

Report FAC Year 2014

Responsibilities FAC

Advises the Board on the Financial Operations:

- Review annual reports including Budget
- Identifying investment opportunities
- Ensure Maintenance of internal control procedures
- Recommend new sources of funding

Budget

- Annual reports including budgets are submitted timely and accurately
- The Management letter from the auditors does not indicate any matter that warrants any serious change to the procedure and administration
- No abnormal changes/ developments in the figures presented
- The organization received unqualified auditors opinion
- The organizations budget shows limited growth

Identifying Investment Opportunities

- Funds available for investments are limited
- Canto applies a conservative investment approach: low risk profile
- No significant earnings from investment
- Information from members about safe investments in their countries is welcome

Ensure Maintenance of internal control procedures

- The applied internal control procedures are sufficient and up to standards
- The Management letter from the auditors does not indicate any matter that warrants any serious change to the IC procedures and administration
- The organization received unqualified auditors opinion
- FAC implemented an additional Audit Committee procedure in 2015 to further advise on possible cost reductions

Recommend new sources of funding

Important pointers:

- Approximately 58 % of gross revenues are from the conference and around 31% % from membership
- staff costs is close to 72 % of operational costs.

Conclusion

Balance Sheet :

- Collection of accounts receivable needs continues attention
- Investment possibilities are limited
- The organization has no long term liabilities
- Canto's Liquidity and Solvability position is healthy

Income statement

- Diversification of income should be investigated
- New income generating ideas are needed
- The cost of the operations are minimal
- No significant overspending and waste
- The company is operating close to break even

Conclusion

To ensure long term viability of Canto, Membership should brainstorm on the future of Canto and its sources of revenues!



Thanks for your attention!

Questions?