



FONDAZIONE CENTESIMUS ANNUS
PRO PONTIFICE



NOTES ON THE 2015 ANNUAL REPORT BY THE BOARD OF DIRECTORS

A synopsis of the papers documenting the work carried out by the Centesimus Annus - Pro Pontifice Foundation in 2013/2014 was published in February 2015. The paper called “*2015 Declaration – A reformed market economy: entrepreneurship that promotes human development*” was presented to the Holy Father, to the highest officials of the Holy See and Presidents of the Episcopal Conferences and was widely circulated to the media, religious and lay organizations interested in the Social Doctrine of the Church and academic circles close to the Catholic world. Debates on its contents were held by many local groups of the Foundation.

CAPP’s yearly International conference was held on May 25-27, 2015, in the Vatican, on the theme “*Rethinking key features of economic and social life*”. A significant contribution was provided by the preparatory work of local groups on the themes addressed by the various sessions of the conference itself. In particular:

Contributions of local groups on the themes of the 1st session “*Can Growth Continue without Compulsive consumption?*”

Contribution of FCAPP Bologna
Contribution of FCAPP UK
Contribution of FCAPP Spain

Contributions of local groups on the themes of the 2nd session “*The Future of Employment and the “Informed” Economy*”

Contribution of FCAPP Malta
Contribution of FCAPP Piedmont

Contributions of local groups on the themes of the 3rd session “*An Urgent Message for Today’s World: Can Catholic Social Teaching be Spread even without the Christian Faith?*”

Contribution of FCAPP USA
Contribution of FCAPP Basilicata
Contribution of FCAPP Lombardy

On May 24 the conference was preceded by a Board resolution which appointed Mr. Eutimio Tiliacos to the position of General Secretary. On the closing day of the conference, May 27, His Eminence the Cardinal Secretary of State conferred the pontifical honor of Knight of the Order of St. Gregory the Great on Mr. Massimo Gattamelata, FCAPP’s Secretary General for almost 22 years, and on Mr. Robert A. Nalewajek, founder and coordinator of the US group, who ended his second five year term on the Board of Directors. On May 24 Dr. Eutimio Tiliacos took over from Mr. Gattamelata as General Secretary.

The awarding of the “Economy and Society” International Award took place on May 26, at the Palazzo della Cancelleria, in the presence of His Eminence Pietro Cardinal Parolin, Secretary of State, and His Eminence

Reinhard Cardinal Marx, President of the Jury. The award goes to researchers, academics, commentators and men of action who published original top quality works devoted to in depth interpretation of the social doctrine of the Church and its implementation in economic and social practice. In 2015 the Jury examined works published in English, French, German, Italian, Portuguese and Spanish.



The 2015 Award went to M. Pierre de Lauzun for his work “FINANCE: UN REGARD CHRETIEN”. De la banque médiévale à la mondialisation financière”. In the special section for young researchers the winners were: Arturo Bellocq Montano for the paper “La Doctrina Social de la Iglesia. Que es y que no es” and Alexander Stummvoll for the paper “A living tradition. The Holy See, Catholic Social Doctrine and Global Politics, 1965-2000”.

In 2015 the Jury’s composition underwent the following changes:

Members unable to continue serving due to other commitments:

Dr. Manuel Gómez Granados
Member of the Pontifical Council of Justice and Peace – Mexico

Rev. Prof. Dr. Peter Schallenberg
Katholische Fakultät Paderborn and Director of the Katholische Sozialwissenschaftliche Zentrastelle (KSZ), the Social Ethical Institute of Deutsche Bischofskonferenz (Monchengladbach) – Germany

New members:

H.E. the Most Rev. Claudio Maria Celli
President of the Pontifical Council for Social Communications – Vatican City

Prof. Ingeborg Gerda Gabriel
Institut für Sozialethik, Wien – Austria

Fr. Prof. Julio L. Martínez Martínez, S.J.
Rettore Universidad Pontificia de Comillas ICAI – ICADE, Madrid – Spain

Fr. John Marsland
President of Ushaw College, Durham (UK)

Prof. Dr. Klaus Schweinsberg
Centre for Strategy and Higher Leadership, Köln – Germany

Following the publication of Pope Francis’ Encyclical “Laudato Si” on May 24, 2015, FCAPP promoted a series of events devoted to in depth study of the issues it addressed. Debates held by several local groups paved the way to the meeting of Italian and German speaking members held in Trento on September 26 on the theme: “*Laudato Si: the urgent challenge of preserving our common home*”. The theme was analyzed from a theological, philosophical and economic viewpoint and followed by a debate on “Socially responsible investments: some practical experiences”.

Hereunder is a list of events organized by Italian local groups:

- Meeting of the Veneto members, Jan. 31, 2015 on the theme “Economy of the Veneto Region: problems and resources”
- San Severo: in March 2015 the group promoted a series of meetings with senior High School students on the diffusion of an entrepreneurial culture inspired by the principles of a good economy.
- Trento: thanks to a substantial grant of the Provincia Autonoma di Trento, the support of the Archbishop of Trento the Most Rev. Luigi Bressan, efforts of the local FCAPP group, the Dom

- Franco Association and the Cassa Rurale di Rovereto, work began on the construction of a college campus in Addis Abeba, Ethiopia, expected to be completed in 2016.
- Solenas (Cagliari): a conference on “A hope for Europe” was promoted by the local group on July 19-21
 - San Miniato: on September 10 the Cassa di Risparmio di San Miniato promoted a meeting on the theme “Cultural heritage: economy and values”. The speakers were Prof. Alberto Quadrio Curzio, President of FCAPP’s Scientific Committee, and Mr. Antonio Guicciardini Salini, Member of FCAPP’s Advisory Committee.
 - Turin: the local group met on November 26 to draft the program for 2016 with the new Ecclesiastic Assistant Fr. Daniele Bortolussi.
 - On December 9 Vice President Mrs. Camilla Borghese and the Secretary General met with His Eminence Cardinal Betori, Archbishop of Florence and asked him to appoint a new Ecclesiastic Assistant to replace Msgr. Claudio Maniago, who has been appointed Archbishop of Castellaneta.
 - Milan: during the first months of 2015 the local group held a series of meetings to draft the paper eventually presented at the International Conference. Later on it worked on in depth study of the Encyclical *Laudato Si*. Several members actively participated in the Trento meeting. Finally on December 23 the group was received by His Eminence Cardinal Scola, Archbishop of Milan, who expressed his support and encouragement and extended Christmas greetings to all the members. The local Coordinator, Mr. Francesco Sansone, and the Ecclesiastic Assistant Fr. Walter Magnoni gave the opening addresses.
 - Rome: the local group held monthly meetings at the seat of Civiltà Cattolica on writings related to the Social Doctrine of the Church under the guidance of Fr. Francesco Occhetta, S.J. At the end of 2015 Fr. Occhetta was replaced by Fr. René Micallef, S.J. Professor of Moral Theology at the Pontifical Gregorian University.

From September 28 to October 2 FCAPP sponsored a meeting organized by Civiltà Cattolica on the theme “Reform and Reforms in the Church”, held on the 50th anniversary of the closing of Vatican Council II. The €25,000 sponsorship was approved by the Board at its March meeting. This seminary was attended by 30 ecclesialogists, historians, ecumenists, canonists and pastoral experts from 13 countries: Argentina, Belgium, Brazil, Canada, Chile, France, Germany, Italy, the Democratic Republic of Congo, the Netherlands, the Philippines, Spain and the United States.

On October 12 a meeting of local members was organized in London by the local coordinator Mr. Marco Gubitosi with the participation of Mr. Joseph Zahra, Prof. Adrian Pabst and Lord Maurice Glasman. The theme was once again the Encyclical *Laudato Si*. The group, joined by FCAPP Chairman Mr. Domingo Sugranyes, met again on November 30 at the House of Lords in order to (a) discuss the London group’s contributions to the Malta International Consultation and the International Conference to be held on May 12 – 14, 2016 on the theme “Business Initiatives in the fight against poverty”, (b) discuss the group’s 2015 agenda and (c) continue its in depth study of social encyclicals.

On October 15 and 16 the German group held its annual meeting in Berlin, attended by the Secretary General Mr. Eutimio Tiliacos and the Ecclesiastic Assistant for Italy Fr. Gianni Fusco. The many participants had the opportunity to meet Ms. Monika Gruetters, Minister for Culture and Media, and were later received at the Ministry for Work and Social Issues. The event ended with a Mass celebrated by the Ecclesiastic Assistant for Germany H.E. The Most Rev. Franz-Josef Overbeck.

In October work began on the international consultation to be held in Malta on January 29 and 30, 2016 on the theme “Financial Reform and the Common Good”. The event follows in the footsteps of the consultations held in 2013 in the Vatican and 2014 in Dublin. In this context the issue of Voluntary Solidarity Funds was further discussed.

The Malta group also held a series of lectures on the Encyclical *Laudato Si* and on FCAPP’s 2015 Declaration. The traditional Christmas Mass for all local members was celebrated on December 11. The group launched two educational initiatives: a *business ethics* course and a course on *ethical consumption* for high school students (from both Catholic and lay schools).

During 2015 the Barcelona group resumed its monthly meetings. The Malaga group worked on the documents of the Synod of the Family and their socio-economic implications. The Madrid group continued its meetings devoted to the issue of youth unemployment, attended by businessmen, officials of the Chamber of Commerce, the Director General of the Education Ministry and groups from vocational schools.

In Slovakia the group, now coordinated by Mr. Peter Badik, began working on the issue of refugees, as requested by the local Episcopal Conference.

In the US CAPP-USA held another SDC Course in cooperation with the Catholic University of America (November 1 to 6). On November 9, in cooperation with Fairfield University, it held the annual Business Leaders Communion Breakfast. CAPP-USA is also working on a conference to be held in September 2016, exactly one year after the Holy Father's visit to the US. Mr. Nalewajek had a meeting at Georgetown University, Washington, D.C. with several department heads in view of a possible cooperation with them. In November it also held a series of meetings for members and sympathizers to explain the economic reforms being implemented in the Vatican. The meetings were attended by Mr. Joseph Zahra, Vice Coordinator of the Vatican Council for the Economy. Attendance and coverage were very satisfactory.

In Canada Peter O'Brien and Paul Donovan organized several meetings one of which, focused on the financial reforms being implemented in the Vatican, was addressed by Mr. Zahra.

In Korea, thanks to the cooperation of the Korean Episcopal Conference the first steps were taken towards the creation of a local group. Similar initiatives will be taken in the near future in other Asian countries. In August 2015 the Secretary General attended the interconfessional conference held by Caux Round Table in Bangkok on the theme "Sustainable Development: lessons learned".

In Austria, thanks to FCAPP's Vice President Mrs. Borghese and the assistance of a sympathizer, Mr. George Eltz, contact was established with the Development Director for Europe of the International Theology Institute Dr. Alexander Patcha Reyhofen.

In Poland a conference was held in Krakow (April 24-25) on the theme "Christianity and Economics", which the Secretary General attended. On October 5-6 the Warsaw Institute for Culture (John Paul II Think Tank) held a conference at which Chairman Sugranyes was the key speaker.

On November 19 the Chairman Mr. Domingo Sugranyes Bickel and the Secretary General Mr. Eutimio Tiliacos were received by the Secretary of State, Pietro Cardinal Parolin. Soon after FCAPP received the letter copied hereunder.

Translation from original letter (Italian)

Vatican City, November 26, 2015

Ref. No. 1077/15/RS

Mr. Domingo Sugranyes Bickel
Chairman of the Centesimus Annus Foundation
Vatican City

Dear Sir:

I wish to acknowledge receipt of the documents you sent to His Eminence the Cardinal Secretary of State on January 23 and February 26, 2015 to bring him up to date on the activity of the Centesimus Annus Pro Pontifice Foundation. The documents included two papers reflecting the findings of the conferences you promoted: “*Finance and the Common Good: the Dublin proposals*” and “*2015 Declaration: a Reformed Market Economy: Entrepreneurship that Promotes Human Development*”.

On behalf of His Eminence the Cardinal Secretary of State, who is not in Rome at this time, I wish to express our gratitude for these documents that have been very useful to our reflection on economic and development issues to be addressed by the Holy See at the U.N. and other intergovernmental organizations.

I apologize for the delay in answering your letters, a delay due to the surcharge of work we are facing, and on behalf of all the Secretariat of State’s Superiors I wish to offer a special word of encouragement to the Foundation. Its medium and long term activities can positively affect global economic relationships, particularly in favor of the poorest countries.

With best regards I remain,

Yours very truly,

Msgr. Antoine Camilleri
Under Secretary for Foreign Affairs

FCAPP's Chairman, Mr. Sugranyes, was one of the speakers at the "Rome Investment Forum 2015 – Investing in Long-Term Europe" whose main organizer was the Italian Banking Insurance and Finance Federation. Partners of the initiative were: Centesimus Annus Foundation, Cassa Depositi e Prestiti, Confindustria, EU Commission, European Association of Long Term Investors, European Investment Bank, Forum Finanza Sostenibile, Integrate, Italian Council of the European Movement, Luxembourg Presidency of the Council of the European Union, OECD, Official Monetary and Financial Institutions Forum, Paris Europlace, City UK. The Vatican Secretary of State Cardinal Parolin sent a message with the Holy See's good wishes to the participants.

The program of SDC courses organized by FCAPP in cooperation with the Pontifical Lateran University continued. The number of students who enrolled in the first year of the two year course was considerably higher in 2015, which means we may be able to reactivate in 2017 the advanced third year course.

The Foundation's website – fundamental vehicle of SDC diffusion – was repeatedly updated and is now an easily accessible tool available to an ever wider lay and religious audience, who can thus become acquainted with FCAPP documents and publications. Since mid 2014 the site has been open to contributions by many institutions setting up a fruitful exchange of ideas on SDC issues. In 2015 a new dominion permits access to our website through the website of the Holy See. FCAPP is listed under the item "Other Institutions".

In 2015 the Board met four times: on March 13 in the Vatican, when it approved the 2014 Annual Report; on May 24 at the seat of Civiltà Cattolica, when the Agenda included the appointment of the new Secretary General; on September 25 in Trento and on November 20 in the Vatican, when it reviewed the many initiatives undertaken during the year and approved the 2016 Budget.

At the November meeting the Chairman informed the Board he had received letters of resignation from Mr. Joseph Zahra and Ms. Lisa Ferrarini. Both resignations were motivated by pressing new institutional commitments. Since both Mr. Zahra and Ms. Ferrarini are most willing to continue cooperating with the Foundation, the Chairman moved and the Board unanimously approved, to have them join the Advisory Committee. The Chairman extended a special thanks to Mr. Zahra for his commitment to the development of the Malta group, his precious help in London and support of all FCAPP projects.

At the same meeting Mr. Lawrence Gonzi and Ms. Anna Maria Tarantola have been coopted to the Board and will serve a five year term beginning November 20, 2015.

His Eminence Domenico Cardinal Calcagno, President of APSA, attended all Board meetings except the Trento one. The APSA Secretary Msgr. Mauro Rivella attended all four.

The Internal Auditors appointed by the President of APSA have met regularly throughout 2015. At the end of the year Mr. Pasquale Marino tendered his resignation for health and family reasons. The Chairman expressed feelings of heartfelt gratitude and appreciation for all he has done for the Foundation.

On May 26, during the International Conference, meetings were held by:

- The Ecclesiastic Assistants
- The Advisory Board
- The Scientific Committee

During 2015 there have been new entries in the membership of the above, i.e.:

- **Ecclesiastic Assistants**
 - ✓ Fr. Daniele Bortolussi, Turin area, replacing Msgr. Fiandino who retired
 - ✓ Fr. René Micallef, S.J., who will be in charge of the Rome group until an official appointment is made. He replaces Fr. Francesco Occhetta, S.J., who guided the group for the last three years, also on a temporary basis.

- **Advisory Board**

- ✓ Lord Daniel Brennan
- ✓ Ms. Lisa Ferrarini (after her resignation from the Board)
- ✓ Mr. Massimo Gattamelata (former Secretary General)
- ✓ Ms. Linda Orsola Gilli
- ✓ Mr. Robert Leblanc
- ✓ M. Pierre Lecocq
- ✓ Dr. Ulrich Schroder
- ✓ Mr. Flavio Valeri
- ✓ Mr. Francesco Vanni d'Archirafi
- ✓ Mr. Stephen B. Young
- ✓ Dr. Joseph F.X. Zahra (after his resignation from the Board)

Mr. Lawrence Gonzi L.L.D. and Ms. Anna Maria Tarantola are no longer members having been appointed to the Board of Directors.

- **Scientific Committee**

- ✓ Prof. Josef Bonnici, Governor of the Malta Central Bank
- ✓ Ms. Flaminia Giovannelli, Undersecretary of the Pontifical Council of Justice and Peace

The Scientific Committee chaired by Prof. Alberto Quadrio Curzio met on May 26 and identified the themes to be addressed at the various events planned by the Foundation. With the help of Prof. Giovanni Marseguerra the 10th volume of the series edited by the Foundation went to print at the Libreria Editrice Vaticana. The volume, with the title "*Solidarity as a Social Value. Paradigms for a Good Society*" includes the presentations at the May 2014 International Conference, at the September conference organized in cooperation with the Fordham University in New York, and at the Consultation held in Dublin in October.

Accounting guidelines

At its meeting of May 24, 2015 the Board set out accounting guidelines and criteria for the classification of investments, updating those previously extant in the Vatican, as recommended by the Council for the Economy. Investments/disinvestments are carried out by APSA, with whom securities are deposited, on instructions from FCAPP Board.

The main criteria and the accounting principles used for the drafting of Financial Statement of the Foundation as at 31 December 2015 are indicated below: i) the items are accounted according to accrual criteria; ii) there is full compliance with Secretary for Economy's guidelines; iii) all activities and investments are accounted according to Secretary for Economy's guidelines. In particular financial securities have been designated as "Available for sale" and fluctuations in their current value compared to fair value are included in the Valuation Change Adjustment Reserve. When assets are sold, difference is reflected in P&L Account. If there is objective evidence that the asset has suffered impairment of persistent value over time, the loss that has been recognized directly in equity is reversed and recognized in the income statement even though the financial asset has not been eliminated. Comparison of Valuation Change Adjustment Reserve as at 1.1.2015 and 31.12.2015 is the following:

Change Adjustment Reserve as at 1.1.2015: € 614,233

Valuation Change Adjustment Reserve as at 31.12.2015: € 187,022

BALANCE SHEET

The Balance Sheet at December 31, 2015 was drafted in accordance with the new guidelines established by the Council for the Economy of the Holy See through the assistance of the Service for Economy (SPE). Total endowment is €5,600,185.11. This amount includes the €187,022.42 revaluation surplus, determined in accordance with the new accounting guidelines. It is the aggregate of two accounts: *Founding Members*

(€4,032,708.95) and *Ordinary Members* (€1,079,480.66). The latter includes the €117,500.00 increase resulting from donations received from some members.

The Reserve Fund for Support of the Activities of the Apostolic See has a balance of €92,959.48 (a €51,654.51 increase on 2014). Said increase corresponds to the residue of the 2014 profit after the €250,000.00 donation to the Holy Father.

The item *Sundry Payables* has a €71,214.53 balance (it was €43,468.57 in 2014) made up of costs not yet invoiced: €3,700 for APSA consulting fees in the fourth quarter of 2015; €7,960.00 owed to Civitas Lateranensis for its role in 2015 SDC courses; €450.00 for Nov/Dec telephone bill; €1,430.00 owed to Pace Srl for use of premises where SDC courses were held in the fourth quarter of 2015; €3,447.65 for plane tickets for speakers at FCAPP conferences; €2,500.00 for transportation and meals; €14,360 for digitalization project; €1,042.00 for copyright protection; €909.88 for web services provided by the Governatorato of Vatican City State; €1,300.00 for servicing of website; €500 for translations; €2,000.00 for didactic supervision of SDC courses; €1,500.00 due to a labor consultant; €3,468.89 due for services received in connection with the Malta consultation; €4,535.11 due for costs sustained for the project “Voluntary Solidarity Funds”.

International Award Fund - €25,000 have been appropriated (as shown in the P & L Acct) to rebuild the fund, depleted for the awarding of the 2nd edition of the Economy and Society Award in 2015.

ASSETS - the €5,696,399.64 balance shows a €147,781.98 increase over 2014 (it was €5,548,617.66).

More specifically, Financial Assets grew from €5,470,551.66 in 2014 to €5,617,309.64 in 2015 (a €146,757.98 increase). The difference between total assets and financial assets is due to accruals (€78,066.00) and sundry receivables (€2,350). The latter represent membership fees already paid by members by bank draft to APSA but not yet actually in hand. Financial assets are 72.88% long term bonds, 23.63% stocks, 2.72% short term bonds and 0.77% cash.

Financial assets are deposited or invested as follows:

- Petty Cash at Dec 31, 2015 was €3,119.35 (it was €1,290.09 at the end of 2014)
- IOR Acct: €24,630.35 (it was €5,792.33)
- Euro Acct. with APSA: €37,164.65 (it was €83,716.31)
- Euro “Advisory” Acct. with APSA: €126,885.65 (it was €17,794.27)
- USD Acct with APSA : equivalent value in Euro on Dec 31, 2015 €1,984.02 (Acct did not exist in 2014)
- USD “Advisory” Acct with APSA: equivalent value in Euro on Dec 31, 2015 €18,513.03 (it was €7,094.35 in 2014)
- GBP “Advisory” Acct with APSA: equivalent value in Euro on Dec 31, 2015 €3.25 (it was €77.98)
- CHF “Advisory” Acct with APSA: equivalent value in Euro on Dec 31, 2015 €30.66 (it was €24,762.82)

The Foundation also has three securities accounts with APSA, respectively in Euro, USD and Swiss Francs. As per instructions received from the Vatican Secretariat for the Economy, at the end of 2015 we calculated the difference between book value at Dec 31, 2014 and market value at Dec 31, 2015. The difference – in this case positive – went to the revaluation fund listed among the liabilities and amounts to €187,022.42. “Future decline or growth in securities value shall go to increase or decrease the above said reserve fund. When securities are disinvested profit or loss will appear in the P & L Account”.

This said, the EURO securities “Advisory” Acct. with APSA on Dec 31, 2015 had a balance of €4,150,331.75 (€4,408,790.77 at the end of 2014) broken down as follows: €3,726,963.25 longer maturity bonds; €154,977.00 bonds expiring in 2016; €268,391.50 stocks.

The CHF securities “Advisory” Acct. with APSA has a balance of €47,697.28 (€102,594.09 in 2014).

The USD securities “Advisory” Acct. with APSA has a balance (equivalent value) of €1,206,869.65 (it was €818,638.65 on Dec 31, 2014 with an increase of € 388,231.00) broken down as follows: €215,279.69 bonds (€185,239.93 in 2014); €991,589.96 stocks (€633,398.72 in 2014).

Expiry wise, investment is 3.78% in bonds maturing in less than one year; 22.36% in bonds maturing in one to three years; 34.54% in medium maturity bonds (4 to 7 yrs); 8.86% in long maturity bonds (8 to 10 yrs); 30.46% in bonds with expiry date beyond 10 yrs.

On December 31, 2015, as in 2014, the entire capital of the Foundation was deposited with APSA.

At the end of 2015 the following exchange rates were adopted to calculate the equivalent value in Euros of deposits and securities denominated in other currencies:

- 1 Euro USD 1.08870
- 1 Euro GBP 0.73395
- 1 Euro CHF 1.08350

FCAPP’s portfolio on December 31, 2015 was as follows:

Euro denominated bonds:	
€ 150,000.00	Nom. ENEL 4.125% maturity 12 July 2017, cost
€ 150,000.00	Nom. BTPS 4.75% (4.156) maturity 15 September 2016
€ 100,000.00	Nom. Generali 2.875% maturity 14 January 2020
€ 100,000.00	Nom. Electricité de France (EDF) 3.875% maturity 18 January 2022
€ 100,000.00	Nom. ING Bank NV 4.25% maturity 13 January 2017
€ 200,000.00	Nom. Institut Credit Oficial 4% maturity 30 April 2018
€ 320,000.00	Nom. Institut Credit Oficial 4.625% maturity 31 January 2017
€ 200,000.00	Nom. Intesa San Paolo 4.375% maturity 15 October 2019
€ 400,000.00	Nom. Standard Chartered Plc 3.625% maturity 23 November 2022
€ 100,000.00	GDF Suez 3 % maturity 2 June 2019
€ 100,000.00	Rabobank Nederland 2.50 % maturity 26 May 2026
€ 150,000.00	Nom. Deutsche Telecom Int. Fin. 3.25% maturity 17 January 2028
€ 200,000.00	Nom. Glencore 3.75% maturity 1 April 2026
€ 200,000.00	Nom. Sanofi 1.75% maturity 10 September 2026
€ 100,000.00	Nom. Glencore 1.625% maturity 18 January 2022
€ 200,000.00	Nom. Generali 4.125% maturity 4 May 2026
€ 350,000.00	Nom. Carlsberg 2.50%

€ 300,000.00	maturity 28 May 2024 Nom. Barclays 2.59%
€ 150,000.00	maturity 22 September 2020 Nom. Barclays 1.50%
€ 100,000.00	maturity 1 April 2022 Nom. Mediobanca Int. 2%
€ 100,000.00	maturity 28 November 2018 Nom. Swiss Re 2.60%
€ 100,000.00	maturity 29 December 2049 Nom. Unicredit SpA 3.25%
	maturity 14 January 2021

Stocks in Euro:

No.	6,300	Royal Dutch Shell
No.	200	Muenchener Reuckversicherungs Ges.
No.	1,200	Total S A
No.	300	Allianz

Stocks in Swiss Francs:

No.	200	Zurich Fin. Serv. a Fsv. 175.50
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Stocks in US\$:

No.	2,000	Qualcomm Inc. \$ 67.888
No.	2,000	Coca Cola \$ 39.08
No.	1,800	Procter & Gamble NPV \$ 78.872
No.	650	Costco Wholesale Co. \$ 104.198
No.	3,900	Enterprise Prod. Partners \$ 34.92
No.	1,750	Walt Disney Co. \$ 97.67
No.	550	Johnson & Johnson \$ 102.925
No.	6,200	Cisco System \$ 26.34
No.	700	Colgate-Palmolive Co. \$ 68.565
No.	600	Monsanto Co. \$ 112.62
No.	350	Chevron Texaco \$ 110.19

Bonds in US\$:

€ 250,000.00	Nom. E. D. F. 5.25% maturity 29 January 2049, call 01/23
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PROFIT & LOSS ACCOUNT

Operating expenses: €267,760.25 (€252,162.39 in 2014) broken down as follows:

- Mail and telephone €5,734.81 (€4,170.27 in 2014)
- Travel expenses: €8,205.04 in Italy, €3,946.90 in other countries, for a total of €12,151.94 (€10,107.00 in 2014)
- Books, stationery, subscriptions: €5,527.25 (€3,017.08 in 2014)
- Sundry: €3,734.00 (€4,558.18 in 2014) broken down as follows: €3,619.00 computer related; €115.00 book binding
- Overhead: €5,793.76 (€8,230.07 in 2014), broken down as follows: €1,372.00 for purchase of electronic equipment, €1,500 for expenses incurred to comply with norms on human resource management; the balance for stationery, utilities, heating, etc.
- Auditing: €4,200.00 (the same as in 2014)
- Media: €4,000.00 to the person in charge of relations with the Vatican Press Office and media in general

- Salaries: €138,367.00 (€99,200.00 in 2014). The increase is partly due to the special assignment given to the retiring General Secretary who acted as assistant to the Chairman from May 24 to December 31, 2015
- Collaborations and consultancies: €7,400.00 (€19,800.00 in 2014). The decrease is due to the fact that in 2015 some outlays have been allocated to specific accounts: “Master courses expenses”, “conferences”, “governance related expenses”
- Expense claims: €7,960.20 (€8,074.41 in 2014) broken down as follows: €4,089.00 Ecclesiastic Assistants, €3,871.20 General Secretary
- Banking expenses: €608.24 (€1,940.72 in 2014)
- Financial consulting: €14,784.33 (€14,488.31 in 2014). This is APSA’s fee for management and safekeeping of portfolio and accounts
- Accident insurance for staff: €2,012.16 (€1,577.78 in 2014)
- Website: €11,437.69 (€44,320,00 in 2014). The decrease is due to the fact that most redesigning and updating was done last year.
- Online course: zero expense. The project is being radically reviewed by FCAPP and The Catholic University of America
- Translations: €7,111.00 (€7,630.20 in 2014)
- Office equipment: no outlays in 2015 as the office was repainted and new furniture purchased in 2014 (€16,291.87)
- Digitalization project: €16,232.00. FCAPP’s records from inception will be digitalized allowing easy access to members’ data, payment of dues, etc.
- Meetings of Board and Advisory Board: €4,896.40 (€661.50 in 2014)
- Scientific Committee: €9,124.00 (€439.00 in 2014). The difference is due to the fact that in previous years most such expenses were allocated to the item “consultancies”
- International Award: €6,685.47 (€1,556.00 in 2014). The award is conferred every two years, it was not awarded in 2014. Expense covers use of the hall in the Palazzo della Cancelleria, security, cleaning, musical entertainment and invitation cards. It does not include the €25,000 appropriated for the Third edition of the Award, which are shown in the Non Operational Costs section.

Non Operational Expenses: €328,594.19 (280,193.26 in 2014)

- International conferences: €93,307.41 (€121,969.04 in 2014)
- Treviso meeting: expense for this event, organized to revitalize the Veneto group and partially covered by sponsors, was €1,184.50
- Trento meeting: expenses for the annual meeting of Italian and German speaking members (€32,830.86) was almost totally financed by donations.
- Malta Consultation: €11,572.79. Much less than the sum appropriated for the event, thanks also to the sizable contribution of the Central Bank of Malta
- Local groups: €2,622.95. These are expenses incurred for the organization of local meetings and include travel expenses
- Solidarity Fund: € 4,535.11. These are expenses incurred in the preparatory work for the creation of a future Voluntary Solidarity Fund, recommended at the Dublin Consultation
- Donations and contributions: €27,000.00 broken down as follows - €25,000 to “Civiltà Cattolica” to help cover the cost of a Consultation on SDC from a theological viewpoint and €2,000 to the “Comunità Domenico Tardini Onlus”
- Printing of volume: every other year FCAPP publishes a collection of the ACTA of the various conferences it held. The expense was €8,040.00, almost totally offset by a €7,500 donation listed under “INCOME”.
- Appropriation for the International Award: €25,000. The same amount had been appropriated in 2013 and 2014 and the resulting €50,000 financed the 2nd edition of the Award in 2015
- Master courses: €56,682.00 (€49,602.00 in 2014). These are the expenses incurred for SDC courses, which include advertising on the daily L’Avvenire and on Vatican Insider
- Passive interest accruals on acquisitions: €7,518.57 (€21,934.67 in 2014)

- Unrealized investment losses: in accordance with accounting guidelines established by the Vatican Council for the Economy the book value of securities in our portfolio was left unchanged. In 2014, on the basis of extant accounting guidelines, we had to post unrealized investment losses in the amount of €12,427.34
- Loss on sale of securities: €58,300.00 (disinvestment of Anglo American 3,25% Bond maturing in 2023)

Total expenditure in 2015 was €596,354.44 (€532,355.65 in 2014). Operating expenses are €267,760.25 (€252,162.39 in 2014). Non operational expenses are €328,594.19 (€280,193.26 in 2014).

As already mentioned, operating costs were affected by extraordinary personnel expenses. Non operational costs were affected by the €58,300 loss on the Anglo American disinvestment (due to difficulties of the issuer).

INCOME

Income from interest: €192,164.84 (€195,862.97 in 2014) broken down as follows:

- Interest from deposits: €331.42 (€1,112.77 in 2014)
- Interest from Euro denominated securities: €150,107.18 (€167,258.22 in 2014). This is the sum of coupons (bonds) and dividends (stocks)
- Interest from US \$ denominated securities: €38,898.66 (€19,662.05 in 2014)
- Interest from CHF denominated securities: €2,827.68 (€7,869.93 in 2014)

Income from membership dues: €194,162.87 (€209,162.00 in 2014) broken down as follows:

- Ordinary members €103,162.87 (€96,162.00 in 2014)
- Supporters €40,500.00 (€50,500.00 in 2014)
- Patrons €50,500.00 (€62,500.00 in 2014)

Sundry income: €418,040.33 (€428,985.19 in 2014) broken down as follows:

- Realized profit on Euro denominated securities: €140,715.79 (€228,488.07 in 2014)
- Realized profit on US \$ denominated securities: €91,752.07 (€15,598.62 in 2014)
- Realized profit on CHF denominated securities: €38,321.34 (€29,555.41 in 2014)
- Realized profit on currency trades: €20,033.46 (€2,279.39 in 2014)
- Exchange rates profit: €1,147.67 (€940.51 in 2014). This is the effect of rates variation on APSA accts. balances
- Donations and conference participation fees: €66,450.00 (€87,645.00 in 2014) broken down as follows:
 - Participation fees €51,450.00
 - Donations €15,000.00
- Donations and participation fees at the Trento meeting: €31,270.00 broken down as follows:
 - Participation fees €7,770.00
 - Donations €23,500.00
- Donation for printing expenses: €7,500. It was specifically destined to cover cost of the volume of ACTA of FCAPP conferences
- Sale of badges: €400 (€1,000 in 2014)
- Master courses: €20,450.00 (€26,250.00 in 2014). Mostly enrolment fees from 1st year students. There were only 3 paying 2nd year students.

FISCAL YEAR RESULT

2015 profit was €208,013.60 practically as budgeted (2015 budgeted profit was €214,000.00).

The Board unanimously moves that the 2015 donation to the activities of the Holy See be of €200,000 - using part of the 2015 profit. The remaining €8,013.60 will go to the “Reserve Fund for Support of Activities of the Holy See” whose balance would thus become €100,973.08.

The Chairman, personally and on behalf of the entire Board, expresses sincerest gratitude to the staff and collaborators of the Foundation for their commitment and the care with which they carry out the mission of FCAPP.

Vatican City, March 4, 2016

For the Board of Directors
The Chairman
Domingo Sugranyes Bickel

