



ARGHAJATA

No. : 04.09/KAP/2010

### Independent Auditors' Report

**General Secretary  
Transparency International Indonesia**

We have audited the accompanying statements of financial position of Transparency International Indonesia ("TII") as of December 31, 2009 and 2008, and the related statements of activities, and cash flows for the years then ended. These financial statements are the responsibility of the TII's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards established by the Indonesian Institute of Certified Public Accountants. Those standards require that we plan and perform the audit to obtain reasonable assurance about that the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Transparency International Indonesia as of December 31, 2009 and 2008, and the related statements of activities and its cash flows for the years then ended, in conformity with generally accepted accounting principles in Indonesia.

Our audits were conducted for the purposes of forming an opinion on the basic financial statements taken as a whole. The information listed in the index to supplementary information is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**KAP Bayu Susilo**

**Yulius Bayu Susilo Harto, CPA**  
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October 20, 2010

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Transparency International Indonesia  
 Statements of Financial Position  
 December 31, 2009 and 2008  
 (Expressed in Rupiah, Unless Otherwise Stated)

	Notes	2009	2008
<b>Assets</b>			
<b>Current Assets</b>			
Cash on hand and in banks	3	4,139,895,002	1,352,760,985
Other receivables	4	355,721,671	201,507,759
Prepaid expense	5	26,180,151	14,715,220
Advance payments	6	<u>1,003,411,541</u>	<u>974,360,598</u>
<b>Total Current Assets</b>		<u>5,525,208,365</u>	<u>2,543,344,562</u>
Fixed assets, net of accumulated depreciation amounted to Rp 369,537,094 (2008: Rp 367,762,094)	2d, 7	<u>5,899,709</u>	<u>7,674,709</u>
<b>Total Assets</b>		<u>5,531,108,074</u>	<u>2,551,019,271</u>
<b>Liabilities and Net Assets</b>			
<b>Current Liabilities</b>			
Other payables	8	651,479,619	797,881,527
Taxes payable	2f, 9	<u>190,400,055</u>	<u>160,305,150</u>
<b>Total Current Liabilities</b>		<u>841,879,674</u>	<u>958,186,677</u>
<b>Non Current Liabilities</b>			
Provision for employee service leave entitlements	29	<u>196,880,871</u>	<u>110,805,154</u>
<b>Total Liabilities</b>		<u>1,038,760,545</u>	<u>1,068,991,831</u>
<b>Net Assets</b>			
Unrestricted	2b,10	136,014,417	235,565,202
Restricted	10	<u>4,356,333,112</u>	<u>1,717,592,642</u>
<b>Total Net Assets</b>		<u>4,492,347,529</u>	<u>1,482,027,440</u>
<b>Total Liabilities and Net Assets</b>		<u>5,531,108,074</u>	<u>2,551,019,271</u>

**Transparency International Indonesia**  
**Statements of Activities**  
**Years Ended December 31, 2009 and 2008**  
**(Expressed in Rupiah, Unless Otherwise Stated)**

	Notes	2009	2008
<b>Unrestricted Net Assets</b>			
<b>Fund Receipts</b>			
Other grants	2c, 10	<u>1,569,905,607</u>	<u>1,447,250,102</u>
<b>Expenses</b>			
General and administrative	2c, 27	<u>(1,148,366,999)</u>	<u>(2,393,394,576)</u>
<b>Other Income</b>			
Gain/ loss on foreign exchange		<u>( 49,958,989)</u>	<u>248,480</u>
<b>Net Increase (Decrease) in Unrestricted Net Assets</b>		371,579,619	( 945,895,994)
<b>Unrestricted Net Assets at Beginning Year</b>		( 235,565,202)	710,330,792
<b>Correction Beginning Balance</b>		( - )	-
<b>Unrestricted Net Assets at End of Year</b>		<u>136,014,417</u>	<u>( 235,565,202)</u>

**Transparency International Indonesia**  
**Statements of Activities**  
**Years Ended December 31, 2009 and 2008**  
**(Expressed in Rupiah, Unless Otherwise Stated)**

	Notes	2009	2008
<b>Restricted Net Assets</b>			
<b>Fund Receipts</b>			
Grant from Canadian Co-operative Association	10, 11	23,082,371	3,004,033,441
Grant from Danish International Development Agency Project 3	10, 12	1,735,829,000	894,500,000
Grant from United Kingdom Foreign Commonwealth Office	10, 13	650,941,451	2,095,315,007
Grant from United States Agency for International Development	10, 14	1,824,781,733	2,973,048,856
Grant from CRINIS	10, 15	-	144,497,615
Grant from Democratic Reform Support Program	10, 16	-	442,297,195
Grant from Department For International Development Project 2	10, 17	3,480,584,019	1,585,656,037
Grant from Transparency International Secretariat - Printing	10, 18	-	21,662,017
Grant from Open Society Institute	10, 19	890,445,000	-
Grant from European Union	10, 20	1,176,093,654	-
Grant from United Kingdom Foreign Commonwealth Office - Fisheries	10, 21	186,911,843	-
Grant From Forest Governance Integrity Center	10, 22	2,639,325,400	-
Grant From Gesellschaft für Technische Zusammenarbeit Integrity Pact Kit	10, 23	170,673,643	-
Grant From Partnership for Governance Reform	10, 24	264,000,000	-
Grant From The Asian Foundation	10, 25	1,876,660,000	-
Grant From Center for International Private Enterprise	10, 26	24,948,000	-
		<u>14,944,276,114</u>	<u>11,161,010,168</u>
<b>Total Fund Receipts</b>			
<b>Refund</b>			
Grant from Danish International Development Agency Project 2		-	( 211,691,369 )
Grant from Indonesia Australia Legal Development Facility - AUSAID		-	( 5,960,302 )
Grant from Publish What You Pay		-	( 39,805,159 )
Grant from Side Event		-	( 13,205,240 )
Grant from Canadian Co-operative Association - Bridging Fund		( 133,813,256 )	-
Grant from Canadian Co-operative Association Project 2		( 462,529,645 )	( 1,163,914,975 )
		<u>( 596,342,901 )</u>	<u>( 1,434,577,045 )</u>
<b>Total Refund</b>			
		<u>14,347,933,213</u>	<u>9,726,433,123</u>
<b>Total Grants - Net</b>			
<b>Expenses</b>			
Programs	2c,10, 28	( 11,709,192,743 )	( 12,592,538,258 )
		<u>2,638,740,470</u>	<u>( 2,866,105,135 )</u>
<b>Net Increase (Decrease) in Restricted Net Assets</b>			
		<u>1,717,592,642</u>	<u>4,583,697,777</u>
<b>Restricted Net Assets at Beginning of Year</b>			
		<u>4,356,333,112</u>	<u>1,717,592,642</u>
<b>Restricted Net Assets at End of Year</b>			

**Transparency International Indonesia**  
**Statements of Cash Flows**  
**Years Ended December 31, 2009 and 2008**  
**(Expressed in Rupiah, Unless Otherwise Stated)**

	<b>2009</b>	<b>2008</b>
<b>Cash Flows from Operating Activities</b>		
Net increase (decrease) in unrestricted net assets	371,579,619	( 945,895,994 )
Net increase (decrease) in restricted net assets	2,638,740,470	( 2,866,105,135 )
Changes in net assets	<u>3,010,320,089</u>	<u>( 3,812,001,129 )</u>
Adjustment to reconcile changes in net assets to net cash provided by (used) operating activities		
Depreciation of fixed assets	1,775,000	1,341,667
Decrease (Increase) other receivables	( 154,213,912 )	227,050,884
Decrease (Increase) prepaid expense	( 11,464,931 )	3,112,727
Decrease (Increase) advance payments	( 29,050,943 )	1,424,572,961
Increase (Decrease) other payables	( 146,401,908 )	( 157,315,910 )
Increase (Decrease) tax payable	30,094,905	( 33,713,763 )
Increase (Decrease) post employment benefit obligation	<u>86,075,717</u>	<u>110,805,154</u>
<b>Net Cash Flows Provided by Operating Activities</b>	<u>2,787,134,017</u>	<u>( 2,236,147,409 )</u>
<b>Cash Flows from Investing Activities</b>		
Purchase fixed assets	-	( 2,600,000 )
<b>Net Increase in Cash on Hand</b>	2,787,134,017	( 2,238,747,409 )
<b>Cash on Hand And in Banks at Beginning of the Year</b>	<u>1,352,760,985</u>	<u>3,591,508,394</u>
<b>Cash on Hand And in Banks at End of the Year</b>	<u>4,139,895,002</u>	<u>1,352,760,985</u>