

2013 ANNUAL REPORT

Two historical events took place in 2013: the resignation of Pope Benedict XVI and the election of Pope Francis on March 13, 2013. Let us begin this report with a renewed expression of heartfelt gratitude for the fatherly care with which Pope Benedict followed our activity during his eight years of pontificate.

2013 was a very meaningful year for us as we celebrated our 20th anniversary: CAPP was in fact founded by Pope John Paul II on June 5, 1993. To honour the event we had already announced the creation of the “Economy and Society” International Award, to be awarded to works which stand out for their original contribution to in depth study and implementation of the Social Doctrine of the Church, are of proven doctrinal soundness and exceptional quality. The announcement was circulated in five languages to universities, Catholic institutions, religious orders and congregations, media and publishers in numerous countries.

In May 2013, on the occasion of our annual international conference, the Award Jury chaired by His Eminence Reinhard Cardinal Marx, conferred the €50,000 prize – equally divided – on Prof. Fr. Julio Luis Martinez, S.J. for his book *“Ciudadania, migraciones y religion”* and Prof. Stefano Zamagni for his work *“L’economia del bene comune”*.

The conference, held in the splendid Palazzo della Cancelleria, debated the theme *“Rethinking Solidarity for Employment: the Challenges of the twenty-first Century”* with the participation of highly qualified experts from many countries and numerous CAPP members, who had previously held their annual meeting as mandated by Art. 17 of the By-Laws. The event ended with the traditional papal audience in the Clementine Hall during which Pope Francis brought to our attention issues that should be the object of in depth study and reflection. Some of them will be debated at the 2014 conference, scheduled to take place in May on the theme *“The good society and the future of jobs. Can solidarity and fraternity be part of business decisions?”*.

Another important event was the international consultation on finance and common good held in September at the seat of the Pontifical Academy of Sciences with the participation of moral theologians, economists, academics, Church officials and institutional investors. It was a particularly fruitful meeting: the presentations and a summary of the two day event are available on our website. There should be a follow-up to look for solutions to the problems that have been discussed: the Foundation is trying to organize a second and more solution oriented meeting in Dublin, where Archbishop Diarmuid Martin is offering us hospitality and his active cooperation.

CAPP’s educational activity proceeded satisfactorily as far as residential courses for the laity are concerned. The 12th two year course was completed and the 13th course is under way (18 students have enrolled). In response to the many requests received from students who had obtained the

diploma in SDC we decided to hold a third year of study for them that will begin next October. On the other hand, the course for priests and religious had to be put on hold: there were very few registrations even though all Italian Ordinaries had been approached and kept informed. The number of registrations for the online course has also been disappointing, probably as a combined effect of ineffective promotion and of the problems we had with online payments, which for a while the Vatican bank could not accept for technical reasons. In the meantime it has become apparent that the curriculum must be revised, possibly relying on the assistance and advanced methodology of the Catholic University of America with whom we are working on an English version of the course.

Our website has been revised and improved to provide a constant flow of information on all CAPP activities. The first novelty one encounters on logging in is the promotional short filmed last May during our international conference. All the presentations are now available, as well as all material concerning local and central events. The website is fully operational in both the Italian and English version and we hope the Spanish version will be ready by the end of 2014. Our newsletter is coming out regularly and is published on the site: so far 300 people have downloaded it (220 the Italian version and 80 the English one).

The most notable local events have taken place in San Miniato, which hosted a meeting of Italian members as well as a conference on *"Faith, Reason and Economics. The Ways to the Common Good"*; In Valencia, Spain, where the local Catholic University hosted an interesting conference on *"Overcoming the crisis: ideas and inspiration in the social doctrine of the Church"* attended by the major part of Spanish members and many sympathizers; in Pfaffenhofen, Germany, where the Hipp corporation (CAPP member and example of family enterprise run in accordance with SDC principles) hosted a meeting of German members of FCAPP. In Malta spiritual initiatives have proved very successful and the educational activity carried on in cooperation with the local university has also continued satisfactorily.

Efforts continue to reach out to countries where FCAPP is not yet present or has very few members. Contacts have been revived in both the UK and France, where the people we met seem to be genuinely interested in promoting CAPP's goals, and there are hopeful signs from the Netherlands and Rumania.

In 2013 the Board has met four times: on March 1st in the Vatican; on May 23rd in Rome, at the Palazzo della Cancelleria; on September 27th in the Vatican and on November 22 in Valencia, Spain. One of the directors, Mrs. Grazia Bottiglieri Rizzo, completed her second five year term and therefore could not be reappointed. The Board has coopted Ms. Lisa Ferrarini to fill the resulting vacancy .

CAPP's Internal Auditors have also completed their five year term. The President of APSA, to whom the By-Laws entrust this responsibility, has therefore appointed a new triad, confirming Dr. Pasquale Marino (Rome) who will be joined by two new entries: Mr. Giorgio Franceschi (Trento)

and Mr. Flavio Pizzini (Milan). The Board extends heartfelt thanks to Mr. Piero Vanotti and Mr. Piero Melazzini for their dedicated work during the years of their tenure and wishes all the best to the new auditors.

The Board is particularly grateful for the precious cooperation of the Scientific Committee chaired by Prof. Quadrio Curzio, who is a constant source of ideas and recommendations for our annual conference and other events. The Committee has been joined by two new members, Prof. Paolo Garonna and Prof. Antonio Maria Costa. It held a collegial meeting on September 21 in the Vatican and members are in very frequent touch by phone and email.

The Board thanks His Eminence Domenico Cardinal Calcagno, President of APSA, for the attention and care with which he follows our activity. He has attended all our events and all Board meetings except the Valencia one, where he was represented by Msgr. Mistò, whose assistance is also much appreciated. A special thanks goes to Archbishop Celli, our international Assistant, not least for his homilies that offer us precious moments of spiritual reflection.

A sincere thanks goes also to our 28 spiritual Assistants, operating in eight countries, for the invaluable guidance they provide to our groups; to our members for their willing response to our pleas, to the local Coordinators for their dedication in promoting the Foundation, to the Secretary General and his staff.

The Board has received an official communication from the Prefecture of Economic Affairs of the Holy See acknowledging receipt of, and approving, our 2012 Annual Report.

In 2013 fifty new membership applications have been approved (in 2012 there were 46): 33 from Italy, 8 from Switzerland, 5 from Spain and one each from Malta, Sweden, the Netherlands and Peru.

Let us look now at figures.

ASSETS AND LIABILITIES

CAPP's 2013 Annual Report, drafted in accordance with the guidelines issued by the Economic Prefecture of the Holy See, shows that Capital on December 31, 2013 amounted to €5,016,907.61 (a €132,368.00 increase on 2012). Said amount is the aggregate of three accounts: *Founding Members*, *Ordinary Members* and "*Riserva integrazione contributo Sommo Pontefice*". The balance of the Founding Members account is €4,032,708.95, unvaried on 2012. The balance of the Ordinary Members account is €961,980.66, with a €110,150.00 increase on 2012 (the result of the 20th anniversary fund raising campaign). The €22,218.00 balance of the "*Riserva*" account is what was left of the 2012 profit after the €250,000.00 donation to the Holy Father.

The item “creditori diversi” (*Payables*) shows a balance of €60,850.00 (it was €5,796.51 on December 31st, 2012) made up of:

- €44,000.00 owed to the Vatican Museums for use of the premises and dinner offered to the participants in the 2013 international conference
- €15,000.00 owed to L’Osservatore Romano to complete payment of the subscription for the period November 2013 - October 2014 to its weekly compendium that is being sent to all CAPP members
- € 1.850.00 2014 membership fees paid in advance towards the end of 2013

Both the Vatican Museums and L’Osservatore Romano have now been paid.

The €25,000.00 balance of the account “*Fondo per il Premio Internazionale*” constitutes the 2013 appropriation for the €50,000 to be awarded in 2015. In 2012 the €50,000.00 were appropriated in one installment because the Award was established in 2012 and awarded for the first time in 2013.

The “*Fondo per contributo PISAI*” has disappeared because CAPP has no remaining obligations towards PISAI. As moved by the Board, CAPP has in fact transferred to PISAI the totality of funds raised over the past years.

The item “*TFR*” shows the amount set aside to cover severance pay due to CAPP’s employees should their cooperation end. The balance is now €3,597.59 (it was €7,200.00 in 2012) as the fund was used to cover part of the severance pay due to one employee, who received a total of €18,750.00. Most of said sum was covered by an insurance policy that had been taken out for this purpose.

Financial assets are €5,375,442.17 (as against €5,249,754.12 in 2012), of which €5,285,469.53 are deposited and/or invested as follows:

- **Cash balance:** €2,278.29 (€128.37 in 2012)
- **IOR checking account:** balance on December 31, 2013 is €15,051.90 (€11,299.62 in 2012). This account is used to cover running expenses and is fed by periodical transfers from the Euro account with APSA.
- **Euro account with APSA:** balance on December 31, 2013 is €161,634.99 (€126,999.09 in 2012). 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.
- **“Euro Advisory” account with APSA,** through which all financial operations are channeled: balance on December 31, 2013 is €18,969.93 (€146,714.96 in 2012).
- **“US \$ Advisory” account with APSA:** the balance converted into Euros is €12,955.46 (in 2012 it was €6,397.00).
- **“Pounds Sterling Advisory” account with APSA:** the balance converted into Euros is €72.42 (in 2012 it was €73.47).
- **“Swiss Francs Advisory” account with APSAs:** the balance converted into Euros is €111.91 (it was €8,908.92 in 2012).

We also have three securities accounts with APSA, respectively in Euros, US \$ and Swiss Francs. For all securities, reported value is the lower between purchase cost and market price as per accounting guidelines issued by the Prefecture of Economic Affairs of the Holy See.

More in detail:

1. Investment in Euro denominated securities is €4,310,496.08 (it was €4,137,486.03 in 2012) broken up as follows:
 - €3,744,081.59 in bonds
 - €566,414.49 in stocks

The investment in bonds (see itemized list on next page) showed a loss of €9,520.00 and the investment in stocks showed a loss of €21,315.00.

The stocks (of which we are indicating both purchase price and market price at the end of 2013) are: 700 SANOFI (€56.75 - €77.12), 3500 ROYAL DUTCH SHELL (€25.17 - €25.90), 450 ANHEUSER BUSH (€65.74 - €77.26), 200 MUENCHENER REUCK VERSICHERUNGS-GES (€139.70 - €160.15), 400 SIEMENS (€77.72 - €99.29), 500 SAP Ag (€59.54 - €62.31), 36000 ENEL SpA (€3.14 - €3.17), 3000 GENERALI (€11.63 - €17.10), 1000 GROUP DANONE (€48.47 - €52.32), 300 ALLIANZ (€108.76 - €130.35), 400 ADIDAS SALOMON (€66.87 - €92.64), 700 ETF PHYSICAL GOLD (€122.47 - €92.02).

2. Investment in Swiss Francs denominated stocks is €219,640.76 (it was €226,168.81 in 2012), corresponding to the lower value between purchase price and market price at the end of 2013) broken up as follows: 200 ZURICH FIN.SERV. (Sf. 175,50 - Sf. 258.50), 200 SYNGENTA (Sf. 264.21 - Sf.355.20), 3550 NESTLE S.A. (Sf.51.18 - Sf.65.30).
3. Investment in US \$ denominated stocks (of which we are indicating both purchase price and market price at the end of 2013) was €407,380.79 broken up as follows: 2000 QUALCOMM Inc. (US \$67.88 - US \$74.25), 1800 PROCTER AND GAMBLE NPV (US \$78.72 - US \$81.41), 1300 COSTCO WHOLESALE Co. (US \$104.19 - US \$119.02), 5000 PFIZER INCO. (US \$22.01 - US \$30.63), 350 CHEVRON TEXACO (US \$108.14 - US \$124.91).

At the end of 2013 losses (€9,520.00 + €21,315.00) totaled €30,835.00 and are shown in the P & L statement together with the €4,940.00 loss registered by the Sw.F. account with Banca Julius Baer, Lugano. Total losses therefore amount to €35,775.00 (2012 losses amounted to €27,199.13).

For a correct information, if market value as of December 31, 2013 were applied the value of our portfolio would be €5,318,885.70 broken up as follows:

- Bonds: €3,920,569.00
- Stocks in Euro €640,617.00, stocks in Sw.F. €288,819.65 and stocks in US \$ €468,880.07 for an aggregate of €1,398,316.72 (€1,276,720.85 in 2012).

It should be noted – though not for accounting purposes – that market value of the entire portfolio less the €35,775.00 loss mentioned above would translate into a €328,388.35 profit.

Finally the account with Banca Julius Baer, *Lugano* on December 31, 2013 shows a balance of €136,877.00 (it was €141,817.00 at the end of 2012) broken up as follows:

- Euro account €36,516.00 (it was €36,532.00 at the end o 2012)
- SF checking account €8,430.00
- Securities €91,931.00 (1100 Sw.F. denominated Sicav Julius Baer shares)

Accrued income (Ratei attivi) is €89,972.64 (as compared to €95,637.28 in 2012) and corresponds to interest accrued but not yet received at the end of 2013 on the following bonds listed at face value:

200.000,00 nom. HSBC al 5,3687 % (per.call) exp 14.3.2049	8.295,74
150.000,00 nom. BTPS al 4,75% exp . 15.9.2016	2.106,00
400.000,00 nom. BTPS al 2,25% exp. maggio 2016	1.143,65
150.000,00 nom. ENEL Fin. al 4,125% exp 12.7.2017	2.915,75
250.000,00 nom. C.D. APSA al 2,40% exp 17.4.2014	4.241,09
650.000,00 nom. Intesa San Paolo al 4,375% exp 15.10.2019	5.999,14
100.000,00 nom. Electricitè de France al 3,875% exp 18.1.2022	3.683,90
200.000,00 nom. Generali (perp call) al 5,479% exp 29,12.2049	9.787,14
100.000,00 nom. ING Bank al 4,25% exp 13.1.2017	4.098,63
400.000,00 nom. Standard Chartered al 3,625% exp 23.11-.2022	1.509,59
150.000,00 nom. UBS AG London al 3,125% exp 18.1.2016	4.456,33
310.000,00 nom. Allianz (perp.call) al 5,5% exp 14.1.2049	16.349,31
100.000,00 nom. Santander int. al 4% exp 24.1.2020	3.736,99
320.000,00 nom. Istitut Credito Oficial al 4,625% exp. 31.1 2017	13.543,01
220.000,00 nom. Istitut Credito Oficial al 4% exp 30.4.2018	6.465,75
100.000,00 nom. EFSF al 3,375% exp 5.7.2021	1.640,62

The €89,972.64 total is of course shown also on the P & L account.

The account “*Debitori diversi*” (receivables) has a zero balance (€2,228.00 in 2012).

The 2012 Annual Report included the account “*Fondo per PISAI*” (PISAI Fund) at APSA with a balance of €361,355.85. On October 29, 2013, implementing a Board resolution, this amount – the result of an ad hoc fund raising campaign - was transferred to PISAI and the PISAI Fund account with APSA was closed. The signatories were PISAI’s manager Fr. Valentino Cottini and CAPP’s General Secretary Mr. Massimo Gattamelata. Msgr. Luigi Mistò, APSA Secretary, was present. The sum actually transferred was €395,987.31 as accrued income was added to the 2012 balance. It was agreed between the parties that the entire operation would be audited by Reconta Ernst & Young SpA (fee to be paid by PISAI).

P & L statement

EXPENSES

Spese diverse (sundry expenses): €13,051.27 (€17,345.23 in 2012) broken up as follows: (a) €5,175.87 for the promotional short filmed by the Amigot Corp. during the 2013 international conference and posted on our website; (b) €3,761.25 for office supplies, cleaning, heating, garbage collection, newspapers; (c) €2,238.56 for servicing of office equipment, (d) €950.00 for printing expenses (such as 500 copies of the By-Laws) and (e) €925.59 for computer security, photos taken by L’Osservatore Romano, tips, books and subscription to *Avvenire* (daily sponsored by the Italian Episcopal Conference).

Postage: €3,928.86 (€5,454.91 in 2012). The decrease is due to growing use of email.

Travel expenses have also diminished, having gone from €12,041.38 in 2012 to €3,520.77 in 2013. Trips within Italy of the Secretary General and the National Ecclesiastic Assistant cost €2,874.77 (€2,269.60 in 2012) and travel to other countries cost €646.00 (€9,771.78 in 2012). CAPP directors pay for all travelling expenses out of their own pocket.

Salaries: €71,400.00 (€71,900.00 in 2012).

“*Collaborazioni e consulenze*” (collaborations and consultancies) amount to €17,550.00 (a €2,550.00 increase on 2012) and cover : €6,500.00 to a professional accountant who keeps the books; €4,000.00 to the Secretary of the Scientific Committee; €3,300.00 to a reporter who acts as press officer; €2,500.00 to a collaborator who acts as liaison with committees and €1,250.00 to the officer who supervised our SDC courses for a while.

Expense claims (Rimborsi spese): €15,963.00 (€15,775.00 in 2012) broken up as follows: (a) travelling expenses of our ecclesiastical assistants (€2,188.00), (b) accommodation and remuneration of our new National Assistant (€10,800.00) and (c) lunches, dinners, taxis etc. (€2,975.00)

Banking expenses: €1,834.36 (€401.53 in 2012) broken up as follows: (a) €44.95 for commissions to Credito Valtellinese; (b) €1,789.41 to the IOR for commissions (€141.00), servicing of credit card payments on the occasion of our annual conference (€848.75), a bad check (€199.66) and €600.00 for lease of pos.

Consulenze Finanziarie (Financial consultancies) amount to €13,178.14 (€12,732.93 in 2012) and cover APSA managing fees.

The *insurance policy* covering possible accidents incurred by CAPP employees both in Italy and when travelling outside Italy cost €1,001.00 (€1,376.00 in 2012).

Website expenses: €16,339.00 (€20,523.04 in 2012). €9,500.00 cover redesigning to include new options, such as mobile access and texting, and a flat rate for servicing; €3,700.00 to a collaborator who updates the site on a daily basis and €3,139.00 for translation into English of posted documents.

On line course expenses: €13,148.71 (€10,517.63 in 2012) of which €8,880.00 went to the Catholic University of America for the study of a possible English course similar to the Italian one; €4,000.00 went for advertising of the Italian course on the daily L'Avvenire, which unfortunately did not produce concrete results and €268.71 had to be paid to the bank that had been asked to service online payment of enrolment fees.

Translations cost €5,093.00 (€3,950.00 in 2012) broken up as follows: €3,772.00 from/into English, €496.00 from/into German and €825.00 from/into Spanish.

Other items are:

- Car rentals (from the Vatican car fleet): €710.15 (€1,630.25 in 2012)
- Meetings of Advisory Board, Scientific Committee. Etc. : €1,104.58 (€12,252.07 in 2012).
- International Award: €2,014.05 (€6,091.66 in 2012) broken up as follows: (a) €397.05 to reimburse expense claims of the Jury Secretary; (b) €900.00 for a brief musical entertainment during the award ceremony and (c) €717.00 for transcript of the presentations.

Overhead therefore totaled €179,836.89 with a €37,345.44 decrease on the €217,182.33 spent in 2012.

Other expenses are:

- €250,000.00 *donation to the Holy Father*
- The *International Conference* held in May cost €135,672.11 Main items were:

✓ speakers' travel expenses and fees	€ 6,088.00
✓ hotel accomodation for speakers and spouses	€12,096.63
✓ rental of premises	€ 2,360.00

✓ catering	€69,450.00
✓ digital equipment, transfer of Amigot staff, etc.	€ 6,855.00
✓ organization of International Award	€ 5,130.00
✓ technical support for simultaneous interpretation, audio and video recording	€13,450.00
✓ sundry (printing, tips, photos)	€ 518.00
✓ interpreters	€ 7,200.00
✓ car rentals	€ 2,334.48
✓ professional company in charge of overall organization	€ 9,319.00
✓ St. Peter's Choir (for the Mass)	€ 6,871.00



However receipts from registration fees and ad hoc donations amounted to €149,920.33. This meant a surplus of €14,248.22.

At the Conference we presented the participants with the 8th volume of our collection (ACTA of the 2012 conference). Printing by the Libreria Editrice Vaticana cost €7,000.00. We received two ad hoc donations for a total of €4,500.00, so we were out of pocket for €2,500.00

In 2013 there were two more conferences: one in San Miniato for the annual meeting of Italian members and another in Valencia for a similar meeting of Spanish members. In San Miniato we had expenses for €4,269.60 and receipts for €9,000.00 (a surplus of €4,730.00). In Valencia expenses amounted to €6,227.09 and receipts to €4,725.00 (i.e. we were €1,502.09 short).

The above three events resulted in an aggregate surplus of €17,476.53: enough to pay for the International Consultation held in September in the Casina Pius IV in the Vatican. Total cost of this last event was €16,986.60 broken up as follows: hospitality €1,940.00; travel expenses €2,402.22; use of premises €3,936.00; car rentals €3,536.00, simultaneous translation €1,800.00; photocopies €810.00; secretarial services €350.00 and sundry €2,21.82.

Subscriptions to L'Osservatore Romano: the Board moved to present all CAPP members with a one year subscription to the weekly compendium that is issued by L'Osservatore Romano in various languages. Total cost was €30,000.00 of which €15,000.00 were paid in 2013. The second installment has just been paid.

Medal for the 20th Anniversary: this initiative cost €7,984.50 and provided us with a beautiful medal designed by an artist who works on a regular basis for the Numismatic Office of the Holy See. We ordered 200 medals, 30 of which have been bought by CAPP-USA, and will give them as a token of our appreciation to the speakers at our conferences who do so for no fee. The above cost includes: €4,000.00 to the artist, €3,749.50 to Johnson for minting, €180.00 for cases with our logo and €55.00 for shipping to CAPP-USA. On the other hand we received €3,200 from CAPP-USA for the medals they purchased.

The item “*Acantonamento per Premio Internazionale*” (appropriation for the International Award) has already been explained.

Expenses for *SDC courses* (laity and priests and religious) amounted to €42,267.88 (€34,660.29 in 2012). Tuition fees brought in €29,70.00 (€34,432.00 in 2012) which means €12,567.88 will presumably be our responsibility. It should be noted that receipts and outlays for this item cannot be cleared at the end of the fiscal year since classes begin in the fall and end the following summer. The course for priests and religious will certainly cost us some money since fixed expenses have not been compensated by an adequate number of registrations. We had to put it on hold, hoping to get a few more registrations in 2014 when we shall decide whether to continue with this course or cancel it altogether.

“*Ratei passivi*” (accrued charges) amount to €95,637.28 and compensate accrued income in the same amount reported in the 2012 annual report.

Accrued charges on purchase of securities amount to €23,993.72 (they were €36,574.12 in 2012) and refer to the following securities:

- 100.000,00 nom. Intesa Sanpaolo al 4,375%	1.294,52
- 100.000,00 nom. Santander4%	350,68
- 100.000,00 nom. Intesa Sanpaolo al 4,375%	1.594,18
- 200.000,00 ICO al 4%	789,04
- 160.000,00 Allianz al 5,5%	3.953,97
- 150.000,00 Intesa San Paolo al 4,375%	4.602,74
- 200.000,00 Intesa San Paolo al 4,375%	8.102,74
- 400.000,00 BTS al 2,25%	3.081,52
- 200.000,00 Standard Chartered al 3,625%	615,75

“*Minusvalenze sui titoli*” (losses on securities) amount to €35,775.00 as shown earlier.

“*Perdita di cambio su US \$, SF. and Pound Sterlings*” (currency Exchange losses) were €23,107.04 broken out as follows: on US \$ €19,019.05 and on SW.F. €3,713.50.

Expenses other than overhead add up to €703,920.82. When we add in overhead (€179,836.89) we reach a total of €883,757.71. Total expenses in 2012 were €714,373.92.

RECEIPTS

Interest received was €221.002.58 compared to €186,824.54 in 2012 (a €34,178.04 increase). Interest received on deposits was €2,164.24, i.e. €698.49 less than in 2012.

Interest on € denominated securities, on the other hand, registered a €34,342.89 increase having gone from €168,445.41 in 2012 to €202,788.30 in 2013. Interest received on US \$ denominated securities is €11,108.55 (it was €10,959.30 in 2012). Interest received on Sw.F. denominated securities is €4,941.49 (it was €4,557.10 in 2012).

Income from membership fees registered a €40,005.83 decrease. It is €167,957.98 and was €207,963.81 in 2012. Members who fulfilled their obligation were 262 out of 560, i.e.:

- ✓ 208 *ordinary members* paid €83,707.98 (214 paid €83,613.81 in 2012)
- ✓ 33 *supporters* paid €33,000.00 (59 paid €59,350.00 in 2012)
- ✓ 21 *patrons* contributed €51,250.00 (25 contributed €65,000.00 in 2012)

Earnings from negotiation of Euro denominated securities amounted to €144,068.47 (it was €207,042.51 in 2012) broken down as follows:

	earning
a) 200.000 EFSF con ricavo di 221.100 a fronte costo di 206.300	€ 14.800,00
b) 400.000 Rabobank con ricavo di 451.000 contro costo di 401.920	€ 49.080,00
c) 2.000 az. E on con ricavo di 28.950,59 contro costo di 28.180	€ 770,59
d) 2.500 az. Telefonica con ricavo di 26.571 contro costo di 25.475	€ 1.096,00
e) 1.000 az. Telefonica con ricavo di 10.586,15 contro costo di 10.190	€ 396,15
f) 500 az. Aeroport Paris con ricavo di 34.429,82 contro costo di 29.185	€ 5.244,82
g) 100.000 BTPS con ricavo di 104.770 contro costo di 95.100	€ 9.670,00
h) 150.000 Enel con ricavo di 156.495 contro costo di 143.509,09	€ 12.985,91
i) 150.000 IngBank con ricavo di 162.900 contro costo di 151.635	€ 11.265,00
j) 150.000 Barklays con ricavo di 171.450 contro costo di 152.550	€ 18.900,00
k) 250.000 Commerzbank con ricavo di 266.250 contro costo di 246.750	€ 19.500,00

Earnings from negotiation of US \$ denominated securities amounted to €75,930.63 broken down as follows:

1. €52,368.18 from sale of 3700 HeinzCo shares (purchase price €149,848.04 – sold for €202,216.22)
2. €23,562.45 from sale of 5000 Pfizer shares (purchase price €83,409.12 – sold for €106,971.57)

Accrued income amounted to €89,972.64 (as reported in detail under Assets & Liabilities).

We have already given detailed information on the items “fund for donation to the Holy Father”, donations and registration fees at conferences (Rome, San Miniato and Valencia), donations for

printing of volume #8 of CAPP collection, contribution for the 20th anniversary medal and registration fees for SDC courses.

We have also received donations for the website (€2,050.00) and for the online course (€117.05) and sold badges for €700.00.

In 2013 earnings totaled €1,152.844.68 as compared to €986,591.92 in 2012 (a €166,252.76 increase).

Since expenses totaled €883,757.71 there is a €269,086.97 surplus, which represents our 2013 profit. The Board recommends it be used as follows:

Donation to the Holy Father	€250,000.00
Reserve fund for 2014 donation to the Holy Father	€ 19,086.97

The Chairman renews his personal thanks and those of the Board to the Secretary General and his two assistants for their dedication and commitment.

On behalf of the Board of Directors
The Chairman

Vatican City, February 10, 2014

Domingo Sugranyes Bickel