



Treasurer's Report - 2009 Financial Year

(Translated from the Original in the French language)

The mobilization and vigilance on the part of the whole team were a success and enable us to continue with our objectives.

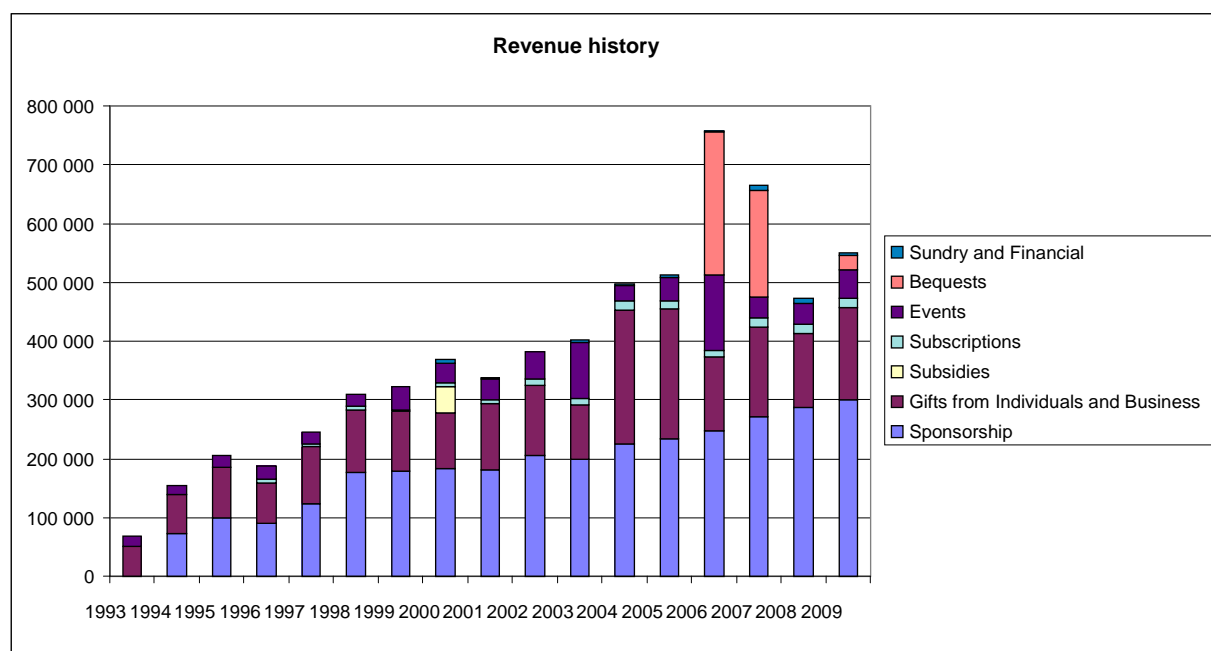
Highlights:

- ♦ Total revenues of 664 090 € against 605 330 € last year.
- ♦ Total expenses of 671 273 € against 723 104 € in 2008.
- ♦ Our costs exceed revenues by 7 183 € in 2009, compared to a deficit of 117 774 € in 2008.
- ♦ Cash and cash equivalents of 225 862 € at 31/12/2009 (of which 74 079 € readily available – 73 368 € in 2008) against 211 877 € at 31/12/2008.

Revenues

Total revenues of the association reached 664 090 € in 2009, an increase of 58 760 € or 9.7% compared to 2008.

This remarkable increase reflects the mobilization of the whole team despite the difficult economic climate during 2009.



This table does not take into account commitments made for restricted revenues

Subscriptions (A) are 16 616 € against 15 464 € last year, an increase of 7.45%. There were 444 registered members at the time of the 2009 Annual General Meeting.

Gifts from Individuals and Business (B) were 156 773 €, an increase of 30 248 € or 23.91%.

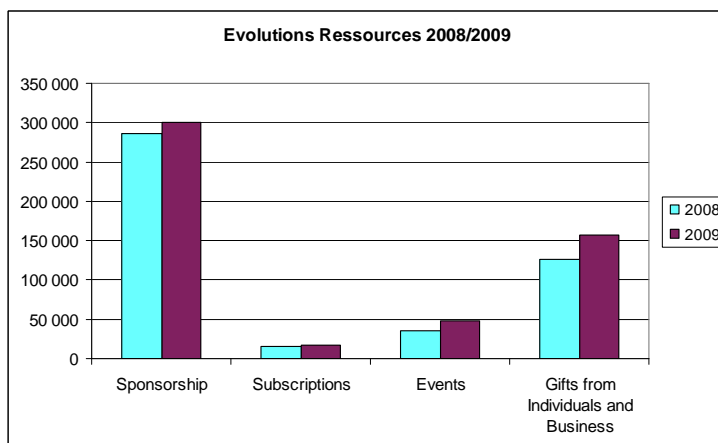
This movement is explained by:

- 9 000 € thanks to the contribution by each participant on our field trips of 300 € to their airline tickets in 2009 (decision voted by the Board on 01/02/09 and to be reviewed each year in function of the financial position of the association)
- an increase of 22 844 € of gifts from business which totaled 39 768 € against 16 924 € in 2008.

We would like to thank the following for their generosity. Association Tara (11000€), Sarl Havim/Mario (10 000€), Talents et partage (6 700€), Strategik et Numerik (3000€), les Têtes Vertes (2 500€) and Sofibio (1 000€).

Sponsorship (C) increased by 13 582 € or 4.74%. The number of those sponsored increased from 986 to 1009 at the end of 2009. During the year 2009, there were 113 new sponsorships and 64 exits. This shows a consistent increase and reflects the satisfaction of the sponsors and the efficiency of the association.

The new categories of sponsorships which propose children, adults and the elderly will be shown in our accounts when our new data base has been completed.



Events (D) up from 35 128 € to 48 727 € this year, an increase of 13 599 € or 38.71%.

The principle events in 2009 were:

- Christmas Fair at UNESCO,
- Sale of AMTM and Il Divo T-shirts
- Sales of calendars, greetings cards and publicity articles.

The increase is mainly due to the sale of AMTM T-Shirts (6 041 €) and Il Divo T-shirts (5 165 €) certain of which were dedicated and sold by auction.

It is also the result of profits realized from exhibitions at Cabinet Marignan, especially that of Daniel Collin which brought in more than 4 000 €.

Our on line boutique, opened at the end of 2008, bore fruit in 2009 but continued efforts are needed to sell new attractive articles to ensure similar results in 2010.

Bequests (E)

23 090 € this year representing the final amount received from the inheritance received from Madame POULLIN, by the transfer of title to shares in *Air Liquide*, *Total* and *Arkena*.

There was no movement in 2008.

Restricted Revenues (F)

Representing gifts received in previous years and reserved for specific appeals (nunnery, nutrition, Spiti hospital) and not distributed in 2008.

Sponsorship received in 2008 and not distributed at 31 December 2008 are also included.

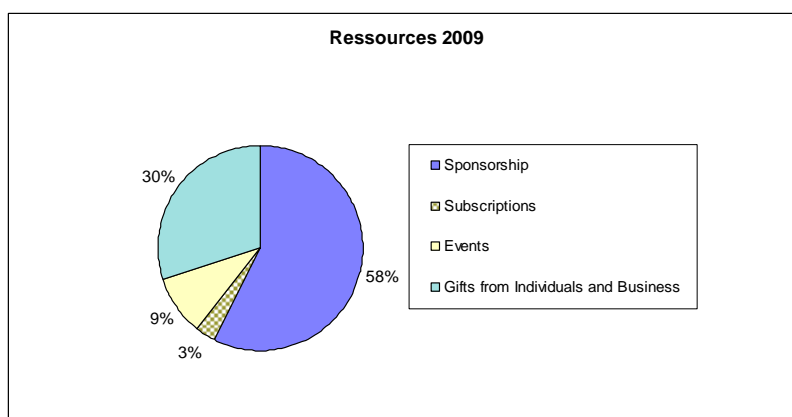
114 543 € against 131 656 € in 2008

Commitments to projects represent 15 200 € and sponsorship 99 343 €.

Detail of sponsorship and humanitarian commitments for restricted revenues					
Name of project	Restricted at 31 December 2008	Additional commitments in 2009	Commitments realised in 2009	New commitments 31 December 2009	Total commitments at 31 December 2009
Spiti Hospital	10 000		-10 000		0
Kathmandu Nunnery	4 300		0		4 300
Nutrition Project	900		-900		0
Gifts for surgery	0			8 048	8 048
Palyul Kitchen	0	6 700	-1 300		5 400
Sponsorship	99 343		-99 343	109 288	109 288
Total	114 543	6 700	-111 543	117 336	127 036
	<u>Balance sheet 31/12/08:</u>				<u>Balance sheet 31/12/09:</u>
	Funds restricted				Funds restricted
	<u>Income at 31/12/09:</u>				<u>Income at 31/12/09:</u>
	commitments for				commitments for
	restricted revenues				restricted revenues
	prior years				

The revenues of the association for 2009 can be analysed as follows:

- sponsorship 58 %
- gifts 30 %
- events 9%
- subscriptions 3%



In addition to these revenues, AMTM receives donations « in kind » which are not valued in the accounts but which indicate the interest shown in AMTM and its activities.

- **JPA Imprimeurs - M. Matthieu Jouanneau:** gifts of paper and printing work (reviews, brochures...)
- **Strategik & Numerik - M. André Darmon:** graphic design of the new web site and the 2010 calendar
- **Du Pareil au Même:** gifts of new children's clothes
- **Coudemail/Terre de Marins:** gifts of clothing
- **Lisa Tsang:** gifts of caps and T-shirts
- **KimInter:** gifts of toys
- **Atoll Palme:** gifts of objects for the Fair
- **Qatar Airways:** airline tickets at a preferential rate and free excess baggage
- **Axa:** mail sent by the mail service.

Expenditure

Total expenditure of the association reached 671 273 € in 2009, a decrease of 51 831 € compared to 2008.

This reduction is the result of economy measures and careful control while maintaining our ongoing field actions.

Revenues and a part of our 2008 cash funds were employed in:

☞ Social work for	523 295 €
☞ Fund raising for	55 318 €
☞ Support services for	92 661 €

I – Social work

Program activities reflect our field work. They are divided into six sectors: medical, development, sponsorship, pharmaceutical, other activities and allocated restricted revenues.

In 2009, there were 3 field trips to Nepal, of which 1 was for the Pharping dispensary, and 2 to India.

Our teams on the ground cover three areas: Medical, Development and Sponsorship.

Their work consists of:

- medical checkups,
- care,
- administering medication,
- prevention,
- delivering mail from sponsors,
- distribution of sponsorship funds,
- controlling the AMTM chart is being followed,
- analysis of humanitarian requirements,
- assuring hygiene training,
- improving living conditions,

The cost of program activities went from 576 215 € to 523 295 € in 2009, an overall decrease of 52 920 €.

This results from two opposing movements:

- increase in three areas:
 - sponsorship for 13 176 €
 - medical for 6 461 €
 - commitments for allocated revenues for 12 493 €

- decrease in three areas:
 - pharmaceutical for 5 280 €
 - development for 33 039 €,
 - other activities for 46 731 €, which corresponds to the balance of operating expenses for the orphanage paid in 2008

Social work in 2009 can be broken down as follows:

- Medical:	32 597 €
- Pharmaceutical:	11 850 €
- Development:	32 148 €
- Sponsorship:	259 478 €
- Other activities:	60 185 €
- Allocated revenues:	127 036 €

Medical 32 597 € against 26 136 € in 2008, an increase of 3 %, which corresponds to financing, hospitalization, vaccination campaigns, medical checkups and doctors' fees throughout the year in the field ; 16 118 €(11 928 € in 2008)and to transport costs for doctors and nurses 15 855€.

Pharmaceutical 11 850 € against 17 130 € in 2008, a decrease of 3% mainly as a result of optimising the management of medication and corresponds to the following:

- medical products purchased for 4 632 €(10 592 € in 2008)
- alarm for the pharmacy at Nanterre for 1 414 €
- transport costs for 3 460 €

Development 32 148 € against 65 187 € in 2008. This movement results from the finalization of important projects such as the nunnery and nutritional aid at the end of 2008. Our contribution to development in 2009 is practically the same as last year. Costs are made up of 3 214 € for transport and 28 339 € for humanitarian work.

The principle realizations were:

• Construction of a shelter at Jangsar in India:	1 300 €
• Purchase of beds and mattresses for Zangdok Palri in India:	1 000 €
• Construction of a kitchen and bathroom at Godavari:	5 000 €
• Construction of a kitchen at Palyul (1st payment):	1 300 €
• Construction of the roof for a building at Dudjom:	1 160 €
• Construction of the Spiti hospital (balance):	10 000 €
• Purchase of blankets for Dolpo in Nepal:	1 183 €

Sponsorship 259 478 € against 246 301 € in 2008, a decrease of 5.35% corresponding to an increase in the number of sponsors. The principle expenses are:

- sponsorship distributed in the field for 230 056 € (corresponding to distributions of amounts collected from sponsors, after deduction of a management charge of 20% to finance the activities of the Association
- personnel costs of our sponsorship manager for 14 722€
- transport costs for 11 857 €,
- bank charges related the collection of sponsorships by bank transfer and the cost of sending funds to the field for 1 917 €

Other Activities 60 185 € against 106 917 € in 2008 representing a decrease of 44% as the operating costs of the orphanage are no longer at our expense, the balance of these costs paid in 2008 was 46 667 €. Other activities include:

- salaries of our local correspondents and of our President for 42 263 €
- transport costs for 7 727 €
- our Kathmandu office for 7 520 €

Restricted Revenues 127 036 € against 114 543 € in 2008.

Each year AMTM allocates, at the end of the year, revenues which have not been used during the year to field projects to be carried out at a later date.

Total commitments at end 2009 and not yet realized represent 17 748 € (the project « surgery appeal » for 8 048 €, the project « Palyul kitchen » for 5 400 € and the balance of the « nunnery project » for 4 300 €).

Sponsorship not yet distributed at 31/12/2009 are also included here for 109 288 €.

II – Fund Raising

Fund raising costs include purchases of publicity articles, communication design costs, rental paid for premises used for events and the salary of our public relations manager.

Fund raising costs were 55 318 €, against 52 277 € in 2008, an increase of 5.8%.

The increase is due mainly to the cost of setting up our new web site for 17 586 € (amortized spread over three years).

III – Support Services

Support services represent the cost of our head office in Nanterre: office supplies, storage rental for archives, security costs, building charges, maintenance, insurance, postage, telephone, bank charges and the salary of our Operations Director.

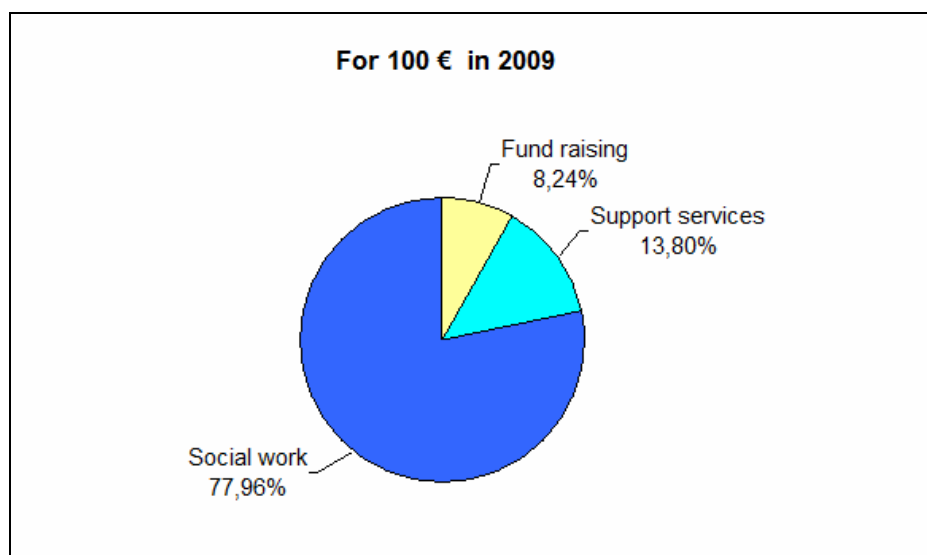
These costs amounted to 92 661 € against 94 612€, a decrease of 1 951 €.

- The 2009 costs of ownership of our head office are as follows:
 - building charges: 6 423 €
 - depreciation: 11 014 €. (useful life 25 years).

Conclusions

In 2009, for each 100 € received, AMTM utilized:

- 77.96% for social work
- 8.24% for fund raising
- 13.80% for support services



Forecast for 2010

At the beginning of the year AMTM set a budget with an objective of achieving revenues of 515 000 €, excluding restricted revenues brought forward from 2008.

At March 31, our revenue and expense objectives are being met overall, thanks to the support from Lara Fabian which brought in 20 000 € thanks to her participation in a TV show on our behalf.

The aim of the Association has always been to maintain rigorous management and a high quality program. To continue this in 2010, the association will closely control costs and mobilize all our members to increase our revenues.

Key words for 2010: Vigilance and Mobilization

The current economic climate is delicate and it is essential to remain mobilized to reach our 2010 objectives. As in 2009, it will be thanks to the energy of all that we will be able to continue to realize our program.

Thanks

We end this report by thanking everyone who, by their generosity, allows us to house, feed, educate and extend medical care to more than 47 000 people.

This report is a summary of our Association's activities. The financial statements are available on request at the Head Office.

Mr Alain-Georges CASSIEN, Statutory Auditor elected by the 2005 Annual General Meeting, will present elsewhere his statutory reports.

Financial Information

STATEMENT OF CASH FLOWS - 2009

	31-déc-09	31-déc-08	Variation		31-déc-09	31-déc-08	Variation
	(A)	(B)	(A-B)		(C)	(D)	(C-D)
FUNDS UTILIZED				FUNDS RAISED			
Social Work				Subscriptions	16 616	15 464	1 152 (A)
Inventory movement	5 027	11 361	(6 333)	Gifts from individuals and Business	156 773	126 525	30 248 (B)
Third party services	48 714	50 543	(1 829)	Sponsorship	300 001	286 419	13 582 (C)
Taxation	591	543	48	Income from Events	48 727	35 128	13 599 (D)
Human resources	56 985	58 630	(1 645)	Financial income	13		13
Field costs for humanitarian work	54 879	125 619	(70 740)	Bequests	23 090	0	23 090 (E)
Sponsorship expenditure	230 056	214 874	15 182	Other operating income	4 327	9 374	(5 047)
Other operating costs	6	16	(10)	Exceptional income	0	764	(764)
Exchange loss	0	87	(87)	<i>Sub Total</i>	<i>549 547</i>	<i>473 674</i>	<i>75 873</i>
Depreciation and provisions	0	0	0				
<i>Sub total (a)</i>	<i>396 259</i>	<i>461 672</i>	<i>(65 413)</i>	Restricted revenues brought forward (2)			
Allocated to restricted revenues (1)				Humanitarian	15 200	46 294	(31 094) (F)
Humanitarian	17 748	15 200	2 548	Sponsorship	99 343	85 362	13 981 (F)
Sponsorship	109 288	99 343	9 945	<i>Sub total</i>	<i>114 543</i>	<i>131 656</i>	<i>(17 113)</i>
<i>Sub total (b)</i>	<i>127 036</i>	<i>114 543</i>	<i>12 493</i>				
<i>Sub total social work (a+b)</i>	<i>523 295</i>	<i>576 215</i>	<i>(52 920)</i>				
Fund raising							
Inventory movement	6 240	11 434	(5 194)				
Third party services	27 815	22 912	4 903				
Taxation	169	152	17				
Human resources	17 139	17 432	(293)				
Other operating costs	0	0	0				
Depreciation and provisions	3 955	348	3 607				
<i>Sub total fund raising</i>	<i>55 318</i>	<i>52 277</i>	<i>3 041</i>				
Support services							
Inventory movement	1 222	4 932	(3 709)				
Third party services	18 659	17 755	904				
Taxation	2 214	2 201	13				
Human resources	57 297	57 323	(26)				
Other operating costs	4	6	(2)				
Financial costs							
Depreciation and provisions	12 319	11 920	398				
Exceptional items	0	0	0				
Corporation tax	945	474	471				
<i>Sub total support</i>	<i>92 661</i>	<i>94 612</i>	<i>(1 951)</i>				
Total Funds Utilized	671 273	723 104	(51 831)	Total Resources	664 090	605 330	58 760
EXCESS-DEFICIT	(7 183)	(117 774)					
General Total	664 090	605 330		General Total	664 090	605 330	
Contributions in kind	32 249	31 747		Contributions in kind	32 249	31 747	
Total after contributions in kind	696 340	637 077		Total after contributions in kind	696 340	637 077	
Cash flow generated	9 091	(105 505)					

(1) the 127 036 € represent on the one hand, humanitarian commitments (17 748 €) not yet realised and not distributed at 31/12/09; and on the other hand sponsorships (109 288 €) not distributed at 31/12/09

(2) the 114 543 € represent on the one hand humanitarian commitments (15 200 €) not yet realised and not yet distributed at 31/12/08; and on the other hand sponsorship (99 343 €) not distributed at 31/12/08