	0	0	0	0	0	0	12.491
0	0	0	0	0	0	0	0	9.919
0	0	0	0	0	0	0	0	45.189
0	0	0	0	0	0	0	0	21.326
0	0	0	0	0	0	0	0	74.644
0	0	0	0	0	0	0	0	16.862
0	0	0	0	0	0	0	0	15.870
0	0	0	0	0	0	0	0	1.488
0	0	0	0	0	0	0	0	39.244
0	0	0	0	0	0	0	0	4.874
0	0	0	0	0	0	0	0	20.086
0	0	0	0	0	0	0	0	25.524
0	0	0	0	0	14.163	0	0	14.163
0	0	0	0	(6.154)	0	0	0	384
0	0	0	0	(2.000)	0	0	0	0
0	0	0	0	0	0	0	0	0
(233)	0	0	0	0	0	0	0	6.087
0	0	0	0	0	0	0	0	2.581
0	0	0	0	0	0	0	0	12.548
0	0	0	0	0	0	(2.234)	0	0
0	0	0	0	0	0	0	0	148.786
0	0	0	0	0	0	0	0	0
(299)	0	0	0	0	0	0	0	0
(2.092)	0	0	0	0	0	0	0	14.605
(9.434)	0	0	0	0	0	0	0	48.186



Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund
SLOVENIA - 2007	173.579	0	0	0	(5.870)	0	(75.080)
SLOVENIA 2008	0	379.736	0	0	0	0	(254.553)
SPEN	0	19.200	0	0	0	0	0
SPAIN	291.000	300.000	(9.000)	(230.241)	0	0	0
SWITZERLAND	40.963	83.053	(2.492)	(89.985)	0	0	0
UNITED KINGDOM	67.385	0	0	(62.816)	0	0	0
UNITED NATIONS	0	10.848	(471)	0	0	0	0
UNITED NATIONS DEVELOPMENT PROGRAM - BIH	118.113	846.548	(25.396)	(605.215)	0	0	0
CANTON CENTRAL BOSNIAN	74.393	69.024	(2.071)	(61.360)	0	0	0
VUKOVAR SRIJEM COUNTY DEMINING FUND	0	410.397	(12.312)	(387.277)	0	0	0
WALK ACROSS SLOVENIA	4.161	0	0	0	0	(4.161)	0
WALNUT CREEK	1.661	0	0	0	0	0	0
USA-10-MINE VICTIMS ASSISTANCE	28.622	0	0	0	0	0	0
USA-10-SERBIA AND MONTENEGRO	219.153	0	0	(4.515)	0	0	0
USA-14-BOSNIA AND HERZEGOVINA	1.156	0	0	(1.133)	0	0	0
USA-14-CROATIA	21.414	0	0	(5.189)	0	0	0
USA-14-REGION	56.857	0	0	0	0	0	0
USA-2004-BOSNIA AND HERZEGOVINA	141.974	0	0	0	0	0	0
USA-2004-REGION	25.422	0	0	0	0	0	0
USA-2004-MINE VICTIMS ASSISTANCE	86.762	0	0	(44)	0	(205)	0
USA-2005-BOSNIA AND HERZEGOVINA	365.019	0	0	(360.567)	0	0	0
USA-2005-CROATIA	8.198	0	0	(7.782)	0	0	0
USA-2005-REGION	14.244	0	0	0	(3.480)	0	0
USA-2005-MINE VICTIMS ASSISTANCE	145.028	0	0	0	0	(30.011)	0
USA-2005-SERBIA AND MONTENEGRO	54.415	0	0	(51.352)	0	0	0
USA-2006-ALBANIA	116.949	0	0	(80.490)	0	(27.306)	0
USA-2006-BOSNIA AND HERZEGOVINA	822.167	0	0	(695.324)	0	(50.135)	0
USA-2006-CROATIA	252.290	0	0	(213.848)	0	(34.158)	0
USA-2006-KOSOVO	28.559	0	0	(26.670)	0	0	0
USA-2006-MACEDONIA	33.965	0	0	(31.881)	0	0	0
USA-2006-REGION	106.555	0	0	(62.320)	0	0	0
USA-2006-MINE VICTIMS ASSISTANCE	560.971	0	0	(16.892)	0	(449.090)	0
USA-2006-SERBIA AND MONTENEGRO	227.914	0	0	(214.476)	0	0	0
USA-2007-ALBANIA	159.964	0	0	(54.179)	0	0	0

Training	Returned donations	Conference	Equipment	Other	Interests Credited	Exchange gains/losses	Donor pledge/ settlement of donors pledge	Balance as at 31. 12. 2008
(45.513)	0	(1.014)	0	169	0	0	0	46.271
0	0	0	0	(36.169)	0	0	0	89.014
0	0	0	0	(19.200)	0	0	0	0
0	0	0	0	0	0	0	0	351.759
0	0	0	0	0	0	3.517	0	35.056
0	0	0	0	0	0	(4.569)	0	0
0	0	(10.329)	0	0	0	(48)	0	0
0	0	0	0	0	0	(42.567)	0	291.483
0	0	0	0	0	0	0	0	79.986
0	0	0	0	0	0	0	0	10.808
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	96	0	1.757
(21.285)	0	0	0	0	0	(773)	0	6.564
(27.090)	0	0	0	0	0	8.802	0	196.350
0	0	0	0	0	0	(23)	0	0
0	0	0	0	(15.820)	0	(405)	0	0
0	0	0	0	(56.489)	0	(368)	0	0
0	0	0	0	(37.280)	0	6.679	0	111.373
(148)	0	(12.037)	0	(7.991)	0	1.472	0	6.718
0	0	0	(2.899)	(17.014)	0	3.151	0	69.751
0	0	0	0	0	0	(4.452)	0	0
0	0	0	0	0	0	(416)	0	0
(2.353)	0	0	0	0	0	700	0	9.111
0	0	0	0	0	0	5.806	0	120.823
0	0	0	0	0	0	(3.063)	0	0
0	0	0	(867)	0	0	(8.070)	0	216
0	0	0	0	0	0	(17.288)	0	59.420
0	0	0	0	0	0	(4.254)	0	30
0	0	0	0	0	0	(1.889)	0	0
0	0	0	0	0	0	(2.084)	0	0
(36.114)	0	0	0	0	0	(4.643)	0	3.478
0	0	0	0	0	0	17.257	0	112.246
0	0	0	0	0	0	(13.438)	0	0
0	0	0	0	0	0	9.241	0	115.026

Donor	Opening balance	Donations received	Revenues	Demining	Structure	Mine victims assistance	Financing of the Trust Fund		Training	Returned donations	Conference	Equipment	Other	Interests Credited	Exchange gains/losses	Donor pledge/ settlement of donors pledge	Balance as at 31. 12. 2008
USA-2007-BOSNIA AND HERZEGOVINA	2.037.905	0	0	(1.699.533)	0	(32.867)	0		0	0	0	0	0	0	(51.475)	0	254.030
USA-2007-MONTENEGRO	33.965	0	0	(32.029)	0	0	0		0	0	0	0	0	0	(1.936)	0	0
USA-2007-CROATIA	1.358.604	0	0	(822.220)	0	0	0		0	0	0	0	0	0	16.871	0	553.255
USA-2007-KOSOVO	127.694	0	0	(111.707)	0	(26.294)	0		0	0	0	0	0	0	10.349	0	42
USA-2007-MACEDONIA	33.965	0	0	(38.607)	0	0	0		0	0	0	0	0	0	4.642	0	0
USA-2007-UNALLOCATED	31.928	0	0	0	0	0	0		0	0	(16.452)	0	(13.654)	0	(1.822)	0	0
USA-2007-REGION	355.954	0	0	(360.580)	0	0	0		0	0	(10.617)	0	(2.424)	0	18.101	0	434
USA-2007-MINE VICTIMS ASSISTANCE	876.299	0	0	(713.627)	0	0	0		0	0	0	0	0	0	(20.749)	0	141.923
USA-2007-SERBIA	475.511	0	0	(344.563)	0	0	0		0	0	0	0	0	0	(17.598)	0	113.350
USA-2008-ALBANIA	0	1.392.577	(97.480)	0	0	0	0		0	0	0	0	0	0	157.641	0	1.452.738
USA-2008-BOSNIA AND HERZEGOVINA	0	3.202.870	(224.201)	(535.190)	0	0	0		0	0	0	0	0	0	384.591	0	2.828.070
USA-2008-INTERESTS	0	0	0	0	0	0	0		0	0	0	0	0	6.974	(131)	0	6.843
USA-2008-MONTENEGRO	0	13.776	(964)	0	0	0	0		0	0	0	0	0	0	1.559	0	14.371
USA-2008-CROATIA	0	1.454.924	(101.845)	(8.320)	0	0	0		0	0	0	0	0	0	157.583	0	1.502.342
USA-2008-KOSOVO	0	103.318	(7.232)	(88.723)	0	0	0		0	0	0	0	0	0	16.102	0	23.465
USA-2008-MACEDONIA	0	34.439	(2.411)	0	0	0	0		0	0	0	0	0	0	3.899	0	35.927
USA-2008-REGION	0	344.395	(24.108)	0	0	0	0		(103.453)	0	0	0	0	0	41.326	0	258.160
USA-2008-MINE VICTIMS ASSISTANCE	0	1.078.796	(75.516)	0	0	(402.579)	0		0	0	0	0	0	0	122.358	0	723.059
USA-2008-SERBIA	0	551.031	(38.572)	0	0	0	0		0	0	0	0	0	0	62.377	0	574.836
USA-BOSNIA AND HERZEGOVINA	0	0	0	0	0	0	0		0	0	0	(20.000)	20.000	0	0	0	0
USA-MACEDONIA	0	0	0	0	0	0	0		0	0	0	(12.000)	12.000	0	0	0	0
USA-ML-1	984	0	0	(1.003)	0	0	0		0	0	0	0	0	0	162	0	143
USA-INTERESTS	769.889	0	0	(451.482)	0	(15.810)	0		0	0	(11.019)	0	(114.916)	151.834	(19.453)	0	309.043
USA - UNILATERAL	9.950	0	0	0	0	0	0		0	0	0	0	0	0	575	0	10.525
ZDA - US TECHNICAL ASSISTANCE	29.045	0	0	(27.571)	0	0	0		0	0	0	0	0	0	(1.474)	0	0
Interests not credited to a donation	5.091	0	0	0	0	0	0		0	0	0	0	(5.091)	0	0	0	0
	12.805.298	22.581.858	(919.109)	(16.799.316)	(1.944.563)	(1.204.394)	(329.633)		(279.822)	(416.953)	(66.821)	(203.274)	(291.125)	200.582	844.765	(36.241)	13.941.252

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 2008.



Use of donations marked as “other” consists of:

Donor	Description	In EUR
USA-INTERESTS	Assessment of demining companies	(114.916)
USA-14-REGION	Extensible Markup Language (XML)	(56.489)
USA-2004-BOSNIA AND HERZEGOVINA	Extensible Markup Language (XML)	(37.280)
SLOVENIA 2008	Region	(36.169)
SPEM	Public Relations	(19.200)
NIGHT OF A THOUSAND DINNERS	Organisation of event “Night of thousand dinners”	(18.913)
USA-2004-MINE VICTIMS ASSISTANCE	Study programme	(17.014)
USA-14-CROATIA	Extensible Markup Language (XML)	(15.820)
USA-2007-UNALLOCATED	ITF 10 <sup>th</sup> Anniversary	(13.654)
USA-2004-REGION	Seemacc	(7.991)
MOBITEL d.d.	Preparation of the article ITF	(5.575)
Interests not credited to a donation	Region	(5.091)
MIRO SENICA	ITF website improvements	(2.625)
USA-2007-REGION	ITF 10 <sup>th</sup> Anniversary	(2.424)
MOBITEL d.d.	ITF 10 <sup>th</sup> Anniversary	(2.212)
PETROL	Fuel Costs	(2.000)
MIRO SENICA	ITF Presentation Materials	(1.429)
MIRO SENICA	ITF 10 <sup>th</sup> Anniversary	(1.183)
MIRO SENICA	ITF printed material	(917)
MOBITEL d.d.	ITF printed material	(553)
SLOVENIA - 2007	Region	169
USA-MACEDONIA	Sale value of vehicles acquired from donations	12.000
USA-BOSNIA AND HERZEGOVINA	Sale value of vehicles acquired from donations	20.000
EUROPEAN UNION-2003	Donation receivables write-off	38.161
<b>Total</b>		<b>(291.125)</b>

	31. 12. 2008	31. 12. 2007
<b>9. Financial liabilities</b>	<b>In EUR</b>	<b>16.400</b>
		<b>27.333</b>

Financial liabilities represent a bank loan received in 2008:

	Interest rate	Last installment due in	Installments due in 2009 (EUR)	Installments due after 31. 12. 2009 (EUR)	Total (EUR)
Bank loan	3m Euribor + 1,75%	2010	10.933	5.467	16.400

	31. 12. 2008	31. 12. 2007
<b>10. Accounts payable</b>	<b>In EUR</b>	<b>1.538.675</b>
Accounts payable to foreign suppliers	1.378.565	1.116.357
Accounts payable to domestic supplier	160.110	83.498

Accounts payable to foreign suppliers in amount of 1.376.755 EUR and accounts payable to domestic suppliers in amount of 131.003 EUR debit expendable restricted funds.

	31. 12. 2008	31. 12. 2007
<b>11. Revenues / Donations</b>	<b>In EUR</b>	<b>21.520.897</b>
Utilization of expendable restricted funds – main activities of Fund	20.496.940	16.695.194
Operating revenues, fixed percentage of donated funds	934.940	486.728
Depreciation/amortization of donated assets	74.406	77.378
Sales of tender documentation	14.611	14.926
Other revenues	0	1.472

	2008	2007
<b>12. Income from Financing</b>	<b>In EUR</b>	<b>4.383.600</b>
Exchange rate gains	3.682.892	1.987.079
Interest received	700.708	180.001

Fund changed accounting policy of recognizing income from interests received from deposits of donor assets in 2008. Interests received from depositing donors assets are credited to donors assets (Expendable restricted funds). Expended interests were recognized as operating revenues (Utilization of expendable restricted funds) in 2007. According to new accounting policy fund recognized expended interests amounting to 593.227 EUR as income from financing (interests received) in 2008.

		2008	2007
<b>13. Costs of Materials and Services</b>	In EUR	<b>21.049.699</b>	<b>16.654.780</b>
Services		20.989.700	16.584.013
Materials		59.999	70.767

The total of costs of materials and services debits expendable restricted funds in amount 20.711.421 EUR.

Cost of services consists of (in EUR):

	2008	2007
production services (demining, rehabilitation, other)	20.328.041	15.996.057
costs of professional fees	149.073	219.504
reimbursement of travelling expenses to employees	137.588	104.871
lease rental charges	55.299	46.589
cost of marketing, advertising, fairs	84.327	41.350
insurance costs	34.715	24.222
maintenance costs	12.812	12.856
other	187.845	138.564
<b>Total</b>	<b>20.989.700</b>	<b>16.584.013</b>

		2008	2007
<b>14. Labor Expenses</b>	In EUR	<b>662.246</b>	<b>566.322</b>
Payroll expenses		498.680	420.274
Social security contributions and benefits		74.318	59.125
Other labor costs		89.248	86.923

Payroll expenses consists of payments to employees of the Trust Fund's Headquarters (436.089 EUR) and payments to employees of implementation offices (62.591 EUR).

Other labor costs consists of employee travel and meal costs reimbursement (46.457 EUR), extra vacation payment (16.541 EUR), pension fund payments (14.301), payroll tax (11.029 EUR) and other (920 EUR).

Labor costs in the amount of 201.824 EUR debit expendable restricted assets.

		2008	2007
<b>15. Other expenses</b>	In EUR	<b>78.866</b>	<b>47.245</b>

Other expenses are write-off of receivables (38.360 EUR), reimbursement of traveling costs to persons not employed in Fund (33.357 EUR) and other (7.149 EUR).

Other expenses, in the amount of 24.096 EUR, debit expendable restricted funds.

		2008	2007
<b>16. Costs of Financing</b>	In EUR	<b>3.672.052</b>	<b>2.030.905</b>

This item consists of exchange rate losses (3.663.888 EUR) and interest costs (8.164 EUR).

		2008	2007
<b>17. Extraordinary expenses</b>	In EUR	<b>181.920</b>	<b>144.186</b>

Donations in goods (equipment for demining and other activities) are recognized as extraordinary expenses in amount of 181.884 EUR.

		2008	2007
<b>18. Allocation of Operating Results for the Year</b>	In EUR	<b>452.208</b>	<b>253.809</b>

Retained earnings as at 1 January	253.809	320.254
Operating surplus (loss)	198.399	(66.445)
<b>Retained earnings as at 31 December</b>	<b>452.208</b>	<b>253.809</b>

#### 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 2008.

#### 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 2008 have occurred.

Managing Director:  
Goran Gačnik



Ig, 16 February 2009





Published by the ITF

Production: ITF, April 2009

Design: o3 advertising ltd., [www.o3.si](http://www.o3.si)

Photo: ITF Archive

Print: [Prelom d.o.o.](#)

Number of copies: 800