



**Nadace THE KELLNER FAMILY FOUNDATION**

**Annual Report 2009**

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## **Bodies of Nadace THE KELLNER FAMILY FOUNDATION**

### **Board of Trustees**

Mrs. Renáta Kellnerová, Chair

Mr. Petr Kellner, Trustee

Mr. Jan Leiner, Trustee

Mr. Aleš Minx, Trustee

### **Supervisory Board**

Mrs. Marta Horáková, Chair

Mrs. Karina Divišová, Member

Mr. Tomáš Vališ, Member

### **Founders**

Mrs. Renáta Kellnerová

Mr. Petr Kellner

## Key Information about the Foundation

### Date of establishment

April 7, 2009, by the Nadace THE KELLNER FAMILY FOUNDATION Deed of Foundation

### Form

A foundation

### Date of establishment

May 25, 2009, Register of Foundations maintained by the Municipal Court in Prague, Section N, File 746

### Endowment as of December 31, 2009

CZK 500,000

### Registered office

Nadace THE KELLNER FAMILY FOUNDATION,

Evropská 2690/17, 160 41 Praha 6 - Dejvice

Czech Republic

E-mail: [info@kellnerfoundation.cz](mailto:info@kellnerfoundation.cz)

Web: [www.kellnerfoundation.cz](http://www.kellnerfoundation.cz)

Tel.: (+420) 224 174 423

Reg. No.: 28902254

Tax Reg. No.: CZ28902254

### Auditor

KPMG Česká republika Audit, s.r.o.

### Bank

PPF banka a.s., Evropská 2690/17, Praha 6, Czech Republic

Account number: 2012010002/6000

## Nadace THE KELLNER FAMILY FOUNDATION Projects

**Nadace THE KELLNER FAMILY FOUNDATION** is a privately-held family foundation established by Mrs. Renáta Kellnerová and Mr. Petr Kellner in 2009.

The foundation focuses on support for education in the Czech Republic, but it will also pursue its charitable activities in other areas both in and outside the Czech Republic.

The foundation's first major feat is its **Helping Schools Succeed** project, which is intended to support good teachers and principals at mainstream elementary schools in the Czech Republic. For this purpose, the foundation has established a charitable organization, Pomáháme školám k úspěchu o.p.s., Company No.: 29005469. On December 16, 2009, the company was incorporated in the Register of Charitable Organizations, Section O, File 702.

## Gifts Received and Grants Awarded

### Gifts received in 2009

Donor	in CZK thousands
Mrs. Renáta Kellnerová and Mr. Petr Kellner	12,500
<b>Total</b>	<b>12,500</b>

*The above overview was published in accordance with Section 25(2)(b) of the Foundations Act*

### Grants awarded in 2009

Beneficiary	in CZK thousands
Pomáháme školám k úspěchu o.p.s.	4,000
<b>Total</b>	<b>4,000</b>

*The above overview was published in accordance with Section 25(2)(d) of the Foundations Act*

In 2009, Pomáháme školám k úspěchu o.p.s. spent a part of the above grant on operating expenditures related to the launch of its operations; the balance of the grant will be used again in 2010 for operating expenditures, and also for implementing the **Helping Schools Succeed** project.

**Finances**

**Auditor's Report for the Board of Trustees of  
Nadace THE KELLNER FAMILY FOUNDATION**





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This document is an English translation of the Czech auditor's report.  
Only the Czech version of the report is legally binding.

## **Auditor's report for the Board of Trustees of Nadace THE KELLNER FAMILY FOUNDATION**

### **Financial statements**

On the basis of our audit, on 27 May 2010 we issued an auditor's report on the statutory financial statements, which are included in this annual report, and our report was as follows:

"We have audited the accompanying financial statements of Nadace THE KELLNER FAMILY FOUNDATION, which comprise the balance sheet as of 31 December 2009, and the income statement for the year then ended, and the notes to these financial statements including a summary of significant accounting policies and other explanatory notes. Information about Nadace THE KELLNER FAMILY FOUNDATION is set out in Note 1 to these financial statements.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements of Nadace THE KELLNER FAMILY FOUNDATION in accordance with Czech accounting legislation. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the relevant guidance of the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Obchodní rejstřík vedený  
Městským soudem v Praze  
oddíl C, vložka 24185.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements present fairly in all material respects the assets, liabilities and the financial position of Nadace THE KELLNER FAMILY FOUNDATION as of 31 December 2009, and its expenses, revenues and financial performance for the year then ended in accordance with Czech accounting legislation.”

### **Annual report**

We have audited the consistency of the annual report with the audited financial statements. This annual report is the responsibility of Nadace THE KELLNER FAMILY FOUNDATION’s management. Our responsibility is to express our opinion on the consistency of the annual report with the audited financial statements based on our audit.

We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the relevant guidance of the Chamber of Auditors of the Czech Republic. Those standards require that we plan and perform the audit to obtain reasonable assurance that the information disclosed in the annual report describing matters that all also presented in the financial statements is, in all material respects, consistent with the audited financial statements. We believe that our audit provides a reasonable basis for the auditor’s opinion.

In our opinion, the information disclosed in the annual report is, in all material respects, consistent with the audited financial statements.

Prague  
22 June 2010

*KPMG Česká republika Audit*  
KPMG Česká republika Audit, s.r.o.  
Osvědčení číslo 71

*Benešová*  
Romana Benešová  
Partner  
Licence number 1834

**Financial Statements as of December 31, 2009**



## BALANCE SHEET as of December 31, 2009



(In CZK thousands)

Name, registered office and legal form  
of the accounting unit

Reg. No. 28902254
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Nadace THE KELLNER FAMILY FOUNDATION
Evropská 2690/17
Praha 6 - Dejvice
160 41
FOUNDATION

ASSETS		Row no.	Balance at the beginning of the accounting period	Balance at the end of the accounting period
a		b	1	2
<b>A. Total fixed assets</b>		<b>rows 002+010+021+029</b>		<b>892</b>
<b>I. Intangible fixed assets</b>		<b>Sum of rows 003 to 009</b>		<b>897</b>
Intangible fixed assets	I. 1. Research and development	(012) 003		
	2. Software	(013) 004		119
	3. Valuable rights	(014) 005		388
	4. Low value intangible fixed assets	(018) 006		
	5. Other intangible fixed assets	(019) 007		
	6. Intangible fixed assets in progress	(041) 008		390
	7. Advance payments for intangible fixed assets	(051) 009		
<b>II. Tangible fixed assets</b>		<b>Sum of rows 011 to 020</b>		
Tangible fixed assets	II. 1. Land	(031) 011		
	2. Works of art, items and collections	(032) 012		
	3. Buildings	(021) 013		
	4. Individual movable assets and sets of movable assets	(022) 014		
	5. Cultivated areas	(025) 015		
	6. Breeding and draught animals	(026) 016		
	7. Low value tangible fixed assets	(028) 017		
	8. Other tangible fixed assets	(029) 018		
	9. Tangible fixed assets in progress	(042) 019		
	10. Advance payments for tangible fixed assets	(052) 020		
<b>III. Long-term investments</b>		<b>Sum of rows 022 to 028</b>		
Long-term investments	III. 1. Equity investments in subsidiaries	(061) 022		
	2. Equity investments in associates	(062) 023		
	3. Long-term securities held to maturity	(063) 024		
	4. Loans to branches	(066) 025		
	5. Other long-term loans	(067) 026		
	6. Other long-term investments	(069) 027		
	7. Long-term investments in progress	(043) 028		
<b>IV. Accumulated depreciation &amp; amortization</b>		<b>Sum of rows 030 to 040</b>		<b>-5</b>
Accumulated depreciation and amortization	IV. 1. Accumulated amortization of research and development	(-) (072) 030		
	2. Accumulated amortization of software	(-) (073) 031		
	3. Accumulated amortization of valuable rights	(-) (074) 032		-5
	4. Accumulated amortization of low value intangible fixed assets	(-) (078) 033		
	5. Accumulated amortization of other intangible fixed assets	(-) (079) 034		
	6. Accumulated depreciation of buildings	(-) (081) 035		
	7. Accumulated depreciation of individual movable assets and sets of assets	(-) (082) 036		
	8. Accumulated depreciation of cultivated areas	(-) (085) 037		
	9. Accumulated depreciation of breeding and draught animals	(-) (086) 038		
	10. Accumulated depreciation of low value tangible fixed assets	(-) (088) 039		
	11. Accumulated depreciation of other tangible fixed assets	(-) (089) 040		

Date May 27, 2010	Signature of the responsible person Jan Leiner  	Signature of the responsible person Aleš Minx  
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ASSETS		Row no.	Balance at the beginning of the accounting period	Balance at the end of the accounting period
a		b	1	2
<b>B. Total current assets</b>		<b>rows 042+052+072+081</b>	<b>041</b>	<b>8 266</b>
<b>I. Inventories</b>		<b>Sum of rows 043 to 051</b>	<b>500</b>	<b>8 266</b>
I.	1. Material in stock	(112) 043		
	2. Material in transit	(119) 044		
	3. Work in progress	(121) 045		
	4. Internally developed semi-finished products	(122) 046		
	5. Finished goods	(123) 047		
	6. Animals	(124) 048		
	7. Goods on stock and in stores	(132) 049		
	8. Goods in transit	(139) 050		
	9. Advance payments for inventories	(from acc. No. 314) 051		
<b>II. Total receivables</b>		<b>Sum of rows 053 to 070+071</b>	<b>052</b>	<b>33</b>
II.	1. Customers	(311) 053		33
	2. Bills of exchange to be paid	(312) 054		
	3. Receivables from securities issued	(313) 055		
	4. Operating advances paid	(from acc. no. 314 except row 050) 056		
	5. Other receivables	(315) 057		
	6. Receivables from employees	(335) 058		
	7. Receivables from social security authorities and public health insurance	(336) 059		
	8. Income tax	(341) 060		
	9. Other direct taxes	(342) 061		
	10. Value added tax	(343) 062		
	11. Other taxes and charges	(345) 063		
	12. Entitlements to subsidies and other settlements with the national budget	(346) 064		
	13. Entitlement to subsidies and other settlements with budgets of regional authorities	(348) 065		
	14. Receivables from association members	(358) 066		
	15. Receivables from fixed-term transactions	(373) 067		
	16. Receivables from bonds issued	(375) 068		
	17. Other receivables	(378) 069		
	18. Estimated receivables	(388) 070		
	19. Provision for receivables	(-) (391) 071		
<b>III. Short-term financial assets</b>		<b>Sum of rows 073 to 080</b>	<b>072</b>	<b>8 109</b>
III.	1. Cash on hand	(211) 073		7
	2. Cash equivalents	(213) 074		
	3. Cash in banks	(221) 075	500	8 102
	4. Equity securities for trading	(251) 076		
	5. Debt securities for trading	(253) 077		
	6. Other securities	(256) 078		
	7. Short-term investments in progress	(259) 079		
	8. Cash in transit (+/-)	(261) 080		
<b>IV. Other assets</b>		<b>Sum of rows 082 to 084</b>	<b>081</b>	<b>124</b>
IV.	1. Prepaid expenses	(381) 082		124
	2. Accrued revenues	(385) 083		
	5. Foreign exchange rate gains	(386) 084		
<b>TOTAL ASSETS</b>		<b>rows 001+041</b>	<b>085</b>	<b>9 158</b>



LIABILITIES		a	Row	Balance at the	Balance at the
			no.	beginning of the	end of the
				accounting	accounting
				period	period
				1	2
<b>A. Total holdings</b>		<b>rows 087+091</b>	<b>086</b>	<b>500</b>	<b>8 967</b>
<b>I. Net assets</b>		Sum of rows 088 to 090	<b>087</b>	<b>500</b>	<b>8 967</b>
Net assets	I.				
	1. Endowment	(901)	088	500	500
	2. Funds	(911)	089		8 467
	3. Valuation difference on the revaluation of assets and liabilities	(921)	090		
<b>II. Profit (loss)</b>		Sum of rows 092 to 094	<b>091</b>		
Profit (loss)	II.				
	1. Profit (loss) account	(+/-) (963)	092		
	2. Profit (loss) to be approved	(+/-) (931)	093		
	3. Retained earnings, accumulated losses	(+/-) (932)	094		
<b>B. Liabilities</b>		<b>rows 096+098+106+130</b>	<b>095</b>		<b>191</b>
<b>I. Provisions</b>		Sum of row 097	<b>096</b>		
I. Provisions	1. Provisions	(941)	097		
<b>II. Long-term liabilities</b>		Sum of rows 099 to 105	<b>098</b>		
Long-term liabilities	II.				
	1. Long-term bank loans	(951)	099		
	2. Bonds issued	(953)	100		
	3. Leasing payables	(954)	101		
	4. Long-term advances received	(955)	102		
	5. Long-term bills of exchange payable	(958)	103		
	6. Estimated payables	(from account no. 389)	104		
	7. Other long-term payables	(959)	105		
<b>III. Short-term liabilities</b>		Sum of rows 107 to 129	<b>106</b>		<b>191</b>
Short-term liabilities	III.				
	1. Suppliers	(321)	107		191
	2. Bills of exchange payable	(322)	108		
	3. Advances received	(324)	109		
	4. Other payables	(325)	110		
	5. Employees	(331)	111		
	6. Other payables to employees	(333)	112		
	7. Payables to social security authorities and public health insurance	(336)	113		
	8. Income tax	(341)	114		
	9. Other direct taxes	(342)	115		
	10. Value added tax	(343)	116		
	11. Other taxes and charges	(345)	117		
	12. Liabilities to the national budget	(346)	118		
	13. Liabilities to budgets of regional authorities	(348)	119		
	14. Liabilities from subscribed outstanding securities and investments	(367)	120		
	15. Payables to association members	(368)	121		
	16. Payables arising from fixed-term transactions	(373)	122		
	17. Other payables	(379)	123		
	18. Short-term bank loans	(951)	124		
	19. Discount loans	(232)	125		
	20. Short-term bonds issued	(241)	126		
	21. Bonds held	(-)(255)	127		
	22. Estimated payables	(from account no. 389)	128		
23. Other short-term financial borrowings	(249)	129			
<b>IV. Other liabilities</b>		Sum of rows 131 to 133	<b>130</b>		
Other liabilities	IV.				
	1. Accrued expenses	(383)	131		
	2. Deferred revenues	(384)	132		
	3. Foreign exchange rate losses	(387)	133		
<b>TOTAL LIABILITIES</b>		<b>rows 086+095</b>	<b>134</b>	<b>500</b>	<b>9 158</b>

## INCOME STATEMENT

**As of December 31, 2009**

(in CZK thousand)

Name, registered office and legal form  
of the accounting unit

Nadace THE KELLNER FAMILY FOUNDATION
Evropská 2690/17
Praha 6 - Dejvice
160 41
FOUNDATION

Reg. No.
28902254

Indicator	Row no.	Main operations	Economic activities / revenues subject to taxation
a	b	1	
<b>A. EXPENSES</b>	<b>x</b>	<b>x</b>	
<b>I. Total consumed purchases</b> Sum of rows 002 to 005	<b>001</b>	<b>6</b>	
1. Consumed materials (501)	002	6	
2. Consumed energy (502)	003		
3. Consumed other non-storable supplies (503)	004		
4. Goods sold (504)	005		
<b>II. Total services</b> Sum of rows 007 to 010	<b>006</b>	<b>66</b>	
5. Repairs and maintenance (511)	007		
6. Travel expenses (512)	008		
7. Entertainment costs (513)	009	1	
8. Other services (518)	010	65	
<b>III. Total personnel costs</b> Sum of rows 012 to 016	<b>011</b>	<b>390</b>	
9. Wages and salaries (521)	012	390	
10. Statutory social security contributions (524)	013		
11. Other social security insurance (525)	014		
12. Statutory social expenses (527)	015		
13. Other social expenses (528)	016		
<b>IV. Total taxes and charges</b> Sum of rows 018 to 020	<b>017</b>	<b>5</b>	
14. Road tax (531)	018		
15. Real estate tax (532)	019		
16. Other taxes and charges (538)	020	5	
<b>V. Total other expenses</b> Sum of rows 022 to 029	<b>021</b>		
17. Contractual penalties and late charges (541)	022		
18. Other penalties and fines (542)	023		
19. Bad debt written off (543)	024		
20. Interest (544)	025		
21. Foreign exchange rate losses (545)	026		
22. Gifts (546)	027		
23. Deficits and damage (548)	028		
24. Other and sundry expenses (549)	029		
<b>VI. Depreciation &amp; amortization, asset disposals, provisioning</b> Sum of rows 031 to 036	<b>030</b>	<b>5</b>	
25. Depreciation & amortization of tangible and intangible fixed assets (551)	031	5	
26. Net book value of tangible and intangible fixed assets sold (552)	032		
27. Securities and investments sold (553)	033		
28. Materials sold (554)	034		
29. Additions to reserves (556)	035		
30. Additions to provisions (559)	036		
<b>VII. Total grants provided</b> Sum of rows 038 to 039	<b>037</b>		
31. Paid grants accounted for between branches (581)	038		
32. Membership dues paid (582)	039		
<b>VIII. Total income tax</b> Sum of row 041	<b>040</b>		
33. Additional payments of income tax (595)	041		
<b>Total expenses</b> rows 001+006+011+017+021+030+037+040	<b>042</b>	<b>472</b>	

Date  
May 27, 2010

Signature of the  
responsible person  
Jan Leiner

Signature of the  
responsible person  
Aleš Minx




Indicator	Row no.	Main operations	Economic activities / revenues subject to taxation
a	b		
<b>B. INCOME</b>	<b>x</b>	<b>x</b>	
<b>I. Revenues from production and goods</b>	Sum of rows 044 to 046	<b>043</b>	
1. Revenues from production	(601) 044		
2. Revenues from services	(602) 045		
3. Revenues from goods	(604) 046		
<b>II. Total changes in intra-organization inventories</b>	Sum of rows 048 to 051	<b>047</b>	
4. Changes in stock of work in progress	(611) 048		
5. Changes in stock of semi-finished products	(612) 049		
6. Changes in stock of products	(613) 050		
7. Changes in animal headcount	(614) 051		
<b>III. Capitalization</b>	Sum of rows 053 to 056	<b>052</b>	<b>390</b>
8. Capitalization of materials and goods	(621) 053		
9. Capitalization of intra-organization services	(622) 054		
10. Capitalization of intangible fixed assets	(623) 055		390
11. Capitalization of tangible fixed assets	(624) 056		
<b>IV. Other revenues</b>	Sum of rows 058 to 064	<b>057</b>	<b>82</b>
12. Contractual penalties and late charges	(641) 058		
13. Other penalties and fines	(642) 059		
14. Payments for receivables written off	(643) 060		
15. Interest	(644) 061		49
16. Foreign exchange rate gains	(645) 062		
17. Transfer of assets from endowment to operating	(648) 063		33
18. Other and sundry revenues	(649) 064		
<b>V. Proceeds from asset disposal, reversal of reserves and provisions</b>	Sum of rows 066 to 072	<b>065</b>	
19. Proceeds from the sale of intangible and tangible fixed assets	(652) 066		
20. Proceeds from the sale of securities and investments	(653) 067		
21. Proceeds from the sale of materials	(654) 068		
22. Proceeds from short-term financial assets	(655) 069		
23. Release of reserves	(656) 070		
24. Revenues from long-term investments	(657) 071		
25. Release of provisions	(659) 072		
<b>VI. Contributions received</b>	Sum of rows 074 to 076	<b>073</b>	
26. Received contributions accounted for between branches	(681) 074		
27. Received contributions (gifts)	(682) 075		
28. Received membership dues	(684) 076		
<b>VII. Operating subsidies</b>	Sum of rows 078	<b>077</b>	
29. Operating subsidies	(691) 078		
<b>Total income</b>	rows 043+047+052+057+065+073+077	<b>079</b>	<b>472</b>
<b>C. Profit (loss) before tax</b>	(+/-) row 079 - 042	<b>080</b>	
34. Income tax	(591) 081		
<b>D. Profit (loss) after tax</b>	(+/-) row 080 - 081	<b>082</b>	



## Notes to the Financial Statements

### 1. Name and registered office of the accounting unit

Nadace THE KELLNER FAMILY FOUNDATION  
Evropská 2690/17  
160 41 Praha 6 – Dejvice  
Czech Republic

Reg. No.: 28902254

Legal form: Foundation

### 2. Description and core activities

#### *Establishment and description of the foundation*

Nadace THE KELLNER FAMILY FOUNDATION (hereinafter "the Foundation") was incorporated in the Register of Foundations maintained by the Municipal Court in Prague, Section N, File 746, on May 25, 2009.

Mrs. Renáta Kellnerová and Mr. Petr Kellner are the founders of the Foundation.

An endowment of CZK 500,000 was entered in the Register of Foundations on May 25, 2009 and deposited in a separate account kept at PPF banka a.s., account number 2012010002/6000. The endowment is composed of the founders' financial contributions, with the contribution made by each of the founders amounting to CZK 250,000.

The purpose of the Foundation is to make a versatile contribution to the development of society and help improve the quality of life of the people in places where it operates, by providing support for education at all levels of society, through philanthropic activities in society, organizational development of non-governmental not-for-profit organizations, improvement of the health of people in society, solutions to social problems, and by providing support for equal opportunities in society, community development, development of public areas and environmental improvements, science and technological advancement, in the case of natural and humanitarian disasters and for cultural development, art, and protection of heritage.

The Foundation is the sole founder of the charitable organization Pomáháme školám k úspěchu o.p.s., Reg. No.: 29005469 (hereinafter "the Company"). The Company was incorporated in the Register of Charitable Organizations on December 16, 2009, Section O, File 702. The Foundation made no investment in the Company, and therefore does not carry the Company in its books as an equity interest.

### 3. Board of Trustees and Supervisory Board as of December 31, 2009

#### *Board of Trustees as of December 31, 2009:*

Chair:	Mrs. Renáta Kellnerová
Trustee:	Mr. Petr Kellner
Trustee:	Mr. Jan Leiner
Trustee:	Mr. Aleš Minx

Either the Chair of the Board of Trustees shall act on behalf of the Foundation severally and to the fullest extent, or two Trustees shall jointly act on behalf of the Foundation.

*Supervisory Board as of December 31, 2009:*

Chair: Mrs. Marta Horáková  
Member: Mrs. Karina Divišová  
Member: Mr. Tomáš Vališ

#### **4. Accounting period covered by the financial statements and the balance sheet date**

The unit's accounting period is the period between the establishment of the Foundation, i.e., May 25, 2009, and December 31, 2009.

Under Section 19(1) of Act No. 563/1991 on Accounting, December 31, 2009 is the balance sheet date.

#### **5. Significant accounting policies used by the Foundation**

##### **(a) Accounting procedures**

The Foundation keeps double-entry accounting under the Act on Accounting, under the chart of accounts, and under Regulation No. 504/2002, as amended, for accounting units whose core activity is not carrying on a business.

Accepted financial gifts and gifts in kind in the form of tangible fixed assets, inventories and services provided, are carried in account 911 Funds, which forms a part of total holdings in the balance sheet.

##### **(b) Endowment**

Endowment is the financial expression of the aggregate of financial contributions entered in the Register of Foundations. Endowment amounts to CZK 500,000.

The Foundation is obligated to deposit the monies that are part of the endowment in a separate bank account, or it may use them to buy securities issued or guaranteed by the government. These funds may not be lent out.

##### **(c) Costs incurred in the management of the Foundation**

The costs incurred in the management of the Foundation specifically include, but are not limited to, the costs of maintaining and growing the Foundation's assets, the costs of promoting the purpose of the Foundation, and the costs incurred in the operation of the Foundation. The Foundation's total annual costs related to its management may not exceed 28% of the value of the grants annually awarded by the Foundation.

##### **(d) Tangible and intangible fixed assets**

Tangible and intangible fixed assets are carried at the acquisition cost, or at the value specified in the deed of gift, or on the basis of an expert appraisal. Tangible fixed assets with an acquisition cost of over CZK 40,000 and with a useful life of more than one year, and intangible fixed assets with an acquisition cost of over CZK 60,000 and a useful life of more than one year are carried in accounts of fixed assets and subject to accounting depreciation and amortization in line with the depreciation plan. Other tangible assets with an acquisition cost of up to CZK 40,000 and intangible assets with an acquisition cost of up to CZK 60,000 are expensed in the month of acquisition and carried in operating records.

The following table shows the methods and depreciation periods by asset category:

Asset	Method	Depreciation period
Individual movable assets and sets of movable assets	straight-line	3 years
Valuable rights	straight-line	6 years
Software	straight-line	3 years

(e) Leased assets

The Foundation is not carrying any leased assets as of the balance sheet date.

**6. Additional information about the balance sheet**

(a) Short-term financial assets

Money is deposited in checking accounts in Czech crowns and held as cash on hand in Czech crowns. On December 31, 2009, the balance in bank accounts stood at CZK 8,102,000. On December 31, 2009, cash in hand amounted to CZK 7,000.

(b) Receivables

On December 31, 2009, the Foundation reports CZK 33,000 in receivables from customers. All receivables had been paid by the date of these financial statements.

(c) Liabilities

At December 31, 2009, liabilities to suppliers totaled CZK 191,000. All payables had been paid by the date of these financial statements.

(d) Fixed assets

**Intangible fixed assets**

	Software	Valuable rights	Total
<b>Acquisition cost</b>			
Balance on May 25, 2009	--	--	--
Additions	119	388	507
Disposals	--	--	--
Transfer	--	--	--
Balance on December 31, 2009	119	388	507
<b>Accumulated amortization</b>			
Balance on May 25, 2009	--	--	--
Amortization	--	5	5
Accumulated amortization of disposals	--	--	--
Transfer	--	--	--
Balance on December 31, 2009	--	5	5
<b>Net book value on May 25, 2009</b>	--	--	--
<b>Net book value on December 31, 2009</b>	<b>119</b>	<b>383</b>	<b>502</b>



Additions to software are comprised of the Foundation's website, which was procured, and additions to valuable rights are comprised of the design of the Foundation's logo, which was procured.

On December 31, 2009, the Foundation reports the procurement of intangible fixed assets worth CZK 390,000. These are the instruction manual for the Helping Schools Succeed project.

(e) Prepaid expenses

Prepaid expenses of CZK 124,000 are comprised of unconsumed office material (envelopes and business cards).

**7. Holdings allocated to covering fixed and current assets (in CZK thousands)**

	Registered endowment	The organization's funds	Revaluation differences	Retained profit, accumulated losses	Profit (loss) for the current period	Total
<b>Balance on May 25, 2009</b>	<b>500</b>	--	--	--	--	<b>500</b>
Financial gifts received	--	12,500	--	--	--	12,500
Financial grants awarded	--	-4,000	--	--	--	-4,000
Transfer from Funds to cover administrative costs	--	-33	--	--	--	-33
<b>Balance on December 31, 2009</b>	<b>500</b>	<b>8,467</b>	--	--	--	<b>8,967</b>

**8. Additional information about the Income Statement**

(a) Income

	December 31, 2009 in CZK thousands
Revenues from core activity	472
Revenues from economic activity	--
<b>Total</b>	<b>472</b>

Totaling CZK 472,000 for 2009, the Foundation's income was comprised of the following: interest income of CZK 49,000; of this amount, interest income from term deposits was CZK 46,000 and the balance of CZK 3,000 was interest accrued on the Foundation's checking account; capitalized intangible fixed assets, CZK 390,000; and transfer of assets from endowment to operating, CZK 33,000.

(b) Expenses

	December 31, 2009 in CZK thousands
Costs of core activity	472
Costs of grants awarded	--
Costs of economic activity	--
<b>Total</b>	<b>472</b>

The costs of core activity include CZK 82,000 in Foundation administration costs. The limit on administrative costs defined in point 5 (c) was not exceeded.

(c) Profit (loss) broken down by core activity and non-core activity

	2009 in CZK thousands
Profit (loss) from core activity	--
Profit (loss) from non-core activity	--
<b>Total</b>	<b>--</b>

(d) Distribution of profit / compensation for loss of 2008

No profit/loss was reported for 2008 because the Foundation only came into existence on May 25, 2009.

9. Gifts received and grants awarded

(a) Gifts received

	2009 in CZK thousands
Donor	
Mr. Petr Kellner and Mrs. Renáta Kellnerová	12,500
<b>Total</b>	<b>12,500</b>

(b) Grants awarded

	2009 in CZK thousands
Donee	
Pomáháme školám k úspěchu o.p.s.	4,000
<b>Total</b>	<b>4,000</b>

#### 10. Employees and managers

In 2009, the Foundation had no permanent employees. In September 2009, remuneration was paid to eight employees under short-term contract (CZK 390,000).

In 2009, the Foundation did not provide any financial or non-financial remuneration to the Trustees.

#### 11. Liabilities under social security and health insurance

In 2009, the Foundation did not incur any liabilities under social security or health insurance.

#### 12. Information about fees for statutory auditors

No fees for statutory auditors were carried on the books in 2009. Fees for statutory auditors will be recognized in the year in which the audit will be performed, and the Foundation will receive an invoice.

The Board of Trustees appointed KPMG Česká republika Audit, s.r.o. as the Foundation's auditor.

#### 13. Corporate income tax

Establishment of the tax base

The tax base of the corporate income tax equals zero, and corporate income tax for the fiscal year 2009 therefore amounts to CZK 0.

#### 14. Significant subsequent event

As of the date of the financial statements, the Board of Trustees is not aware of any significant events such as might affect the financial statements as of December 31, 2009.

Date:	Signature of responsible persons:	
May 27, 2010	Jan Leiner	Aleš Minx
	