



FIA Foundation
for the Automobile and Society

Financial Statements 2008

Company number 4219306
Charity number 1088670

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Trustees' Report

The Trustees present their report on the activities and results for the year ended 31 December 2008. This report will outline some of the highlights of the year including the progress made against objectives, the new challenges being undertaken and the goals being set for the future to achieve the aims of the FIA Foundation.

Objectives and Activities

Charity objects

The objects of the FIA Foundation are the promotion of public safety and public health, the protection and preservation of human life and the conservation, protection and improvement of the physical and natural environment in particular by:

- promoting research, disseminating the results of research and providing information on matters of public interest which may include road safety, automobile technology, the protection and preservation of human life and public health, transport and public mobility and the protection of the environment; and
- promoting improvement in the safety of motor sport, and of drivers, passengers, pedestrians and other road users.

The FIA Foundation is primarily a grant making organisation although it does manage some projects internally. The grant making policy is included in the financial policy section.

Grants are made under the following categories:

Safety, environment and mobility

This is the work carried out to fulfil our first object of "promoting research, disseminating the results of research and providing information on matters of public interest which may include road safety, automobile technology, the protection and preservation of human life and public health, transport and public mobility and the protection of the environment". Our work in representational activities (see below) also fulfils this objective.

Motor sport safety

This is the work carried out to fulfil our second objective of "promoting improvement in the safety of motor sport". Our research, fellowships, memberships and affiliations expenditure (see below) also fulfil this objective.

Research, fellowships, memberships and affiliations

As described above these are research, fellowships, memberships and affiliations to achieve our objectives.

Representational activities and external communications

As described above these are internally managed projects to achieve our first objective.

Activities

In total the Trustees awarded grants and made transfers to designated and restricted reserves for internally managed projects of €7,758,000 (2007: €9,437,000). 39 (2007: 29) grants were made to individual organisations amounting to €6,050,000 (2007: €8,017,000), while €1,608,000 (2007: €1,320,000) was transferred to designated reserves and €100,000 (2007: €100,000) was transferred to restricted reserves. A further €781,000 (2007: €499,000) was reallocated from general funds to designated reserves (€681,000) (2007: €349,000) and restricted funds (€100,000) (2007: €150,000). This transfer represented under utilised grants from prior periods.

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The split of grants and designations to each of the categories discussed above is shown below:

Category	Amount	Percentage
Safety environment and mobility	€5,418,000	69.8%
Motor sport safety	€1,900,000	24.5%
Research, fellowships, memberships and affiliations	€ 325,000	4.2%
Representational activities and external communications	€ 115,000	1.5%
	€7,758,000	100.0%

The level of individual grants and designations to fulfil the objects of the charity were:

Recipient and description	Amount awarded
Safety, environment and mobility	
External recipients	
Amend.org – Be Seen, Be Safe	€20,000
Amend.org is a New York City-based not for profit organisation and a registered NGO in Ghana that addresses child pedestrian-injury in the developing world. This is its flagship programme focussed on road safety instruction in Ghana, aimed at several levels of society - primary school children, teachers, parents and community leaders.	
Allgemeiner Deutscher Automobil-Club e.V. (ADAC) * – Eco-Test	€50,000
On-going support in partnership with ADAC for this unique testing initiative which outperforms all other tests of a car's environmental impact, because it covers all key emissions in more realistic driving conditions, than the standard tests do.	
National Road Safety Council of Armenia	€30,000
Continued support of the National Road Safety Council in Armenia to coordinate NGO's, companies, police and other organisations in road safety campaigns and activities.	
Asia Injury Prevention Foundation (AIPF) – Helmet Wearing Public Awareness Campaign in Thailand, Vietnam and Cambodia	€100,000
Support for the latest phase of the AIPF's National Helmet Wearing Public Awareness Campaign in Vietnam, which was instrumental in the Government of Vietnam's decision to accelerate the enactment date of Resolution 32, the country's new mandatory helmet law. In Cambodia and Thailand the Foundation supported the AIPF's roll out of helmet campaigns and initiatives.	
Association pour le Développement de la Recherche sur le Cerveau et la Moelle Epinière (ADREC) + – Institute for Brain and Spinal Cord Disorders	€325,000
Creation of an international centre of research and treatment of neurological and psychiatric disorders and especially brain and spinal cord trauma.	
Automobile Association of South Africa (AASA)* – Employers' Road Safety Education Programme	€15,000
Funding to support an AASA project to encourage companies to participate in road safety initiatives.	
Automobile Association of South Africa (AASA)* - FIA African Union	€65,000
Funding to appoint a African region road safety co-ordinator, with the long term strategic aim to improve road safety in Africa by working closely with local African road safety initiatives, as well as international donors and road safety bodies to influence the will of governments in Africa to understand the critical economic importance of improving roads and road safety initiatives in Africa.	
Automobile Association of South Africa (AASA)* – Setting a Benchmark for Advanced Driver Training in Africa	€50,000
Funding to allow the AASA to formalise its advanced driver training course as the national benchmark in advanced driver training and expand the programme to the rest of Africa.	
Automobile Club d'Italia (ACI)* - MoVe	€50,000
Funding for the 2008 MoVe event, an annual mobility forum which attracts a high calibre of speaker from policy institutions, academia and NGOs to debate issues of urban sustainable mobility.	

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Automobile Club d'Italia (ACI)* - Pedestrian Crossing Assessment Project	€100,000
Continued funding of this pan-European project examining the design and equipment of crossings, regulations and rules relating to them and ranking their safety potential.	
Automobile and Touring Club of Greece (ELPA)* + - New Traffic Code Campaign	€25,000
Support for an awareness-raising campaign of the new Greek Traffic Code regulations on drink-driving, speeding and seat-belt wearing launched on 1 June 2007 to improve the ability and attitude towards driving of young people.	
Canadian Automobile Association (CAA)* - ESC Canadian Education and Public Awareness Campaign	€37,000
Support for the CAA to run an awareness campaign highlighting the importance and benefits of Electronic Stability Control (ESC).	
Edinburgh Climate Change Management (ECCM) – Climate Change Programme	€30,000
A switch in focus from the Scolel Te project in Chiapas, Mexico to more generic support for the wider Plan Vivo project which has outposts throughout the developing world, and works in partnership with, amongst others, Oxfam and the Clinton Foundation. Funding was used partly to off-set the Foundation's own carbon footprint and partly for the new research-focussed work programme.	
eSafetyAware! AISBL+ - Choose ESC!	€100,000
Funding of the Choose ESC! Campaign. The aim is to promote new active safety technologies to the public.	
Fondazione Targa Florio - Ecotour Targa Florio	€50,000
Funding to support a rally of fuel-efficient cars in Sicily, including a "Green Prix" combining people's passion for cars and their respect of the environment and alternative energies as well as an International Forum to discuss the use of alternative, renewable and low environmental impact energies, particularly relating to metropolitan areas.	
Forenede Danske Motorejere (FDM)* – EuroNCAP tests	€200,000
EuroNCAP provides motoring consumers with a realistic and independent assessment of the safety performance of some of the most popular cars sold in Europe. The FIA Foundation sponsors a car for testing as part of the programme which will include front and side impact and pedestrian testing. The FIA Foundation also covers the cost of production materials when results are launched.	
Fédération Internationale de l'Automobile (FIA)* + – Driver Training Project	€50,000
Continued funding for this international project to develop a best practice benchmarking guide to driver training and licensing, to be followed by the development of an international approval system which will play a major role in raising the standards of training and road safety around the world.	
Fédération Internationale de l'Automobile (FIA)* + - FIA European Traffic Education Contest	€30,000
22 automobile clubs from 21 European countries participated in the 2008 contest with the final being held in Slovenia in September 2008. The grant assisted in paying the organisation costs of the contest.	
Federation of Automobile Sports of the People's Republic of China (FASC)* - Driver Training	€20,000
Support for the FASC to conduct a fact-finding visit to European clubs which operate sophisticated and successful driver training programmes in order to develop its own programme in China.	
Forum for the Future – Sustainable Urban Mobility 2040	€120,000
Collaboration with the Forum for the Future to develop a detailed and systemic picture of the possible futures of personal mobility in the global cities of the 21 st century. The results will be made publicly available, in order to stimulate high-level debate, promote investment and aid long-term planning worldwide.	
George Institute for International Health – Development and Evaluation of a Driver Education and Training Programme to Reduce Novice Driver Crashes in China	€100,000
Support for the start up phase of a two year research project to develop, implement and evaluate a driver training programme for novice drivers in China.	
Georgian Automobile Federation* - Partnership for Road Safety in Georgia	€40,000
Ongoing support for the Partnership for Road Safety in Georgia, established to encourage the road safety debate with government and other stakeholders and raise awareness of the issues, with the following strategic objectives: raise awareness of road safety issues; improve the safety of the existing road infrastructure; and influence policy and legislation on traffic management and road safety.	

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Global Alliance for Ecomobility – 10% Campaign	€100,000
Collaboration with the United Nations Environment Programme (UNEP) in the development and implementation of a global "10% Campaign" whereby a 10% proportion of funding in all internationally funded road development programmes is dedicated to safe and sustainable road infrastructure.	
Icelandic Automobile Association (IAA) * - EuroTAP in Iceland	€9,000
Support for IAA project to assess the safety of seven tunnels in Iceland.	
International Road Assessment Programme (iRAP) +	€1,300,000
Funding of €3 million over 10 years, i.e., an annual grant of €300,000 per year. The aim of iRAP is to provide independent, consistent road safety ratings across the world to reduce death and serious injury by identifying shortcomings which can be addressed by practical road safety improvements. In order to sustain iRAP's remarkable progress and capacity development in 2008, a further €1 million was earmarked for its use.	
Koninklijke Nederlandse Toeristenbond (ANWB) * - FIA Ecotour of Europe	€100,000
Funding for a seven-day pan-European tour of fuel-efficient cars through nine European countries to generate consumer information on and raise public awareness of fuel efficient cars and driving as well as pressurise car manufacturers and importers to speed up the development and introduction of fuel-efficient cars in EU markets and to raise the profiles of Ecotest and the eco-performance of passenger vehicles.	
Reial Automòbil Club de Catalunya Foundation (RACC Foundation)* /Automobile Club d'Italia (ACI) * – Motorcycle Safety in Urban Areas	€59,000
Funding for joint RACC/ACI research project, the overall aim of which is to make motorcycle riding in cities safer.	
Special Olympics Hellas + - "Join the World of Winner"	€45,000
Project to educate children and adults with learning difficulties on the best practices of the "Make Roads Safe" campaign, with particular focus on a practical cycling event to demonstrate the importance of traffic rules, wearing helmets and to create an awareness of road safety.	
Task force for Child Survival and Development – Advocacy Campaign to Raise Resources for the World Bank Global Road Safety Facility (GRSF)	€175,000
Support for the Taskforce for Child Survival and Development to conduct a fundraising and awareness raising operation about the Facility with other foundations, in order to build support for global road safety within this important donor community.	
Transitional Commission for Road Safety in Latin America and Caribbean – Launching a Sustainable Regional Committee for Road Safety in Latin America and Caribbean	€100,000
Following the Foundation's financial support in 2007 to create a regional road safety actor in Latin America and the Caribbean in the shape of the Transitional Commission, support continued to ensure sustainability of the organisation.	
World Bank - Global Road Safety Facility	€350,000
This funds the road safety activities of the World Health Organisation, the Asian banks' road safety programme and facilitates travel to meetings for representatives of the UN regional commissions. This funding is part of the five-year, \$5 million agreement made between the FIA Foundation and the World Bank in 2005/2006.	
United Nations Environment Programme (UNEP) – Unleaded Fuel Campaign Support	€30,000
Funding to support UNEP in the campaign to ban leaded petrol in 16 specific countries where it is still used.	
Internally managed projects (designated funds)	
Environmental Policy and Research Programme	€240,000
Funding to enable the FIA Foundation to continue its close collaboration with the International Energy Agency (IEA), International Transport Forum (ITF) and United Nations Environment Programmes (UNEP), including the organisation of a symposium "Towards a Global Approach to Fuel Economy", which explored the ways to improve fuel efficiency across the global vehicle parc. Funding is also used to work with the IEA on a series of interventions, such as regional meetings in the key areas of Asia and Africa; sponsored research into key areas of interest such as the implications of scenarios of likely vehicle trade patterns; and advocacy for the promotion of a global fuel economy standard as well as for FIA Foundation support of the FIA "Make Cars Green" campaign.	

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Make Roads Safe Campaign	€975,000
To continue to promote the recommendations of the report of the Commission for Global Road Safety, most recently with the launch of the call for a "Decade of Action for Road Safety". The campaign continues to raise awareness about global road safety and encourage governments to include global road safety as an item on the agenda of a future G8 summit.	
Road Safety and Tourism	€90,000
Funding to publish and launch the report by John White, former Head of the OECD/ECMT Joint Transport Research Centre, on the impact of road traffic injury in popular tourism destinations, and related issues at a seminar in September 2008.	
Road Safety Scholarship Programme	€38,000
Following the success of its sponsorship of a John Smith road safety Fellow, the FIA Foundation has developed its own road safety scholarship programme to be run by former John Smith Fellowship Trust's Director Emma MacLennan.	
Seat Belt Manual	€50,000
Funding to cover the costs of editing, translating and printing the seat belt technical advice manual being produced on behalf of the UN Road Safety Collaboration.	
World NCAP	€50,000
Funding to support regional NCAPs excluding EuroNCAP and ANCAP.	
Internally managed projects (restricted funds)	
e-Safety Aware/ChooseESC! ASBL + - ChooseESC!	€100,000
Continued funding of the Choose ESC! Campaign, which also receives funding from the European Commission. The FIA Foundation Director General was the President of the e-Safety Aware communication platform of which this campaign forms a part. e-Safety Aware became a Belgian non profit association (aisbl) in January 2008.	
External grants	€3,875,000
Internally managed projects (designated funds)	€1,443,000
Internally managed projects (restricted funds)	€ 100,000
Total safety, environment and mobility grants	€5,418,000
Motor sport safety	
External Recipients	
FIA Institute for Motor Sport Safety +	€1,800,000
The objective of the FIA Institute is to promote improvements in the safety of motor sport by supporting and disseminating the results of research; supporting training of officials, circuit and race personnel in safety procedures, practices and the use of equipment; and supporting the protection of participants, officials and members of the public at international motor sport events and monitoring motor sport safety trends in order to identify research and regulation priorities.	
Consultancy	€100,000
Provision of specialist consultancy services on various aspects of motor sport and general road safety.	
External grants	€1,900,000
Total motor sport safety grants	€1,900,000
Research, fellowships, memberships and affiliations	
External Recipients	
Australasian New Car Assessment Programme (ANCAP)	€150,000
Funding for ANCAP, which gives consumers consistent information on the level of occupant protection provided by vehicles in serious front and side crashes.	
Consultancies	€45,000
The FIA Foundation maintains the services of several specialist consultants who provide consultancy on various technical road safety and environmental issues.	
eSafetyAware!	€10,000
The e-Safety Aware communication platform of which the Choose ESC! campaign forms a part became a Belgian non profit association (aisbl) in January 2008. The FIA Foundation Director General David Ward was the President of e-Safety Aware!	

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Global Alliance for Eco-mobility €20,000

The FIA Foundation is a founder member of this new alliance, led by UNEP, which aims to promote sustainable alternatives to the private car in a developing country context. The alliance was launched at the Climate Change conference in Bali in December 2007.

United Nations Environment Programme (UNEP) - Partnership for Cleaner Fuels and Vehicles (PCFV) €50,000

The award-winning PCFV was established in 2002 following the World Summit on Sustainable Development to reduce vehicular air pollution in developing countries through the promotion of clean fuels and vehicles. It provides a clearing house for information and advice on environmental improvements, including the phasing out of leaded fuel and introducing catalytic converters for low and middle income countries. It plays an important role in raising awareness amongst governments and motorists about cleaner fuel technologies.

Internally managed projects (designated funds)

Fellowships

€50,000

The FIA Foundation Fellowships are granted on recommendation of the Board of Trustees to individuals with significant expertise in a public policy or technical area of value to informing the FIA Foundation's work. The Fellows receive a stipend from the FIA Foundation and are then available to provide high level advice and support to the FIA Foundation, for example, on specialist vehicle technology or public health issues.

External grants

€275,000

Internally managed projects (designated funds)

€50,000

Total expenditure on research, fellowships, memberships and affiliations

€325,000

Representational activities and external communications

Internally managed projects (designated funds)

External Representation

€75,000

The FIA Foundation continues to take an active role in external representation at relevant international bodies, such as the UN, UN-ECE and EU. This designation covers travel, accommodation and related costs of these activities.

FIA Foundation Website

€10,000

The FIA Foundation manages the Think Before You Drive and Make Roads Safe websites in addition to its own website. This designation covers any technical add ons, for example, online petitions, pictures and streamed film capacity.

Publicity

€30,000

This designation covers printing costs for publications and production costs for advocacy films.

Internally managed projects (designated funds)

€115,000

Total expenditure on representational activities and external communications

€115,000

Summary:

External grants

€6,050,000

Internally managed projects (designated funds)

€1,608,000

Internally managed projects (restricted funds)

€ 100,000

Total expenditure and designations

€7,758,000

* FIA Foundation for the Automobile and Society member organisation

+ Other related party

Trustees' Report

Achievements and plans for the future

Safety, environment and mobility and external representation

Throughout 2008 the FIA Foundation continued its push for more committed action to global road safety through its Make Roads Safe campaign.

The first quarter of 2008 saw major successes for the Foundation in reaching over one million signatures on a global petition to the UN Secretary General Mr Ban Ki-moon and securing the UN's agreement to hold a first ever UN Ministerial meeting on Global Road safety. The petition was presented to the Secretary General at the UN headquarters in New York and coincided with a debate on global road safety in which the General Assembly approved the proposed ministerial. This is now scheduled for 19-20 November 2009 and will be held in Moscow at the invitation of the Russian government. Preparations for the ministerial conference are now well underway, with preparatory meetings held in Geneva in November 2008 and others scheduled for 2009, in Rome and Dar es Salaam.

July saw the FIA Foundation organise, in collaboration with the European Bank for Reconstruction and Development (EBRD), a safe road infrastructure conference. The meeting brought together all the key development banks, as well as the World Health Organisation; the European Commission; the UN Regional Commissions for Africa, Asia/Pacific, Europe and the Middle East; AusAID; UK Department for International Development; USAID; and the Dutch and Swedish Transport Ministries. The main outcome of the meeting was an agreement by the World Bank and the regional development banks to establish a working group on road infrastructure safety to try to systematise their approaches to road safety investment by the time of the UN Conference in Moscow. The Commission for Global Road Safety met for the second time in St. Petersburg in September, to discuss the update to its report launched in 2006. The event was hosted by the Russian Commission member, General Viktor Kiryanov, and held at the CIS Parliament building in conjunction with the second CIS conference on road safety. At this meeting the Commission agreed to press for an ambitious and visionary target for global fatality reductions in a 'Decade of Action for Road Safety, 2010 -2020' as the new campaign message in the run-up to the Moscow Ministerial.

The latter half of 2008 saw several well-known personalities pledging their support for a "Decade of Action for Road Safety" including Bill Clinton, Michael Palin and Jet Li.

In 2008 the FIA Foundation also continued to lead the pan-European "e-safety Aware" public/private partnership promoting awareness of the importance and benefits of intelligent vehicle systems to promote road safety, particularly through the "Choose ESC!" campaign. E-Safety Aware was registered as a Belgian non-profit making association (aisbl) in January 2008 with 15 founding members including the FIA Foundation, the European Automobile Manufacturers' Association and the Ministries of Transport of the United Kingdom, Netherlands and Luxembourg.

Significant Choose ESC! campaign events in 2008 included an ESC Symposium in Brussels in July, which discussed the final steps needed to reach the goal of a 100% ESC penetration rate as well as the ESC deployment experiences of Europe, Australia, Canada, and the United States. Campaign events took place in Belgium, Estonia, Paris and New York and also supported FIA Foundation-funded events in Crete and Canada. In addition, the UN World Forum for Harmonisation of Vehicle Regulations (UNECE WP29) adopted the Global Technical Regulation (GTR) on ESC for light duty vehicles and passenger cars. In Europe, the European Commission intends to use the GTR as the technical foundation for legislation on ESC.

2008 also saw the FIA Foundation commission an important report on road safety and tourism and organise a stakeholder seminar in September with representation from the World Tourism Organisation, the World Bank, the US State Department, the Western Australia Office for Road Safety, the UK Foreign and Commonwealth Office and BP. The focus of the seminar was to gather views on the growing problem of road traffic accidents among international travellers whether for purposes of leisure travel or business.

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In 2008, the FIA Foundation's environmental activities were increasingly focused on the key issue of promoting greater global fuel economy. It worked closely with the International Energy Agency (IEA), International Transport Forum (ITF)/Organisation for Economic Co-operation and Development (OECD) and United Nations Environmental Programme (UNEP) to develop a Global Fuel Economy Initiative (GFEI), which will be formally launched in Poland in December 2009, at the 14th Conference of the Parties to the Kyoto Protocol. This initiative is building on the analysis and discussion of the Fuel Economy Symposium which FIA Foundation hosted in Paris in May 2008 and seeks to promote the concept of '50 by 50', namely an improvement of 50% in average fuel efficiency by 2050. With flanking measures, this improvement should result in at least the stabilisation of CO₂ emissions from the global car fleet, which is essential to address the issue of climate change. A "50 by 50" report was launched at the Geneva Motor Show in March 2009. The initiative will seek, through a range of regional meetings, sponsored research and other partnership projects, to obtain the maximum possible sign-up to this ideal, and also to other objectives such as data transparency and information-sharing. Work has already begun to analyse available data on fuel economy standards and fleet dynamics (IEA), to develop a database and toolkit to support governments in their fuel economy policy development processes (UNEP) and to map the global policy landscape to ensure timely and appropriate policy interventions by the initiative – all of which is sponsored by the Foundation. We are working with CAI (Clean Air Initiative) Asia on a symposium at the Bangkok Air Quality Conference in November, as a first step in engaging the key ASEAN region on this topic.

Motor Sport Safety

The FIA Foundation continues to be a major supporter of the FIA Institute for Motor Sport Safety which was established in 2005 with the ambition that it should become a global centre of excellence in research and training for motor sport safety. With Foundation financial support, in April 2008, medical delegates from around the globe gathered for the annual FIA Institute Centre of Excellence Summit to discuss Medicine in Motor Sport. As a recently awarded FIA Institute Centre of Excellence the Bahrain International Circuit played host to this prestigious event.

The Summit was opened by Dr. Faisal Al Hamar, the Minister of Health for Bahrain and chaired by Professor Watkins and Professor Saillant. Speakers included Chief Medical Officers, Surgeons, Audiologist, Neurologist and representatives of the FIA Institute and CAMS-AIMSS.

The Institute manages a wide ranging technical safety research programme and safety working groups.

The FIA Foundation will continue to support the work of the FIA Institute for Motor Sport Safety in 2009.

Financial Policies

Reserves policy

The long term objective of the trustees is to "preserve the capital base in real terms for as long as is practicable whilst meeting the needs of the beneficiaries at a sustainable level".

The investment policy described below has been formulated as a result of the aim of the reserves policy. Therefore, the majority of the reserves have been invested in assets which are used to generate incoming resources to fund grants, internally managed projects and support costs.

The Foundation also holds a proportion of its reserves in cash. Until 31 December 2007 it was the policy of the Foundation to invest all income net of fees received from the investment portfolio into a high interest deposit account. This was then used to fund grants for the following grant year. For example, all income received in the year 1 January 2007 to 31 December 2007 was invested in a high interest account to fund grants during the grant year 1 July 2008 to 30 June 2009.

From 1 January 2008, this policy changed. Since June 2006 the investment managers have been set an income target which increases by the Consumer Price Index for Europe annually. The managers are able to manage the portfolio on a total return basis and may therefore draw down capital to meet the income target, but they must also meet a capital growth target.

With this approach, volatility in short term income should not impact on expenditure. The policy should also ensure that the Foundation is able to continue in its current manner should unforeseen events arise.

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The level of reserves is reviewed annually and compared to long term plans and the expected growth of the original donation from the Fédération Internationale de l'Automobile once the Consumer Price Index for Europe is applied.

Since the introduction of the new investment mandate the Foundation has gained a clear idea of how much income it will receive during the forthcoming year. Therefore programme funding periods can now fall in line with calendar years, based on projected income for the same year. To move to this basis the 2008 programme year ran for six months, from July to December 2008. The new basis started on 1 January 2009.

The Trustees have also agreed to hold cash balances of approximately €9 million, which equates to approximately one year's programmes expenditure. This policy would facilitate cash flow and would help prevent a forced sale of assets during periods of poor investment returns.

At 31 December 2008 the FIA Foundation held €1,346,000 (2007: €1,048,000) in designated funds, €321,416,000 (2007: €348,495,000) in general funds and a deficit of €43,182,000 (2007: surplus of €12,090,000) in the revaluation reserve. An additional €40,628,000 (2007: €154,000) is held within restricted reserves.

The purpose of the designated funds is provided within the Trustees' Report. The designated funds should be expended during the next financial year.

The purpose of the restricted funds is provided within the Trustees' Report. Restricted reserves should be expended within the next 5 years.

Investment policy

The FIA Foundation has the power to deposit or invest funds not immediately required for its purposes in, or upon, such investments, securities or property as the trustees may think fit. The Trustees may invest only after obtaining advice from a financial expert. The Trustees have the power to delegate the management of investments to a financial expert but must review the performance of the investments regularly.

The principle objective of the investment policy is to seek total return in the long term to provide for real life increases in annual expenditure while preserving the charity's capital base in real terms. This is to balance the needs of both current and future beneficiaries and therefore the assets are invested for long term returns rather than to maximise short term income.

The Foundation's policy is that all investments are externally managed by investment managers appointed by the Board of Trustees. The Foundation's investments are under the safe custody of JPMorgan.

The investment policy adopted by the Investment Committee and Board of Trustees has been incorporated into the Statement of Investment Principles, which has been distributed to each investment manager and the Foundation's custodian, JPMorgan.

Investment managers have discretion to make all asset allocation decisions in order to achieve the following investment objective, as stated in the Statement of Investment Principles:

"The Trustees' investment objective is to produce an annual income of the order of €10 million per annum, net of management charges and any irrecoverable tax, whilst maintaining the capital value of the fund in real terms over the long term. By in real terms it is meant that the capital value of the fund needs to increase broadly in line with the Consumer Price Index (CPI) for Europe"

Performance of the managers is assessed by comparing the portfolio returns of each manager on a three year rolling basis. The results are reviewed by the Investment Committee on a quarterly basis.

The investment strategy will be reviewed by the Investment Committee and the Board of Trustees at least once every three years.

Investment managers are permitted to use derivatives to ameliorate the risk associated with holding shares in different currencies. The managers have discretion regarding the level of derivatives that can be used but they must comply with Inland Revenue guidelines. Currently derivatives take the form of forward currency contracts or options.

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Grant making policy

The FIA Foundation considers applications for grants from any organisation or individual, providing the application meets at least one of the general or specific objectives of the charity. Applications are considered by the Programmes Committee which makes recommendations to the Board of Trustees. The Trustees have made commitments to make grants and made provisional designations for internally managed projects as described within this report.

Financial Review

Investment assets and returns

The Foundation's asset allocation policy is influenced by the investment objective described within the investment policies above. The performance of each manager is assessed against the targets laid down in the Statement of Investment Principles.

During the year to 31 December 2008 all the managers met the income target set down in the Statement of Investment Principles. The Foundation received €10,275,000 in total from the managers (€3,425,000 from each manager). The cash received was a combination of income achieved by the portfolio and capital withdrawals from the adoption of the total return mandate.

The Foundation invariably suffered from the unprecedented turbulence within the markets and hence no manager met the target of increasing the value of the fund by the European Consumer Price Index during the year.

At 31 December 2008 investment assets (including the investment properties) were valued at €290,336,000 (2007: €333,905,000). Investment assets produced unrealised losses during the year of €62,385,000 (2007: unrealised gain of €4,810,000). These losses are stated after €10,275,000 (2007: €9,900,000) was withdrawn from the portfolio as stated above.

The investments include €40,160,000 (2007: €nil) relating to restricted reserves. The remaining €250,176,000 (2007: €333,905,000) relate to unrestricted reserves. The loss relating to unrestricted reserves was €64,689,000 (2007: unrealised gain of €4,810,000). Restricted reserves achieved an unrealised gain of €2,304,000 (2007: €nil)

The fall in the value of investment properties is due to the weakening of the value of Sterling to the Euro. The unrealised investment exchange loss from properties was €2,622,000 (2007: exchange loss of €1,119,000).

The listed investment portfolios were defensively positioned but still suffered a 25% decline in value. However, this was considerably less than the decrease experienced by the FTSE world index.

All asset allocation decisions are taken by our investment managers. Diversification is by asset class, investment manager and investment style. Only one manager used Options during a period to protect approximately 0.01% of the overall value of the portfolio. Currency forward contracts represent 1.8% (2007: 0.7%) of the value of investment assets at 31 December 2008. This level of derivatives is representative of their use during the year.

At 31 December 2008, the asset allocation of our investments was:

Investment	Amount €000's	Percentage
Listed equity investments	€116,976,000	40.3%
Fixed and variable interest stocks	€118,187,000	40.7%
Alternative investments	€ 3,049,000	1.1%
Property	€ 9,045,000	3.1%
Cash	€ 43,079,000	14.8%
Total	€290,336,000	100.0%

Trustees' Report

The Foundation has significant exposure to foreign currency due to its globally diversified portfolio. Currency hedging facilities are utilised where investments are not held in Euro. Approximately 58.1% (2007: 57.4%) of investment assets are held in Europe, 8.0% (2007: 6.9%) in the UK, 26.5% (2007: 27.8%) in North America and 7.4% (2007: 7.9%) spread across Asia and the Pacific and other countries.

Accrued income due from investment managers of €2,176,000 (2007: €1,835,000) is included within current assets. €1,725,000 relates to unrestricted reserves and €451,000 relates to restricted reserves.

€9,953,000 (2007: €8,489,000) was received from investment assets during the year to 31 December 2008. The income yield from investments was 3.4% (2007: 2.5%).

Investment manager costs of €1,727,000 (2007: €1,673,000) comprising manager fees, performance fees and custodian fees are included within the costs of managing investments in the Statement of Financial Activities. Under the Statement of Investment Principles investment managers are able to charge fees which they deem to be fair as their performance is assessed by considering capital appreciation net of fees. The level of fees charged represents 0.6% (2007: 0.5%) of the value of the portfolio. Fees levels are closely monitored on a quarterly basis by the members of the Investment Committee and fees which are deemed excessive are discussed with the investment managers.

The income target for 2009, as set down by the Statement of Investment Principles should be €10,491,000 (2008: €10,275,000 being €3,425,000 from each manager). However, given the level of cash balances held at the end of December 2008 of €17,894,000, the Trustees have decided to request only €3 million (€1million from each manager) during 2009. This should help to bring cash reserves down to a level of approximately €9 million as stated in the reserves policy.

Voluntary Income

The Foundation received a donation of €76,000 from Mr M Mosley (2007: €12,000 from the Bridgestone Corporation). The use of this donation is unrestricted.

The Foundation also received a donation from the Fédération Internationale de l'Automobile (FIA) of €38,667,000 (2007: nil). This money is restricted for use within the FIA Motor Sport Safety Development Fund. Details of this fund are included below.

Restricted Income

eSafetyAware!

The Foundation received a grant from the European Commission of €346,000 (2007: €208,000) as part funding of the pan European 'eSafetyAware!' campaign. The aim of the campaign is to promote awareness of the potential of intelligent vehicle systems to promote road safety. Contributions of €130,000 (2007: €245,000) were received from 13 donors (2007: 15 donors) to assist with the campaign.

FIA Motor Sport Safety Development Fund

The Fédération Internationale de l'Automobile (FIA) World Motor Sport Council agreed in 2008 to establish a Motor Sport Safety Development Fund ('the Fund') through which the €38,667,000 (\$60 million) it received from a McLaren Mercedes fine could be used to promote safety in motor sport working with its national sporting authorities (ASNs) worldwide. This funding was donated to the FIA Foundation for use as a "restricted" fund and for disbursement over five years in the three areas of motorsport officials' safety training, motorsport facility improvement through a consultancy programme and young motorsport driver safety training. A Management Committee, made up of Nick Craw, Norbert Haug, Max Mosley, Michael Schumacher and Jean Todt was appointed to consider applications. The Management Committee met in December 2008 and agreed funding for 2009 over the three areas of €1.6 million. This includes both programme funding and management of the Fund and development of its activities by the FIA Institute for Motor Sport Safety.

Trustees' Report

Charitable expenditure

Grant making in 2008 amounted to €6,050,000 (2007: €8,017,000). €1,608,000 (2007: €1,320,000) was transferred to designated funds and €100,000 (2007: €100,000) was transferred to restricted funds for internally managed projects. In total €7,758,000 (2007: €9,437,000) was allocated as grants, designated reserves or restricted funds during the year. A further €781,000 (2007: €499,000) was reallocated from general funds to designated reserves (€681,000) (2007: €349,000) and restricted funds (€100,000) (2007: €150,000). This transfer represented under utilised grants from prior periods.

€1,991,000 (2007: €1,959,000) was transferred from designated reserves to cover expenditure on internally managed projects, including Make Roads Safe which was a major activity of the Foundation this year. These costs are described as direct costs in the Statement of Financial Activities.

€754,000 (2007: €604,000) was spent by the eSafetyAware! restricted fund. The expenditure funded demonstration events around Europe and the production of dissemination materials.

€471,000 (2007: €nil) was spent by the FIA Motor Sport Safety Development Fund. The expenditure funded the costs incurred to assess applications for grants by the Programmes Chairman, investment manager fees and initial legal costs.

Charitable activities (grants, direct costs and support costs) represent 80.1% (2007: 82.6%) of the total expenditure of the Foundation.

As described in the reserves policy above the Foundation set the level of charitable expenditure based on the investment income and returns for the previous year. €11,981,000 was agreed during the November 2008 Board of Trustees meeting as being available for grants and internally managed projects for Programme Year 2009 which runs from 1 January 2009 to 31 December 2009.

Governance costs including Trustees' expenses, directors' insurance and allocated support costs were €571,000 (2007: €649,000) which represent 4.6% (2007: 4.7%) of total costs.

Structure, governance and management

Charity status

FIA Foundation for the Automobile and Society is registered in England and Wales as a charity, number 1088670, and as a company limited by guarantee, number 4219306. The liability of the Trustees, as members, is limited to £1. The FIA Foundation for the Automobile and Society is governed by its Memorandum and Articles of Association. The directors of the FIA Foundation are its Trustees for the purposes of charity law. The terms of the charity's Memorandum and Articles of Association exclude the power to raise funds by the means of taxable trading, where such trading fall outside its charitable objects.

Trustees

The membership of the Board is set out on page 35.

All Trustees served throughout the year apart from Mr B Perko and Mr J Todt, who were appointed on 6 November 2008. Mr R Alessi and Mr S Salvadó retired from the Board of Trustees on 6 November 2008 and were appointed Honorary Members of the FIA Foundation. Mr M Schumacher also retired from the Board of Trustees on 6 November 2008. Mr C Macaya was elected Chairman of the Foundation on 6 November 2008.

The Board of Trustees must maintain a minimum membership of three and a maximum membership of 15. Trustees are elected by an ordinary resolution by members at the Annual General Meeting. With the exception of the Chairman, one third (or the nearest one third) of the Trustees must retire at each AGM. It was agreed in July 2008 to amend the upper age limit for new trustees from 70 to 75 years, which is the same as for existing trustees. Therefore trustees who celebrate their 75th birthday during their term of office cannot seek re-election.

Mrs J Despotopoulou, Mr T Keown, Mr J Llewellyn, Mr R Sierra and Mr S Tanaka retire at the 2009 AGM. Mrs J Despotopoulou, Mr T Keown, Mr J Llewellyn and Mr S Tanaka being eligible, offer themselves for re-election. Mr R Sierra is not eligible for re-election. On his retirement he will become an Honorary Member of the FIA Foundation.

Trustees' Report

Recruitment and appointment of new Trustees

Due to interest from Foundation members on how to apply to become a Trustee of the Foundation the secretariat has developed an application pack as well as a process of handling applications in 2007.

The secretariat will send any person who has formally expressed an interest in applying to become a Trustee the job and person profile and application form. The secretariat will also inform them of the following:

- the number of vacancies on the Board of Trustees at the time;
- the deadline of 1 June for applications;
- that applications will be considered only if there is a vacancy and at the June meetings of the Board of Trustees; and
- if an application is approved by the Board of Trustees, it would then be submitted to the Annual General Meeting in October.

Induction and training of new Trustees

When a new Trustee is appointed, they receive the following documents as induction:

- a copy of the Memorandum and Articles of Association;
- a list of the members of the Board of Trustees, the Programmes, Investment and Audit and Remuneration Committees and their contact details;
- the FIA Foundation travel and expenses policy for trustees;
- information from the UK Charity Commission website on the responsibilities of UK Charity Trustees;
- a copy of the Trustees' Liability Insurance; and
- the Trustee Code of Conduct.

As the majority of our Trustees hail from our member organisations, they are generally already aware of the Foundation's activities and familiar with the Foundation's senior staff members. They are also all senior executives of major organisations and thus comfortable with what is and is not expected of them in their role as Trustees. Training is therefore handled on an ad hoc basis and will be arranged for any Trustee if they request it.

Committees and meetings

Under the Memorandum and Articles of Association the Trustees are required to hold at least two meetings a year. Currently the full Board meets three times a year. However, there are three additional Trustee sub committees (the Investment Committee, the Programmes Committee and the Remuneration and Audit Committee) which also meet a minimum of once a year.

The Investment Committee reviews the financial management of the charity's assets and makes recommendations to the Board of Trustees. The membership of the Investment Committee consists of Mr T Keown (Chairman and Foundation Treasurer), Dr J Llewellyn and Mr M Mosley.

The Programmes Committee reviews and approves grant applications for further consideration by the Board of Trustees. The membership of the Programmes Committee consists of Mr M Mosley (Chairman), Mr R Darbelnet, Mr J Dawson, Mrs J Despotopoulou, Mr C Gerondeau, Mr C Macaya and Mr D Njoroge.

The Audit and Remuneration Committee reviews the salaries and benefits of Foundation staff and approves any salaries and benefits changes for the Director General and Deputy Director General. It also examines the draft Financial Statements before submission to the Board of Trustees and recommends any necessary internal audit measures. The membership of the Remuneration and Audit Committee consists of the Treasurer (Chairman), Mr T Keown, and at least one other Trustee, Dr J Llewellyn. The Chairman of the Foundation, Mr C Macaya, is an *ex officio* member.

Trustees' Report

Internal control and risk management

The Trustees are responsible for the FIA Foundation's systems of internal control and effectiveness. No system of internal control can provide absolute assurance against material misstatement or loss. However, the FIA Foundation's system is designed to provide the Board of Trustees with reasonable assurance that there are proper procedures in place and they are operating effectively.

The key elements of the internal control system are:

- **delegation:** there is a clear organisational structure with documented lines of authority and responsibility for control.
- **reporting:** the Board of Trustees approves and reviews annual budgets and expenditure targets and monitors actual and forecast expenditure and investment reports on a regular basis. The Trustees may, and do, commission internal audit reports from time to time.
- **risk management:** the potential risks arising from the FIA Foundation's activities have been documented in a comprehensive risk register. The Trustees have reviewed the major risks to which the FIA Foundation is exposed and can confirm that all reasonable measures are being taken and systems have been established to control or mitigate the effect of these risks on the achievement of the charity's objectives.

Conflicts of interest

The FIA Foundation has a policy on conflicts of interest which applies to Trustees, employees and members of the FIA Foundation's decision-making committees.

When a Trustee has a material interest in any grant, investment or other matter being considered by the FIA Foundation, that Trustee does not participate in the decision on that grant or other matter. The same principle applies to staff and members of committees who are able to influence the charity's funding decisions.

Trustees responsibilities for the financial statements

The Trustees (who are also directors of the Company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and the income and application of resources, including income and expenditure, of the charitable company for that period. In preparing these financial statements the Trustees are required to:

- select suitable accounting policies and apply them consistently.
- Observe the methods and principle in the Charities SORP.
- make judgements and estimates that are reasonable and prudent.
- state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charitable company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

As far as the Trustees are aware:

- there is no relevant material audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all the steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable companies website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Trustees' Report

Other matters

Changes in fixed assets

The movements in fixed assets are set out in notes 12 and 13 to the financial statements.

Related party transactions

The charity has designated some of the income generated by the investment portfolio for internally managed projects. These are listed in note 16 and described in the Trustees' Report. Grants made to organisations which are members of the charity are disclosed in the Trustees' Report. All other related party transactions are disclosed in note 26.

Charitable donations

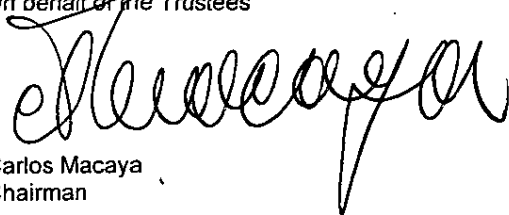
The Trustees provided office space, rent free, to the John Smith Memorial Trust during the year. The market value of the space provided was €3,000 per annum (2007: €3,000). The Trustees also donated stationery and office equipment valued at €2,500 (2007: €2,500) to the John Smith Memorial Trust.

During the period no other charitable or political contributions were made by the charity.

Auditor

A resolution for the reappointment of Grant Thornton UK LLP as auditor of the charity will be proposed at the forthcoming Annual General Meeting.

On behalf of the Trustees



Carlos Macaya
Chairman

24 June 2009

Report of the Independent Auditor to the Members of the FIA Foundation for the Automobile and Society

We have audited the financial statements of the FIA Foundation for the Automobile and Society for the year ended 31 December 2008 which comprise the statement of financial activities, the balance sheet, the cash flow statement and notes 1 to 27. The financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

The Trustees (who are also the directors of FIA Foundation for the Automobile and Society for the purposes of company law) responsibilities for preparing the Trustees' Report and the financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and other transactions is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 December 2008 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees' Report is consistent with the financial statements for the year ended 31 December 2008.



GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
OXFORD
24 June 2009

Statement of Financial Activities

For the year ended 31 December 2008 (incorporating an income and expenditure account and a statement of recognised gains and losses)

	Note	Unrestricted Funds 2008 €000	Restricted Funds 2008 €000	Total 2008 €000	Total 2007 €000
Incoming resources					
Voluntary income	2	76	38,667	38,743	12
Investment income	3	9,361	592	9,953	8,489
Charitable activities	4	-	476	476	508
		<u>9,437</u>	<u>39,735</u>	<u>49,172</u>	<u>9,009</u>
Resources expended					
Cost of generating funds:					
- Costs of managing investments	5	1,759	44	1,803	1,756
Charitable activities:					
- Safety, environment and mobility	5	5,765	754	6,519	6,534
- Motor sport safety	5	1,922	427	2,349	3,755
- Research, fellowships, memberships and affiliations	5	461	-	461	347
- Representational activities and external communications	5	672	-	672	807
Governance costs	5	571	-	571	649
Total resources expended	5	<u>11,150</u>	<u>1,225</u>	<u>12,375</u>	<u>13,848</u>
Net incoming/(outgoing) resources before transfers		(1,713)	38,510	36,797	(4,839)
Transfers between funds		(200)	200	-	-
Net incoming/(outgoing) resources for the year		<u>(1,913)</u>	<u>38,710</u>	<u>36,797</u>	<u>(4,839)</u>
Other recognised gains and losses:					
Realised losses on investment assets		(14,253)	-	(14,253)	(3,483)
Other realised losses		(6,919)	(528)	(7,447)	1,271
		<u>(21,172)</u>	<u>(528)</u>	<u>(21,700)</u>	<u>(2,212)</u>
Net income and expenditure		(23,085)	38,182	15,097	(7,051)
Unrealised gains and losses:					
Unrealised (losses)/gains on investment assets		(58,873)	2,282	(56,591)	10,796
Other unrealised (losses)/gains		(95)	10	(85)	(84)
		<u>(58,968)</u>	<u>2,292</u>	<u>(56,676)</u>	<u>10,712</u>
Net movement in funds		(82,053)	40,474	(41,579)	3,661
Reconciliation of funds:					
Balance at 1 January 2008	16-18	361,633	154	361,787	358,126
Balance at 31 December 2008	16-18	<u>279,580</u>	<u>40,628</u>	<u>320,208</u>	<u>361,787</u>

All amounts relate to continuing operations.

All gains and losses recognised in the year are included in the Statement of Financial Activities.

The notes to the accounts form an integral part of the financial statements.

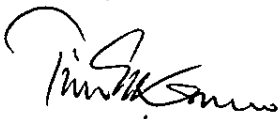
Balance Sheet

As at 31 December 2008

	Note	2008 €000	2007 €000
Fixed assets			
Tangible assets	12	4,409	4,554
Investments	13	<u>290,336</u>	<u>333,905</u>
		294,745	338,459
Current assets			
Debtors	14	10,888	10,299
Cash at bank and in hand		<u>17,894</u>	<u>16,698</u>
		28,782	26,997
Liabilities			
Creditors: amounts falling due within one year	15	<u>(3,319)</u>	<u>(3,669)</u>
Net current assets		25,463	23,328
Total assets less current liabilities		320,208	361,787
Net assets		<u>320,208</u>	<u>361,787</u>
Funds			
Unrestricted funds			
- Designated funds	16	1,346	1,048
- Revaluation reserve	17	-	12,090
- General funds	17	<u>278,234</u>	<u>348,495</u>
		279,580	361,633
Restricted funds	18	<u>40,628</u>	<u>154</u>
Total charity funds		<u>320,208</u>	<u>361,787</u>

The notes to the accounts form an integral part of the financial statements.

The financial statements were approved by the Board of Trustees on 24 June 2009 and signed on their behalf by:


 Mr T Keown
 Treasurer

Cash flow statement

For the year ended 31 December 2008

		2008	2007
	Note	€000	€000
Net cash inflow/(outflow) from operating activities	20	35,426	(6,074)
Capital expenditure and financial investment			
Purchase of tangible fixed assets		(7)	(39)
Purchase of fixed asset investments		(220,460)	(239,287)
Proceeds from sale of fixed asset investments		173,580	260,903
Net cash (outflow)/inflow from investing activities		(46,887)	21,577
 (Decrease)/increase in cash	22	 (11,461)	 15,503

Notes to the Accounts

1 Principal accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention except for investments which have been valued at market value. They comply with the Statement of Recommended Practice "Accounting and Reporting by Charities" ("the SORP") as revised in 2005, together with the reporting requirements of the Companies Act 1985 and applicable accounting standards.

The principal accounting policies for the charitable company are set out below and have remained unchanged.

Incoming resources

All incoming resources are included in the SOFA when the company is legally entitled to the income and the amount can be quantified with reasonable certainty. More specific details relating to each category of income are shown below.

Grants

Grant income is recognised when the charity is entitled to receipt.

Voluntary Donations

All monetary donations are included in full when receivable, provided that there are no donor-imposed restrictions as to the timing of the related expenditure, in which case recognition is deferred until any precondition is met.

Investment income

Investment income, including associated tax recoveries, but with the exception of income receivable in respect of fixed interest securities is recognised when receivable. Income receivable in respect of fixed interest securities is recognised on the accruals basis.

Rental income

Rental income is recognised when receivable.

Resources expended

Expenditure is accounted for on an accruals basis.

Resources expended comprise:

Costs of generating funds

Cost of managing investments

This includes investment manager fees, staff salaries and other costs directly attributable to the management of the investment portfolio.

Costs of charitable activities

The charitable activities flow from the Charity's vision and purpose, which are highlighted in the Trustees' Report. The primary charitable activities as disclosed in the SOFA are as follows: Safety, environment and mobility; Motor sport safety; Research, fellowships, memberships and affiliations; and Representational activities.

The costs of charitable activities include grants made to external organisations and direct expenditure. The accounting treatment for these are as follows:

Grants payable

Grants payable are recognised in the financial statements when a contractual commitment exists.

Direct costs

This is expenditure made from designated reserves relating to internally managed projects. Details of costs can be found in note 7.

Support and indirect costs

These are shared and indirect costs associated with the main activities of the Foundation. Details of costs can be found in note 8.

Notes to the Accounts

Allocation of support and indirect costs

Costs which relate directly to an employee are allocated against the activities they undertake. Support and indirect costs are apportioned on the basis of the number of full time equivalent staff.

Governance costs

Governance costs include external audit and legal advice on governance matters, directors and officers insurance, trustees' expenses and an apportionment of shared and indirect costs.

Irrecoverable VAT

The irrecoverable VAT element is included in the expense category to which it relates.

Fund accounting

General funds are donations and other incoming resources received or generated for expenditure on the general objectives of the charity.

Designated funds are general funds which have been designated for specific purposes by the trustees.

Restricted funds are used for specified purposes laid down by the donor.

Tangible fixed assets and depreciation

Tangible fixed assets are capitalised at cost where their acquisition value is greater than €750, and are stated at cost net of depreciation.

Depreciation is calculated to write down the cost of all tangible fixed assets excluding investment properties by equal annual instalments over their estimated useful economic lives, calculated on a monthly basis.

The rates applicable are:

Freehold properties	2%
Fixtures and fittings	20%
Computer equipment	33 1/3%

Investments

Investment properties and listed investments are valued at their market value in their native currency at the balance sheet date, translated at the rate ruling at the year end. This is not in accordance with SSAP 20 which requires investments to be translated at the rate ruling at the date of acquisition. The policy adopted provides a more accurate valuation of the investments at the year end.

Cash held as part of an investment portfolio, as a monetary asset, is translated using the closing rate method.

Net gains and losses arising on revaluations and disposals during the period are included in the SOFA.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Non monetary assets and liabilities in foreign currencies are translated at the rates ruling at the date of acquisition, or average rate if not materially different. Exchange differences are dealt with in the SOFA. The exchange rates ruling at the balance sheet date were as follows:

Currency	2008	
Sterling	€1:£	€1:£0.952392
US Dollar	€1:\$	€1:\$1.391914

Taxation

The activities of the Charity fall within the exemptions conferred by section 505 and 506 of the Income and Corporation Taxes Act 1988. Consequently, no corporation tax is provided for in the financial statements

Notes to the Accounts

Retirement benefits

Defined contribution scheme

The pension costs charged against the SOFA are the contributions payable to the schemes in respect of the accounting period.

Leased assets

All assets are regarded as operating leases and the payments made under them are charged to the SOFA on a straight line basis over the lease term.

Liabilities

Liabilities are recognised when there is a legal and constructive obligation committing the charity to the expenditure.

2 Voluntary income

The charity received the following:

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Donations	<u>38,743</u>	<u>12</u>

The Foundation received two significant donations during the year.

€76,000 was received from Mr M Mosley (see Trustees' Report). This donation is unrestricted.

€38,667,000 was received from The Fédération Internationale de l'Automobile (see Trustees' Report). These funds are held in the FIA Motor Sport Safety Development Fund (a restricted fund) and will be expended over a five year period.

3 Investment income

Investment income comprises income from:

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Listed equity investments	2,415	2,026
Fixed and variable interest stocks	4,030	3,602
Interest on cash held at brokers	2,321	1,647
Investment properties	672	770
Bank deposits and financial markets	514	405
Other income	<u>1</u>	<u>39</u>
	<u>9,953</u>	<u>8,489</u>

The above investment income is derived from assets held within the UK, except for the income from listed securities which are held both within and outside the UK.

Notes to the Accounts

4 Income from charitable activities

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Grants receivable	346	208
Contributions to eSafetyAware!	130	245
Gifts in kind	-	55
	<u>476</u>	<u>508</u>

5 Resources expended

	Grants €'000's	Direct expendi- ture €'000's	Support and indirect costs €'000's	2008 €'000's	2007 €'000's
Costs of managing investments	-	-	1,803	1,803	1,756
Safety, environment and mobility	3,159	2,129	1,231	6,519	6,534
Motor sport safety	1,900	273	176	2,349	3,755
Research, fellowships, memberships and affiliations	210	125	126	461	347
Representational activities and external communications	-	209	463	672	807
Governance costs	-	-	571	571	649
	<u>5,269</u>	<u>2,736</u>	<u>4,370</u>	<u>12,375</u>	<u>13,848</u>

See note 6 for details of grant funding. Detailed descriptions of grant allocations are provided in the Trustees Report.

See note 7 for details of direct expenditure.

See note 8 for support and indirect cost allocations.

6 Grants

Grant expenditure during the year was as follows:

	Grants €'000's	Write back under utilised grants €'000's	2008 €'000's	2007 €'000's
Safety, environment and mobility	3,875	(716)	3,159	3,690
Motor sport safety	1,900	-	1,900	3,725
Research, fellowships, memberships and affiliations	275	(65)	210	156
	<u>6,050</u>	<u>(781)</u>	<u>5,269</u>	<u>7,571</u>

Detailed descriptions of each grant are provided in the Trustees' Report.

Each grant recipient received one grant, although this may have been payable in more than one tranche. All grants were made to institutions and were restricted to the purpose for which the grant was approved.

Notes to the Accounts

7 Direct expenditure

Expenditure was as follows. The majority of expenditure is from designated reserves. Detailed descriptions of each project are provided in the Trustees' Report.

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Safety, environment and mobility		
Environmental Policy and Research Programme	220	172
Commission for Global Road Safety	-	41
Commission for Sustainable Mobility	42	72
eSafetyAware!	472	393
Global Road Safety Activities	36	59
Make Roads Safe, UN and Regional Commissions	1,170	1,081
Seat Belt Safety	36	-
Repair Information Report	8	5
Road Safety and Tourism	126	29
Road Scholarship Programme	19	-
Think Before You Drive	-	75
	<u>2,129</u>	<u>1,927</u>
Motor Sport Safety		
Motor Sport Safety Development Fund	273	-
	<u>273</u>	<u>-</u>
Research, fellowships, memberships and affiliations		
Fellowships	125	45
	<u>125</u>	<u>45</u>
Representational activities and external communications		
External Representation	80	69
FIA Foundation Website	43	32
International Policy Forum	-	216
Publicity	71	45
Working Groups	15	18
	<u>209</u>	<u>380</u>
Total direct expenditure	<u>2,736</u>	<u>2,352</u>
Expenditure from designated reserves	1,991	1,959
Expenditure from restricted funds	745	393
Direct Expenditure	<u>2,736</u>	<u>2,352</u>

Notes to the Accounts

8 Support and indirect costs

	Staff costs €000's	Office, premises and IT €000's	Trustees' expenses €000's	Legal and professional €000's	Investment management €000's	2008 €000's	2007 €000's
Costs of managing investments	58	13	-	5	1,727	1,803	1,756
Safety, environment and mobility	881	264	-	86	-	1,231	917
Motor sport safety	136	13	-	27	-	176	30
Research, fellowships, memberships and affiliations	94	23	-	9	-	126	146
Representational activities and external communications	317	106	-	40	-	463	427
Governance costs	278	79	156	58	-	571	649
	<u>1,764</u>	<u>498</u>	<u>156</u>	<u>225</u>	<u>1,727</u>	<u>4,370</u>	<u>3,925</u>

Cost that related directly to an employee are allocated against the activities they undertake.

Support and indirect costs are apportioned on the basis of the number of full time equivalent staff.

Trustees' expenses, legal and professional fees, and investment management fees are charged directly to the activities they relate to.

9 Net incoming resources

This is stated after:

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Auditor's remuneration:		
Audit services	22	27
Non-audit services	7	1
Depreciation:		
Owned tangible fixed assets	152	170
Irrecoverable VAT	72	47
Rents receivable under operating leases	<u>591</u>	<u>654</u>

Notes to the Accounts

10 Employees

Staff costs during the year were as follows:

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Salaries	1,341	1,151
Social security costs	141	128
Pension costs	95	103
	<u>1,577</u>	<u>1,382</u>

The average number of employees during the year analysed by activity on a full time basis was:

	Number 2008 €000's	Number 2007 €000's
Cost of managing investments	-	-
Safety, environment and mobility	8	5
Motor sport safety	-	-
Research, fellowships, memberships and affiliations	1	1
Representational activities and external communications	3	3
Governance costs	2	2
	<u>14</u>	<u>11</u>

The emoluments of employees during the year, whose gross pay and benefits (excluding employer pension contributions) fell within the following bands:

	Number 2008	Number 2007
€ 0 - € 50,000	1	2
€ 50,000 - € 60,000	4	-
€ 60,000 - € 70,000	1	-
€ 90,000 - €100,000	2	-
€100,000 - €110,000	2	3
€110,000 - €120,000	-	3
€120,000 - €130,000	1	-
€130,000 - €140,000	2	-
€140,000 - €150,000	-	1
€150,000 - €160,000	-	2
€160,000 - €170,000	1	-
	<u>14</u>	<u>11</u>

During the year the following amounts were paid to higher paid employees (employees earning over €50,000) as shown above:

	2008 €000's	2007 €000's
Pension contributions to money purchase pension schemes	<u>91</u>	<u>84</u>

During the year 10 (2007: 7) higher paid employees participated in money purchase pension schemes.

Notes to the Accounts

11 Payments to Trustees

Expense reimbursements payable to 13 Trustees (2007: 14 trustees) for the period amounted to €156,000 (2007: €177,000) and can be analysed as follows:

	Year ended 31 December 2008 €000's	Year ended 31 December 2007 €000's
Secretariat costs of the Chairman	43	48
Travel and subsistence	113	129
	<u>156</u>	<u>177</u>

No other Trustee or person with a family or business connection with a Trustee received any remuneration directly or indirectly from the charity in the year or the prior year.

12 Tangible fixed assets

	Freehold land, buildings and improve- ments €000's	Fixtures, fittings, and equipment €000's	Computer equipment €000's	Total €000's
Cost				
At 1 January 2008	4,948	251	87	5,286
Additions	-	2	5	7
Disposals	-	-	-	-
At 31 December 2008	<u>4,948</u>	<u>253</u>	<u>92</u>	<u>5,293</u>
Depreciation				
At 1 January 2008	478	209	45	732
Charge for the year	99	25	28	152
Eliminated on disposal	-	-	-	-
At 31 December 2008	<u>577</u>	<u>234</u>	<u>73</u>	<u>884</u>
Net book amount as at 31 December 2008	<u>4,371</u>	<u>19</u>	<u>19</u>	<u>4,409</u>
Net book amount as at 31 December 2007	<u>4,470</u>	<u>42</u>	<u>42</u>	<u>4,554</u>

Notes to the Accounts

13 Fixed assets investments

	Investment properties €000's	Listed investments €000's	Cash held as part of the investment portfolio €000's	Total €000's
At 1 January 2008	11,667	265,418	56,820	333,905
Net transfers to cash	-	-	27,509	27,509
Shares purchased	-	220,460	(220,460)	-
Dividends received	-	-	6,087	6,087
Interest received	-	-	2,283	2,283
Movement in accrued income	-	-	(273)	(273)
Other income	-	-	69	69
Interest and charges paid	-	-	(1,523)	(1,523)
Realised (losses)/gains	-	(14,323)	520	(13,803)
Unrealised investment losses	(2,622)	(59,763)	(6,451)	(68,836)
Unrealised exchange gain on monetary assets	-	-	4,918	4,918
Proceeds from disposals	-	(173,580)	173,580	-
At 31 December 2008	9,045	238,212	43,079	290,336

The investment properties are held entirely within the United Kingdom. Investment properties are valued at open market value. At 31 December 2007 the investment properties were revalued by Montagu Evans, Chartered Surveyors. The basis of the valuation is existing use subject to the existing and proposed leases. The surplus has been transferred to unrealised gains in the Statement of Financial Activities.

Listed investments are stated at their mid market values as at the balance sheet date.

The value of the fixed asset investments held within and outside the United Kingdom, analysed by type of investment is as follows:

	2008 €000's	2007 €000's
UK listed equity investments	6,601	4,433
UK fixed and variable interest stocks	7,497	6,693
Overseas listed equity investments	110,375	179,648
Overseas fixed and variable interest stocks	110,690	69,194
Overseas alternative investments	3,049	5,450
UK Investment properties (as restated)	9,045	11,667
Cash held as part of the investment portfolio	43,079	56,820
	<u>290,336</u>	<u>333,905</u>

When analysed by relative market value at the year end, the funds are invested 40.3% in equities (2007: 55.1%), 40.7% in bonds (2007: 22.7%), 1.1% in alternative investments (2007: 1.6%), 14.8% in cash (2007: 17.1%) and 3.1% in investment properties (2007: 3.5%).

At the year end, an amount equivalent to €5,000 (2007: €22,000) of the cash held by fund managers as part of the investment portfolio was denominated in sterling, and the balance was denominated in other currencies.

Notes to the Accounts

If the listed investments and investment properties had not been revalued, they would have been included on the historical costs basis at the following amounts:

	2008 €000's	2007 €000's
Listed investments	276,527	251,506
Investment properties	13,490	13,490
	<u>290,017</u>	<u>264,996</u>

The investment in AXA Rosenberg Eurobloc comprises 11.9% (2007: 15.1%) of the value of the portfolio. No other individual investments comprise over 5% of the value of the portfolio.

14 Debtors

	2008 €000's	2007 €000's
Prepayments	48	45
Accrued income	2,176	1,835
Other debtors	8,664	8,419
	<u>10,888</u>	<u>10,299</u>

Included in the above are the following amounts due after more than one year:

	2008 €000's	2007 €000's
Other debtors	<u>6,050</u>	<u>7,300</u>

15 Creditors: amounts falling due within one year

	2008 €000's	2007 €000's
Grants committed but not paid over	2,253	2,503
Other creditors	262	236
Accruals	761	900
Social security and other taxes	43	30
	<u>3,319</u>	<u>3,669</u>

Notes to the Accounts

16 Designated funds

Internally managed projects

Project Name	At 1 January 2008 €000's	Design- ations in the year €000's	Changes in design- ation in the year €000's	Grants committed in the year €000's	At 31 December 2008 €000's
Safety, environment and mobility					
African co-ordinators' network	10	-	-	-	10
Auto and Society Report	200	-	-	-	200
Environmental Policy and Research Programme	196	240	-	(220)	216
Commission for Sustainable Mobility	3	-	39	(42)	-
Make Roads Safe, UN and Regional Commissions	51	975	250	(1,170)	106
Repair Information Report	25	-	-	(8)	17
Road Safety and Tourism	21	90	20	(126)	5
Road Safety Scholarship Programme	75	38	-	(19)	94
Seat Belt Safety Campaign	-	50	-	(36)	14
Global Road Safety Activities	109	-	386	(36)	459
Think Before You Drive	4	-	(4)	-	-
WorldNCAP	-	50	-	-	50
	<u>694</u>	<u>1,443</u>	<u>691</u>	<u>(1,657)</u>	<u>1,171</u>
Research, fellowships, memberships and affiliations					
Fellowships	75	50	-	(125)	-
Policy Opinion Series	60	-	(60)	-	-
	<u>135</u>	<u>50</u>	<u>(60)</u>	<u>(125)</u>	<u>-</u>
Representational activities and external communications					
External representation	117	75	-	(80)	112
Website	10	10	40	(43)	17
International Policy Forum	1	-	-	-	1
Publicity	34	30	10	(71)	3
Working Groups	57	-	-	(15)	42
	<u>219</u>	<u>115</u>	<u>50</u>	<u>(209)</u>	<u>175</u>
Total	<u>1,048</u>	<u>1,608</u>	<u>681</u>	<u>(1,991)</u>	<u>1,346</u>

The above designated funds were established in the prior period and during the year for the purposes described in the Trustees' Report. Grants are made in accordance with the grant making policy as described within the Trustees' Report. Applications must meet at least one of the general or specific objectives of the charity. The funds are represented by cash and short-term deposits.

Notes to the Accounts

17 Unrestricted funds

	Designated funds €000's	Revaluation reserve €000's	General funds €000's	Total €000's
At 1 January 2008	1,048	12,090	348,495	361,633
Incoming resources	-	-	9,437	9,437
Costs of managing investments	-	-	(1,759)	(1,759)
Safety, environment and mobility expenditure	-	-	(5,765)	(5,765)
Motor sport safety expenditure	-	-	(1,922)	(1,922)
Research, fellowships, memberships and affiliations expenditure	-	-	(461)	(461)
Representational activities and external communications expenditure	-	-	(672)	(672)
Governance Costs	-	-	(571)	(571)
Designation for purposes listed in the Trustees' Report	1,608	-	(1,608)	-
Changes in designation	681	-	(681)	-
Grants committed	(1,991)	-	1,991	-
Transfer to restricted funds	-	-	(200)	(200)
Unrealised losses	-	(21,507)	(37,460)	(58,967)
Gains eliminated on disposal	-	9,417	-	9,417
Realised losses	-	-	(30,590)	(30,590)
At 31 December 2008	1,346	-	278,234	279,580

18 Restricted Funds

	At 1 January 2008 €000's	Incoming resources €000's	Resources expended €000's	Transfers from un- restricted funds €000's	Net invest- ment gains	At 31 December 2008 €000's
Safety, environment and mobility						
eSafetyAware!	154	476	(754)	200	-	76
Motor Sport Safety						
Motor Sport Safety Development Fund	-	39,259	(471)	-	1,764	40,552
	<u>154</u>	<u>39,735</u>	<u>(1,225)</u>	<u>200</u>	<u>1,764</u>	<u>40,628</u>

Purpose and restriction in use:

eSafetyAware!

To fund the pan European information campaign on Electronic Stability Control in cars.

FIA Motor Sport Safety Development Fund

For disbursement over 5 years in 3 areas. These are: Motor sport officials' safety training; Motor sport facility improvement through a consultancy programme; and Young motor sport driver safety training.

Notes to the Accounts

19 Analysis of net assets between funds

	Unrestricted funds €000's	Restricted funds €000's	Total 2008 €000's
Fund balances are represented by:			
Tangible fixed assets	4,406	3	4,409
Investments	250,176	40,160	290,336
Current Assets	27,361	1,421	28,782
Current liabilities	(2,363)	(956)	(3,319)
Total net assets	<u>279,580</u>	<u>40,628</u>	<u>320,208</u>

20 Reconciliation of changes in resources to net cash inflow

	2008 €000's	2007 €000's
Net incoming/(outgoing) resources	36,797	(4,839)
Depreciation	152	170
(Increase)/decrease in debtors	(608)	1,060
Decrease in creditors	(915)	(2,465)
Net cash inflow/(outflow) from operating activities	<u>35,426</u>	<u>(6,074)</u>

21 Reconciliation of net cash flow to movement in net funds

	2008 €000's	2007 €000's
(Decrease)/increase in cash in the period	(11,461)	15,503
Effects of realised foreign exchange (losses)/gains	(6,810)	1,332
Effects of unrealised foreign exchange gains	5,726	5,916
Movement in net funds	<u>(12,545)</u>	<u>22,751</u>
Net funds at 1 January 2008	<u>73,518</u>	<u>50,767</u>
Net funds at 31 December 2008	<u>60,973</u>	<u>73,518</u>

22 Analysis of changes in net funds

	At 1 January 2008 €'000's	Cash flows €'000's	Exchange movement €'000's	At 31 December 2008 €'000's
Cash at bank	16,698	1,266	(70)	17,894
Cash held as part of the investment portfolio	<u>56,820</u>	<u>(12,727)</u>	<u>(1,014)</u>	<u>43,079</u>
	<u>73,518</u>	<u>(11,461)</u>	<u>(1,084)</u>	<u>60,973</u>

23 Capital commitments

The charity did not have any capital commitments at 31 December 2008 or 31 December 2007.

Notes to the Accounts

24 Contingent assets/liabilities

There were no contingent assets or liabilities at 31 December 2008 or 31 December 2007.

25 Leasing commitments

Operating lease payments amounting to €63,000 (2007: €35,000) are due within one year. The leases to which these amounts relate expire as follows:

	2008		2007	
	Land and buildings €'000's	Other €'000's	Land and buildings €'000's	Other €'000's
In one year or less	51	-	20	-
Between one and five years	-	12	-	15
	<u>51</u>	<u>12</u>	<u>20</u>	<u>15</u>

26 Related party transactions

Expense reimbursements of €113,000 (2007: €129,000) were due to the Trustees, and €43,000 (2007: €48,000) was due to the Chairman in respect of secretariat fees, as disclosed in note 11. Of these amounts €46,000 (2007: €49,000) were outstanding at the year end.

Grants have been made for the benefit of projects run by the FIA Foundation for the Automobile and Society member organisations as disclosed in the Trustees Report.

Grants have also been made to organisations related to the Trustees as follows:

The Fédération Internationale de l'Automobile (FIA) is connected to Mr M Mosley who is the President of the FIA.

The following Trustees are also connected to the FIA by virtue of the position they hold in their own national club: Mr R Alessi is the Honorary President of the Automobile Club d'Italia (ACI), Mr C Gerondeau is the former President of the Fédération Française des Automobile-Clubs et des Usagers de la Route (FFAC), Mr C Macaya is the President of the Automóvil Club de Costa Rica (ACCR), Mr R Darbelnet is the President and Chief Executive Officer of the American Automobile Association (AAA), Mr R Sierra is a member of the Automóvil Club Argentino (ACA), Mr S Tanaka is the President of the Japan Automobile Federation (JAF) and Mr D Njoroge is the Director General of the Automobile Association of Kenya (AAK). The ACI, FFAC, ACCR, AAA, ACA, JAF are AAK are all members of the FIA and the FIA Foundation for the Automobile and Society.

Mrs J Despotopoulou is married to Mr V Despotopoulos, the President of the Automobile and Touring Club of Greece (ELPA). ELPA is a member of the FIA and FIA Foundation for the Automobile and Society.

A donation of €76,000 (2007: €nil) was received from Mr M Mosley during the year.

A donation of €38,667,000 (2007: €nil) was received from the FIA during the year. These funds are restricted for disbursement over five years in the three areas of motor sport officials' safety training, motor sport facility improvement through a consultancy programme and young motor sport driver safety training.

Notes to the Accounts

Grants of €80,000 (2007: €130,000) were awarded to the FIA in year (as disclosed in the Trustees' Report). €111,000 of current year and prior year grants (2007: €163,000) was outstanding at the year end. The FIA rented office and warehouse space from the FIA Foundation for the Automobile and Society during the year. The rent received from the rental agreements was €168,000 (2007: €150,000) of which €nil (2007: €nil) was outstanding at the year end. The FIA Foundation for the Automobile and Society also rented office space from the FIA during the year. Rent paid to the FIA amounted to €22,000 (2007: €21,000) of which €nil (2007: €21,000) was outstanding at the year end. All rental agreements were at arms length. At 31 December 2008 €123,000 (2007: €139,000) was due to the Foundation for goods purchased on behalf of the FIA.

Mr R Alessi is the Honorary President of the Automobile Club d'Italia (ACI). Grants of €150,000 (2007: €125,000) were awarded to the Automobile Club d'Italia in the year (as disclosed in the Trustees' Report). €100,000 (2007: €125,000) of current year grants and €75,000 (2007: €125,000) of prior year grants was outstanding at the year end.

Mr R Sierra is a member of the Automóvil Club Argentino (ACA). Grants of €nil (2007: €216,000) were awarded to the Automóvil Club Argentino (ACA) in the year (as disclosed in the Trustees' Report). €151,000 (2007: €151,000) was outstanding at the year end.

Mrs J Despotopoulou is the National Director of the Special Olympics Hellas. Grants of €45,000 (2007: €40,000) were awarded to the Special Olympics Hellas in the year (as disclosed in the Trustees' Report), of which €45,000 (2007: €nil) was outstanding at the year end.

Mrs J Despotopoulou is married to Mr V Despotopoulos, the President of the Automobile and Touring Club of Greece (ELPA). Grants of €25,000 (2007: €nil) were awarded to the ELPA during the year (as disclosed in the Trustees' Report), of which €25,000 (2007: €nil) was outstanding at the year end.

Mr J Dawson and Mr D Ward are directors of the International Road Assessment Programme (iRAP). Grants of €300,000 per year for a period of 10 years were awarded in the year ended 31 December 2006 (i.e. €3 million in total) to the International Road Assessment Programme (as disclosed in the Trustees' Report). All of the 10 year Grant has been paid to iRAP. An additional €1,000,000 (2007: €1,000,000) was awarded to iRAP during the current year of which €nil was outstanding at the year end.

Mr D Ward served on the Management Board of the FIA Institute for Motor Sport Safety for the whole year. Grants of €1,800,000 (2007: €3,600,000) were awarded to the FIA Institute for Motor Sport Safety in the year (as disclosed in the Trustees' Report), of which €65,000 (2007: €53,000) was outstanding at the year end. At 31 December 2008 €846,000 (2007: €nil) relating to Management Fees for the FIA Motor Sport Safety Development Fund was included in current assets relating to prepaid 2009 fees. At 31 December 2008 €10,000 (2007: €5,000) was due to the Foundation for goods purchased on behalf of the FIA Institute for Motor Sport Safety.

Mr D Ward was the Campaign President of the e-Safety Aware communication platform of which this campaign forms a part. e-SafetyAware! became a Belgian non profit association in January 2008. Grants of €100,000 (2007: €nil) were awarded to eSafetyAware! AISBL during the year (as disclosed in the Trustees' Report), of which €nil (2007: €nil) was outstanding at the year end.

The Foundation designated €38,000 (2007: €75,000) during the year to the Road Safety Scholarship Programme of which €94,000 (2007: €75,000) was outstanding at the year end. The Scholarship Programme is run by Ms E MacLennan. Ms E MacLennan is married to Mr D Ward, the Director General of the FIA Foundation for the Automobile and Society.

27 Controlling related parties

The Trustees consider that there is no controlling related party.

Legal and Administrative Details

Charity registration number:
1088670

Company registration number:
4219306

Registered and principal office:
60 Trafalgar Square, London, WC2N 5DS

Trustees

Mr R Alessi (to 6 November 2008)
Mr R Darbelnet
Mr J Dawson (Secretary)
Mrs J Despotopoulou
Mr C Gerondeau
Mr T Keown (Treasurer) *
Mr C Macaya (Chairman)*
Dr J Llewellyn*
Mr M Mosley
Mr D Njoroge
Mr B Perko (from 6 November 2008)
Mr S Salvadó (to 6 November 2008)
Mr M Schumacher (to 6 November 2008)
Mr R Sierra
Mr S Tanaka
Mr J Todt (from 6 November 2008)
Mr A Vatanen
* Members of the Audit and Remuneration Committee

Director General:

Mr D Ward

Deputy Director General:

Mr S Billingsley

Website:

www.fiafoundation.org

Advisors:

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