

“CENTESIMUS ANNUS – PRO PONTIFICE” FOUNDATION

2014 ANNUAL REPORT OF THE BOARD OF DIRECTORS

The main events of 2014 were three international conferences devoted to in depth study of major social issues. The first conference was held in the Vatican at the beginning of May on the theme *The good society and the future of jobs: can solidarity and fraternity be part of business decisions?* The speakers were highly qualified experts from diverse parts of the globe and CAPP members, who made up most of the audience, provided a meaningful contribution to the debate sharing their personal experience. A comprehensive synopsis was drafted by Prof. Fabio Pammolli and is available on the Foundation’s website.

Once again, at the end of the conference, the participants had the privilege of a private audience with Pope Francis in the Clementine Hall. After the opening homage by the Foundation’s Chairman the Holy Father read his message, congratulating the Foundation on its work and offering some suggestions for its future activity.

Acting also on his recommendations, the Board gave special relevance to the second event, held in New York in September by CAPP-USA on the theme *Poverty and development: a Catholic perspective*. The many interesting presentations provided a wide ranging survey of this global issue and served to highlight some aspects of the social doctrine of the Church that formed the basis of a subsequent policy paper. In the context of the conference the Foundation hosted a dinner at which the Vatican Secretary of State, His Eminence Pietro Cardinal Parolin, gave a very interesting address.

The third international conference took place in Dublin at the end of October on the theme *A Dialogue on Finance and the Common Good* and was the continuation of a meeting held in the Vatican in September 2013 with the participation of Church representatives, moral theologians, economists, academics, banking and auditing executives. This last event laid the ground for the drafting of a white paper that outlines general recommendations and practical proposals on how finance should act to promote solidarity and fraternity, as Pope Francis is constantly advocating.

The paper, which draws also on the findings of the other two conferences, represents the Foundation’s 2015 Policy Statement; it was submitted to the Holy Father in February 2015 and circulated to all Cardinal Prefects of the Holy See and Presidents of the Episcopal Conferences.

It is our hope it may prompt the Holy Father to provide specific indications as to what we should be focusing on in the years to come.

The groups of CAPP members and friends which meet regularly in many cities, especially in Italy, Germany, Spain, Malta and the US continued their program of reflection, formation and debate under the guidance of their respective ecclesiastic assistants. All these groups have been invited to draft a summary of their work for submission to the working panels of the 2015 international conference.

During 2014 the Foundation also continued to reach out to other countries where so far its efforts had not met with success. Substantial progress was made in Great Britain where, with the help of a CAPP member who had recently moved to London and of Chairman Sugranyes’ and Director Zahra’s many influential contacts, the ground was laid for the creation of a first chapter. We hope a



sizable delegation of British members will attend the international conference of May 2015 and take active part in the debate. In France, thanks also to a new CAPP member who was already playing a significant role in local Catholic associations, a new presentation of CAPP's work that is being planned will hopefully result in new membership applications. In Germany two large meetings addressed ethical-financial issues. In Italy the annual meeting of Italian members was held in San Giovanni Rotondo: about 80 members talked about the difficult access to credit experienced by families and small companies. A particularly meaningful contribution was offered by one of CAPP's founding members, Mr. Ernesto Pellegrini, who highlighted how a management policy faithful to the principles of the social doctrine of the Church had contributed to the growth and success of his company.

With the help of a new collaborator of the General Secretariat new members are being recruited in the Netherlands, Belgium, Luxembourg, Rumania and Hungary, joining existing groups.

A notable development in Spain was the implementation of tax deductions for donations made directly to CAPP, which local members have welcomed. The Secretariat of State is looking into a possible, though different, solution for donations by German members. In Canada progress is being made towards creating a new structure that would also qualify for such fiscal status.

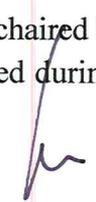
Much work has been done on our website where ample documentation, including all the presentations made at our conferences, is now available. Members have been urged to post local news that can now be found in the *local activities* section. A faster way of keeping in touch with members, reminding them of particular events or calling their attention on specific items posted on the website, is now in place via text messages to cell phones.

In the first two months of 2015 two events are worthy of mention. The first one is the implementation of new accounting procedures mandated by the Vatican Secretariat for the Economy, particularly as regards financial investments, to which all Vatican institutions must conform even if they are not direct structures of the Holy See. The second one was a meeting held in the Veneto area on January 31 to breathe new life into the Foundation's activity in that region: the serious illness of one of our national ecclesiastic assistants who was particularly close to the Veneto groups had negatively impacted morale and limited initiatives. The speakers were Prof. Quadrio Curzio and Mr. Trevisani and their participation attracted a large attendance that included several potential new members.

During 2014 the Board of Directors held four meetings: on March 7 at APSA, in the Vatican; on May 8 again in the Vatican, in a room next to the new Synod Hall; on September 26 in New York at Fordham University, and on November 21 at APSA, in the Vatican. Mr. Domingo Sugranyes has been reappointed Chairman for a second five year term. Directors Ms. Camilla Borghese and Mr. Joe Zahra have been confirmed and will serve for a second and final term. Mr. Thomas Rusche was coopted to the Board replacing Mr. Robert Nalewajek whose second and final term had expired.

The Board wishes to thank the Internal Auditors - Mr. Pasquale Marino, Mr. Giorgio Franceschi and Mr. Flavio Pizzini - for their careful and attentive oversight not only of the administrative side of CAPP's activity but of compliance with the By-Laws, with Canon Law and with the Law of the countries where it operates.

The Board greatly appreciates the precious cooperation of the Scientific Committee chaired by Prof. Quadrio Curzio, which played a major role in drafting the many documents produced during 2014.



Membership underwent a few changes: four members have left and two new ones have been appointed: Prof. Adrian Pabst and Prof. Fabio Pammolli.

A special thanks goes to His Eminence Domenico Cardinal Calcagno, President of APSA, for the affectionate care with which he follows CAPP's activity. He has attended all our major events and all Board meetings, including the New York one. And our gratitude goes also to Archbishop Claudio Maria Celli, CAPP's International Assistant, especially for the great spirituality of his homilies, and to Msgr. Luigi Mistò, Secretary of APSA, ever ready to provide advice and encouragement.

And finally a heartfelt thanks to all our ecclesiastic Assistants in the many countries where they serve: with the help of our local coordinators they provide precious guidance to our members as they seek spiritual and educational growth, and to all our members for their prompt and generous response, not least when practical matters are concerned.

During 2014 46 membership applications have been approved (against 50 in 2013) namely: 25 from Italy, 8 from Germany, 4 from Malta, two each from Switzerland, France, the US and Rumania, and one from Austria. At the end of the year a few names have been cancelled from the roll: some resigned and some were terminated for failing to pay membership dues for over four years.

Let us now look at figures.

The Balance Sheet at December 31, 2014, drafted in accordance with the accounting procedures mandated by the Secretariat for the Economy of the Holy See, shows that capital amounted to €5,112,189.61 with a €117,500.00 increase over the previous year (it was €4,994,689.61 at the end of 2013). This amount is the aggregate of three accounts: *Founding Members*, *Ordinary Members* (both unchanged from 2013, i.e. €4,032,708,95 and €961,980.66 respectively) and *2014 Endowment Increase*. The latter amounts to €117,500.00 and corresponds to ad hoc donations made by six members in response to a fund raising campaign launched on the occasion of CAPP's 20th anniversary. Two of them donated €50,000.00 each.

The item *Other liabilities* shows a balance of €43,468.57 (it was €60,850.00 at the end of 2013) made up of:

€3,500.00	owed to Vatican Radio for technical assistance at the 2014 international conference
€2,968.57	owed for rewiring of the Secretariat office (both bills have been paid in February 2015)
€25,000.00	redesigning and improvement of our website
€12,000.00	expense incurred for the Board meeting held in New York

The €50,000.00 *International Award Fund* represents the total allocation for the prize that will go to the winner of the 2015 Economy and Society Award. It is the sum of a 2014 €25,000.00 accrual and of the 2013 accrual in the same amount.



The item *Fund for benefits after termination of employment* shown in the 2013 Balance Sheet has disappeared. CAPP's employees are now under a new fixed term contract that does not require an accrual to cover severance pay. The balance of this Fund at the beginning of 2014, amounting to €3,597.59, was used for severance pay due to one employee who was terminated in June 2014.

The *Fund for integration donation Holy Father* has a balance of €41,304.97, residue of the 2013 profit (€269,086.97) of which only €227,782.00 were used. The €250,000.00 donation to the Holy Father of May 2014 was made up of the aforesaid €227,782.00 plus the €22,218.00 of the 2013 *Fund integration donation Holy Father*.

Assets amount to €5,470,551.66 (against €5,285,469.53 at the end of 2013) and are deposited and/or invested as follows:

- **Cash balance:** €1,290.09 (it was €2,278.29 in 2013)
- **IOR bank account in euro:** the 2014 balance is €5,792.33 (it was €15,051.90 in 2013). This account is used to cover running expenses and fed by periodic transfers from the Euro account with APSA
- **Euro bank account with APSA:** the 2014 balance is €83,716.31 (it was €161,634.99 in 2013). It is to this account that payments by members and donations even from third parties are credited, which explains why the balance is on average pretty high.
- **Advisory Euro account with APSA:** through which all financial operations are channeled: the 2014 balance is €17,794.27 (it was €18,969.93 at the end of 2013).
- **Advisory USD account with APSA:** the balance is €7,094.35 (it was €12,955.46 at the end of 2013).
- **Advisory GBP account with APSA:** the balance is €77.98 (it was €72.42 at the end of 2013).
- **Advisory CHF account with APSA:** the balance is €24,762.82 (it was €111.91 at the end of 2013).

We also have three securities accounts with APSA, respectively in Euro, USD and CHF. For all securities, reported value is the lower between purchase cost and market price at December 31, 2014, as mandated by current accounting regulations.

More in detail:

- Investment in Euro denominated securities is €4,408,790.77 (it was €4,310,496.08 in 2013) broken up as follows: €3,934,040.59 in bonds and €474,750.18 in stocks. All bonds show capital gains and so do all the stocks except three, which post an overall loss of €12,427.34. The stocks (of which we are indicating both purchase price and market price at the end of 2014) are: 1500 SANOFI (€66.01 - €75.66); 1750 ROYAL DUTCH SHELL (€25.17 - €27.66); 200 MUENCHENER REUCK VERSICHERUNGS-GES (139.70 - €165.715); 800

HENKEL A.G. Co. (€75.93 - €89.42); 500 SAP AG (€59.54 - €58.26); 4500 DEUTSCHE TELEKOM AG (€12.93 - €13.25); 850 SCHNEIDER ELECTRIC SA (€70.12 - €60.61); 1000 GROUP DANONE (€48.47 - €54.45); 300 ALLIANZ (€108.76 - €137.35); 400 ADIDAS SOLOMON (€66.87 - €57.62).

- Investment in CHF securities is €102,594.09 (it was €219,640.76 at the end of 2013) corresponding – as indicated above - to the lower value between purchase cost and market price at the end of 2014 and is broken up as follows: 200 ZURICH FIN. SERV. (CHF 175.50 – CHF 311.70); 1775 NESTLE S.A. (CHF 51.18 – CHF 72.95).
- Investment in USD securities is €818,638.65 (it was €407,380.79 in 2013) broken up as follows: €663,398.72 stocks and €185,239.93 bonds. The detailed list hereunder shows purchase cost and market price at the end of 2014:
Stocks – 2000 QUALCOMM INC (US\$ 67.88 – US\$ 74.33); 1000 ACCENTURE PTC (US\$76.92 – US\$89.31); 2000 COCA COLA (US\$39.08 – US\$ 42.22); 1800 PROCTER AND GAMBLE NPV (US\$78.87 – US\$ 91.09); 1300 COSTCO WHOLESALE Co (US\$104.19 – US\$ 141.75); 3900 ENTERPRISE PROD. PARTNERS (US\$ 34.92 – US\$ 36.12); 2500 PFIZER INCO. (US\$ 22.01 - US\$31.15); 600 MONSANTO CO (US\$112.62 – US\$ 119.47); 350 CHEVRON TEXCO (US\$ 110.19 – US\$ 112.18).
Bonds – EDF 5.25% exp. 29.1.2049 (US\$ 102.33 – US\$ 102.44).

The €12,427.34 loss mentioned above was brought about by three Euro denominated stocks, namely SAP AG (-€639.20); SCHNEIDER ELECTRIC (-€8,088.44), ADIDAS SALOMON (-€3,699.70), and is shown in the P & L statement.

Just for the record, if market value at December 31, 2014 were applied our stock portfolio, after deduction of the above mentioned €12,427.34 loss, would register capital gains in the amount of €601,804.60.

The account we had with *Banca Julius Baer, Lugano* was closed and the balance of €136,877.00 transferred to APSA. This was done in accordance with the decision to concentrate the entire portfolio in the Vatican made by the Board at its meeting of March 7, 2014. The transfer was made on May 8, 2014 and the €107.96 cost of closing the account appears on the list of banking expenses.

Accrued income amount to €78,066.00 (against €89,972.64 in 2013) and correspond to interest accrued but not yet received at the end of 2014 on the following bonds listed at face value:

In Euro

150,000.00 nom BTPS 4.75% exp. 15.9.2016

150,000.00 nom. ENEL Fin. 4.125% exp. 12.7.2017

200,000.00 nom Intesa San Paolo 4.375% exp. 15.10.2019

100,000.00 nom Electricité de France 3.875% exp. 18.1.2022

100,000.00 nom ING Bank 4.25% exp. 12.1.2017

400,000.00 nom Standard Chartered 3.625% exp. 23.11.2022

320,000.00 nom Istituto Credito Oficial 4.62% exp. 31.1.2017
 200,000.00 nom Istituto Credito Oficial 4% exp. 30.4.2018
 100,000.00 nom Generali 2.87% exp. 14.1.2020
 100,000.00 nom GDF Suez 3% exp. 2.6.2019
 100,000.00 nom Rabobank 2.5% exp. 26.5.2026
 150,000.00 nom Deutsche Telekom 3.25% exp. 17.1.2028
 200,000.00 nom Glencore 3.75% exp. 1.4.2026
 200,000.00 nom Sanofi 1.75% exp. 10.9.2026
 100,000.00 nom. Glencore 1.625% exp. 18.1.2022
 200,000.00 nom Generali 4.125% exp. 4.5.2026
 350,000.00 nom Carlsberg 2.50% exp. 28.5.2024
 350,000.00 nom BP Capital 2.213% exp. 25.9.2026
 150,000.00 nom Barclays 1.50% exp. 1.4.2022
 200,000.00 nom Anglo American Capital 3.25% exp. 3.4.2023
 100,000.00 Unicredit SpA 3.25% exp. 14.1.2021

In USD:

250,000.00 nom EDF 5.25% exp. 29.1.2049

At the end of 2014 the following exchange rates have been applied, as indicated by the Prefecture for Economic Affairs of the Holy See:

€1 = US\$ 1.2141

€1 = GBP 0.7789

€1 = CHF 1.2024

Profit and Loss

Expense

Sundry expenses amounted to €20,444.33 (€13,051.27 in 2013) broken up as follows:

€4,357.02	maintenance and servicing of office equipment
€4,200.00	auditing by Deloitte
€2,694.00	subscriptions and occasional purchase of : l'Osservatore Romano, Avvenire, Civiltà Cattolica, etc.
€1,690.00	paid to Barzanò & Zanardo for registration of logo in Europe
€2,020.00	stationery
€ 720.00	Easter and Christmas gratuities
€ 450.00	Books
€4,313.31	Governatorato services, heating, taxis, coffee and mineral water, etc.

Postage have increased by €241.41: they are €4,170.27 against €3,928.86 in 2013.

Travel expenses have increased by €3,391.06: they are €6,911.83 against €3,520.77 in 2013. Travel within Italy by employees of the General Secretariat accounts for €4,785.32 (it was

€2,874.77 in 2013) whereas travel to foreign countries (Netherlands, Rumania, Slovakia, US, Great Britain and Ireland) cost €2,126.51 (it was €646.00 in 2013). It must be underlined that members of the governing bodies (Directors, Auditors, etc.) pay for all travel expenses out of their own pocket.

Salaries amounts to €99,200.00 (it was €71,400.00 in 2013). The €27,800.00 increase is due to revision of existing contracts.

The €19,800.00 item for *External collaborations and consultants* (a €2,250.00 increase over 2013) covers some permanent collaborations, namely with the accountant who keeps the Foundation's books (€7,000.00), the Secretariat of the Scientific Committee (€6,000.00), the journalist who acts as press officer (€3,600.00) and a person who helped run the website and SDC courses for six months (€3,200.00).

Expense claims amount to €8,074.41 with a €7,888.59 decrease on 2013. They cover reimbursements to the ecclesiastical assistants (€4,404.00) and sundry entertainment expenses (€3,670.41) such as lunches, hospitality, etc.

Banking expenses are € 1,940.72 (they were €1,834.36 in 2013) broken up as follows: €1,000.00 for POS rental , €732.26 for commission on deposit of the 2014 conference participation fees paid by credit card, €107.96 for closing the Julius Baer account and the remaining €100.50 for transfers.

Financial Consultants cost €14,488.31 (it was €13,178.14 in 2013) and cover APSA's management commissions for the year. Increase over 2013 is €1,310.17.

The cost of *Insurance policy*, covering CAPP employees also when travelling in Italy or abroad, is €1,577.78 (it was €1,001.00 in 2013).

Website related expense amounts to €44,320.00, with a €27,981.00 increase over 2013. Most of it went to Webgreen, the company which upgraded both Italian and English version of the site and is working on making it compatible with mobile equipment such as Ipads, smartphones, etc., on the capability of sending short text messages to members' cell phones, and on an overall redesign of the site. A €1,000.00 ad hoc donation partially offset this expense. The rest of the amount covers a €6,430.00 payment to Barzanò & Zanardo for the registration of CAPP's logo and €1,200.00 to a person who updates the website on a practically daily basis.

Expense for the *Online Course* was €1,900.00, much less than in 2013 (when it was €13,148.71). On the other hand we received ad hoc donations for a total of €1,406.85, as indicated under "Income". The €1,900.00 were paid to the Tutor, as agreed, though we had little recourse to him. We had hoped that in 2014 the English online course designed and run in cooperation with the Catholic University, Washington DC, would have been operational but our US friends are running a bit late. Hopefully the course will be launched in 2015.

The expense for *Translations* is €7,630.20 (it was €5,093.00 in 2013). The €2,537.20 increase is due to the ever increasing need for translation into other languages, a trend likely to intensify in the future.

The item *Furniture and Office Equipment* is new and amounts to €16,291.87. After more than twenty years the office needed repainting and new furniture to accommodate growing needs. We paid the Castelli company €9,450.00 for the furniture, almost completely covered by sponsors who donated €8,674.62. Only €775.38 were thus actually paid by CAPP. The rest of the money went (a) to the Governatorato for complete phone rewiring (€2,968.57), removal of old furniture and sewing and fitting new curtains (€2,155.49) and (b) for purchase of a PC and a scanner (€1,717.81).

Car rental charges are €3,195.17 (they were €710.15 in 2013). The increase is due to the many transfers to/from the airport for speakers and guests at the International Conference.

The expense for *Board and Committee meetings* is €661.50 (it was €1,104.58 in 2013).

The item *International Award* amounts to €1,556.00 (it was €2,014.05 in 2013) and represents reimbursements to the Jury Secretary (€1,500.00) and purchase of one copy of the winning book (€56.00).

Total managing expenses therefore amount to €252,162.39, with a €72,325.59 increase over 2013. Said increase is mostly due to Salaries (+27,800.00; Website (+27,981.00); Office furniture and equipment (+16,291.00).

Under Non Managing Expense we have:

€250,000.00 *donation to the Holy Father*, already dealt with in the comments to the Balance Sheet.

International Conferences: expense for the May 2014 Conference in the Vatican and the New York September Conference was €121,969.04 (against €135,672.11 in 2013). CAPP's share for the New York conference was €12,000.00 as indicated under the item "Other liabilities" of the Balance Sheet; in addition we paid €7,891.65 for travel and accommodation of participants attending both conference and Board meeting. The €102,077.39 paid for the Vatican conference is broken down as follows:

Catering	€29,190.00
Rental of premises	€24,675.00
Travel expenses of speakers	€ 6,118.35
Vatican Radio (equipment, audio and video recording, etc.)	€12,800.00
Miscellaneous (pictures, posters, gratuities, etc.)	€ 7,323.00
Interpreters	€ 5,000.00
Organization	€ 5,200.00
Hotel accommodation for speakers	€ 4,638.00
Expense for 2013 Conference invoiced in 2014	€ 5,564.80

Holy Mass booklet	€ 1,200.00
Sundry	€ 368.24

On the other hand we collected €87,645.00 from participation fees and ad hoc donations. The difference between expenses and receipts for the Rome Conference is - €14,432.39.

On the occasion of the Rome conference we presented the participants with the 9th volume of our series, covering the 2013 conference. Printing cost €6,750.00, as indicated in the P & L statement, paid to the Libreria Editrice Vaticana. However we received a €7,000.00 ad hoc donation by the CERM Foundation, so we ended up with a €250 surplus.

At the beginning of October we had the annual meeting of Italian members in San Giovanni Rotondo. The high number of participants meant we collected €19,146.60 from participation fees. The cost of the event was €17,784.64, so we ended up with a €1,361.96 surplus.

Expense for the Rome conference, the meeting in San Giovanni Rotondo and the New York Conference added up to a total of €127,753.68 whereas total receipts were €106,791.60. The negative balance was therefore €20,962.08.

The Dublin Consultation on *The Debt Crisis, Financial Reform and the Common Good* took place at the end of October. 25 selected invitees attended; travel and accommodation for all the speakers were paid for by the Foundation. A special thanks goes to Archbishop Diarmuid Martin who hosted the dinner at his residence and to the Vice President of City Bank Mr. Vanni d'Archirafi who hosted the meeting in the Citi Bank building. Total cost of the event was €18,511.64, entirely born by the Foundation.

We were also actively engaged in promoting a meaningful presence of the Foundation in Great Britain. With the help of Mr. Marco Gubitosi, a CAPP member who recently moved to London, and of the many influential contacts of our Chairman and of Director Zahra we were able to set up some interesting meetings which are already bearing fruit. Related travel, accommodation and entertaining expenses added up to €6,212.95.

The item *Allocation for International Award* was dealt with in the comments to the Balance Sheet. The 2014 allocation shown in the P & L account is €25,000.00.

Total expense for *Master courses* was €49,602.00 broken up as follows: €32,889.00 for the course for the laity and €16,713.00 for the course for priests and religious (the 2013 total was €42,267.88). Enrolment fees brought in €26,250.00 (€24,450.00 from lay people and €1,800 from priests).

Interest expenses on acquisitions amount to €21,934.67 (against €23,993.72 in 2013) and cover interest already distributed at time of purchase on the following securities:

150,000.00 nom Microsoft 3.125%	€ 513.70
150,000.00 nom Deutsche Telekom 3,25%	€ 4,848.29
100,000.00 nom Generali 2.875%	€ 118.15



100,000.00 nom Unicredit 3.25%	€ 133.56
200,000.00 nom Glencore 3.75%	€ 328.77
200,000.00 nom Rabobank 2.375%	€ 4,281.51
200,000.00 nom Angloamerican 3.25%	€ 249.32
100,000.00 nom GDF Suez 3%	€ 246,58
100,000.00 nom Rabobank 2.25%	€ 253.42
100,000.00 nom Glencore 1.625%	€ 160.27
200,00.00 nom Sanofi 1.75%	€ 402.74
250,000.00 nom BP Capital Market 2.213%	€ 409.25
250,000.00 nom Carlsberg 2.50%	€ 2,517.12
250,000.00 nom Generali 4,125%	€ 3,910.27
150,000.00 nom Barclay6s 1.5%	€ 203.42
100,000.00 nom Carlsberg 2.5%	€ 1,089.04
100,000.00 nom BP Capital Market 2.213%	€ 236.46
US\$ 250,000.00 nom EDF 5.25%	US\$2,807.29 = € 2,032.80

Losses on securities amount to €12,427.34 (they were €35,775.00 in 2013) and have been explained in the comments to the Balance Sheet.

Total non managing expense is therefore €530,193.26. Adding the €252,162.39 **managing expenses** we have a total expense of €782,355.65 as compared to €788,120.43 in 2013 (a €5,674.78 decrease).

Income

Total income from *interest* (on deposits and securities) was €195,862.97 as compared to €215,337.94 in 2013 (a €19,474.97 decrease).

- *Interest from deposits* was €1,112.77 as compared to €2,164.24 in 2013 (a €1,051.87 decrease).
- *Interest on Euro denominated securities* was €167,258.22, as compared to €197,123.66 in 2013
- *Interest on USD securities* was €19,622.05, as compared to €11,108.55 in 2013 (a €8,513.50 increase)
- *Interest on CHF securities* was €7,869.93 as compared to €4,941.49 in 2013 (a €2,928.44 increase)

Dues paid by members brought in €209,162.00, as compared to €167,957.98 in 2013 (a €41,204.02 increase). 315 members out of 536 paid their dues, whereas in 2013 only 262 did so. More in detail: 241 *ordinary members* paid €96,162.00; 49 *supporters* paid €50,500.00 and 25 *patrons* contributed €62,500.00.

Realized profit on Euro denominated securities was €228,488.07 as compared to €144,068.47 in 2013 (a €84,419.60 increase). Said profit was the result of sale/reimbursement of the following securities:

	return	cost	profit
310,000 Allianz:	€310,100.00	€306,567.50	€ 3,432.50
18,000 Enel SpA:	€ 61,691.63	€ 56,520.00	€ 5,171.93
200,000 Generali	€203,100.00	€170,860.00	€32,240.00
200,000 HSBC	€200,000.00	€197,600.00	€ 2,400.00
300,000 Intesa	€336,600.00	€305,090.00	€31,510.00
9,000 Enel SpA	€ 36,320.94	€ 28,260.00	€ 8,060.94
700 ETFS	€ 64,612.31	€ 64,414.00	€ 198.31
40 OSRAM	€ 1,751.64	spin off	€ 1,751.64
150,000 Intesa	€170,400.00	€152,550.00	€17,850.00
100,000 Santander	€113,750.00	€ 99,850.00	€13,900.00
1750 Royal Shell	€ 52,342.72	€ 44,055.93	€ 8,286.79
9000 Enel Spa	€ 37,376.58	€ 28,260.00	€ 9,116.58
150,000 Microsoft	€172,500.00	€151,125.00	€21,375.00
150,000 UBS	€155,383.50	€150,075.00	€ 5,308.50
1000 EFSF	€118,104.00	€103,150.00	€14,954.00
200,000 Rabobank	€218,000.00	€201,740.00	€16,260.00
400,000 BTP	€409,611.79	€398,800.00	€10,811.79
400 Siemens	€34,601.11	€ 31,089.42	€ 3,511.69
3000 Generali	€47,682.27	€ 34,890.00	€12,792.27
450 Anheuser Busch	€39,139.13	€ 29,583.00	€ 9,556.13

Realized profit on CHF securities is €29,555.41 broken down as follows:

	return	cost	profit
200 Syngenta	€47,491.03	€43,044.96	€ 4,446.07
875 Nestlé	€49,074.40	€36,479.72	€12,594.68
900 Nestlé	€50,036.65	€37,521.99	€12,514.66

Realized profit on USD securities is €15,598.62: 2,500 Pfizer shares were sold for the equivalent of €55,497.82 and cost was €39,899.20.

Currency exchange profit is €3,219.90: €2,279.39 from sale of Swiss Francs and the rest from conversion into € of the balance of accounts in other currencies.

Badge sales brought in €1,000.00

Total income at the end of 2014 was therefore €1,084,010.16 as compared to €1,057,297.49 in 2013 (a €26,712.76 increase). The €301,654.51 difference between total income (€1,084,010.16) and total expense (€782,355.65) represents the profit for 2014.

The Board unanimously approves a €250,000.00 donation to the Holy Father, the same as in 2013 (€41,304.97 from the reserve fund “integration donation Holy Father” and the remaining €208,695.03 from the 2014 profit).

The unused portion of the profit, €92,959.48, is allocated to a new account for “Support of the activity of the Holy See” and will be used by the Board as deemed necessary.

The Chairman, personally and on behalf of the Board, extends heartfelt thanks to the staff and collaborators of the Foundation for their dedicated commitment.

Vatican City, March 11, 2015

On Behalf of the Board of Directors

The Chairman
Domingo Sugranyes Bickel

