

AUDITORS REPORT TO THE
INTERNATIONAL ACTUARIAL ASSOCIATION
FOR THE YEAR
ENDED JUNE 30, 1998

Respective responsibilities of I.C.S.A. and auditors

I.C.S.A. is responsible for the preparation of the financial statements. It is our responsibility to consider whether the International Actuarial Association's balance sheet and income and expenditure account are in accordance with generally accepted accounting principles and with the detailed accounting records and to consider whether we have received all of the information and explanations which we consider necessary.

Opinion

We certify that we have obtained all the information and explanations required by us as auditors and that the attached income and expenditure account for the period from July 1, 1997 till June 30, 1998 and the balance sheet at that date are in agreement with the records maintained by International Actuarial Association.

It is our opinion that the financial statements with total assets of BF 12.916.257 and net worth of BF 5.450.938 give a true and fair view of the assets and liabilities and the financial situation of the association as at June 30, 1998.

Mechelen, October 27, 1998

DOMS WILLY

Reviser d'Entreprise
Certified Public Accountant

INTERNATIONAL ACTUARIAL ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT FOR
THE YEAR ENDED JUNE 30, 1998

	<u>1996/1997</u>	<u>1997/1998</u>
REVENUES		
Membership Fees	4.155.894	2.628.935
Interest (net)	638.633	335.658
Revaluation of portfolio	767.974	327.220
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Total revenues	<u>5.562.501</u>	<u>3.291.813</u>
 EXPENDITURES		
Secretariat	362.611	380.523
Publications (bulletin-index)	4.072.947	1.398.250
Council meeting (September 28, 1996)	736.609	1.033.961
Reorganisation	241.696	1.617.292
IPEF prior year accounts	122.573	87.681
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Total expenditures	<u>5.536.436</u>	<u>4.517.707</u>
 REVENUES IN EXCESS OF EXPENDITURES	 <u>26.065</u>	 <u><1.225.894></u>

INTERNATIONAL ACTUARIAL ASSOCIATION
BALANCE SHEET AS AT JUNE 30, 1998

	<u>1996/1997</u>	<u>1997/1998</u>
Current Assets		
Debtors and prepayments		
ASTIN	400.299	264
Other receivables	376.365	170.541
Prepays	96.036	0
Deposits		
Saving account	74.549	0
US\$ deposit	2.605.561	2.605.561
GB£	1.461.984	781.859
Portfolio investments	12.411.914	7.000.000
Cash at bank	2.083.343	2.357.032
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Total assets	<u>19.510.051</u>	<u>12.915.257</u>
 Creditors		
Suppliers	4.123.313	97.890
Due to International Promotion and Education Fund	6.910.506	6.970.222
Due to AFIR	155.900	0
Expense receivable	143.500	396.207
Due to ASTIN	0	0
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	11.333.219	7.464.319
Net current assets <liabilities>	<u>8.176.832</u>	<u>5.450.938</u>
 Represented by:		
Own funds		
Balance July 1, 1997	5.634.614	5.027.366
Reserve congress	3.149.466	1.649.466
Prior year adjustment	<633.313>	0
Current year	26.065	<1.225.894>
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Total own funds	<u>8.176.832</u>	<u>5.450.938</u>

NOTES ON THE ACCOUNTS FOR THE YEAR
ENDED JUNE 30, 1998

1. Principal accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the organisation's accounts:

a. Accounting basis

The accounts have been prepared under the historical cost convention.

b. Conversion rate

Income and expenditure account transactions have been converted at the average rate for the year. Balance sheet assets and liabilities were converted at the closing rate.

c. Subscriptions

Where subscription income had not been received at the date of signing these accounts, it has not been accounted for.

d. Expenditure

Capital expenditure on office furniture and equipment has been written off in the year because it was not considered material.