

# **ITER** **Organization**

---

## **2010** **Financial** **Statements**

---



**iter**

# Contents

<b>Foreword by the Director-General</b>	<b>01</b>
<b>Certificate</b>	<b>02</b>
<b>Statement from the Director-General</b>	<b>02</b>
<b>Independent Auditor's Report</b>	<b>03</b>
<b>Introduction and Basis of Preparation</b>	<b>04</b>
<b>Financial Statements 2010</b>	<b>05</b>
<b>A. Financial Statements 2010 prepared on an Accrual Basis</b>	<b>07</b>
Statement of Financial Position at 31 December 2010	08
Statement of Financial Performance for the year ending 31 December 2010	09
Statement of Cash Flow for the year ending 31 December 2010	10
Statement of Changes in Net Assets for the year ending 31 December 2010	10
<b>B. Financial Statements 2010 prepared on a Cash Basis</b>	<b>11</b>
Income Execution 2010	12
Payments Execution 2010	13
Commitments Execution 2010	14
<b>A&amp;B. Notes to the 2010 Financial Statements</b>	<b>15</b>
<b>Annexes to the 2010 Financial Statements</b>	<b>53</b>

## **Foreword by the Director-General**

*It is my pleasure to present the 2010 ITER Organization Financial Statements; my first as Director-General. As an organization financed by public funds, it is essential to have consistency and transparency in our reporting methods. The pages that follow give a clear and concise account of ITER Organization financial data for the year and include a report from the Financial Audit Board, providing an independent, external and professional view of our annual accounts.*

2010 was a year of important transition at the ITER Organization. The approval of the Baseline at the Extraordinary ITER Council meeting in July opened the way for a new phase of the ITER project to begin. Changes were made to the top management of the ITER Organization that reflect a shift in the project's momentum. As Director-General, I will be continuing the effort to improve management structure and systems in order to create an organization that is fully adapted to the needs of the full-scale construction project that lies ahead—simpler, more centralized and task-force oriented.

Upon the request of the ITER Council, working groups were launched to recommend areas for cost savings and cost containment throughout the project—both at the ITER Organization and in the cost of in-kind contributions from the Members. The ITER Organization and Domestic Agencies have agreed to implement proposed measures for short-term cost reduction, but also to continue to explore measures for further potential cost reductions. Ambitious cost goals will only be attainable by strengthening the level of integration between the ITER Organization and Domestic Agencies. Our principal ally in cost control will be the avoidance of further slippage in the schedule.

The adoption of the Baseline in July was an important achievement, and one that we share with the Domestic Agencies. Efforts are now focused on the early completion of the ITER design in order to fully turn toward construction. Seventeen

Procurement Arrangements were successfully concluded in 2010. Forty-seven Procurement Arrangements, representing 60% of total project work, have now been committed.

In July, the ITER Council approved an overall ceiling for the construction of ITER of 4,700 kUA. The main schedule milestones will be the realization of First Plasma in November 2019, and the start of Deuterium-Tritium operation by March 2027, ultimately taking ITER to 500 MW output power. We are committed to respecting this overall ceiling and with this schedule, and with higher standards for performance and efficiency, we are confident that we can. Improved management structure and systems, and increased accountability in project management, will be the foundation stones of the new structure of the organization.

At this stage, manufacturing contracts have been placed by all seven of our Domestic Agencies, and the first completed components are scheduled to arrive in 2012. At the ITER site in Cadarache, France, building is proceeding at a rapid pace. The first three building projects were launched in 2010: excavation for the Tokamak Complex; erection of the Poloidal Field Coil Winding facility, and construction of the permanent ITER Headquarters.

The challenges that lie ahead are great. We are supported in all our endeavours by the ITER Members whom I would like to thank here for their on-going support. After years of planning and designing, together we will have the privilege of seeing ITER become a concrete reality in the years ahead. Proving to the world that fusion is an achievable form of large-scale energy is a worthy and exciting pursuit!

**Professor Osamu Motojima**

*Cadarache, February 2011*





To create the Seismic Isolation Pit, home to the future ITER Tokamak Complex, diggers will excavate an estimated 210,000 cubic metres of soil and rock from the ITER platform.

# Certificate & Statement

---

## Certificate

The Financial Statements of the ITER Organization have been prepared in accordance with the internal Project Resource Management Regulations (PRMR) and the International Public Sector Accounting Standards (IPSAS).

I hereby certify that, based on the information provided by the Authorizing Officer; I have reasonable assurance that these accounts present a true and fair view of the financial transactions in the year 2010 and of the financial position of the ITER Organization in all material aspects at the end of 2010.

**Hans Spoor**  
*Head of the Finance and Budget  
Accounting Officer*

---

## Statement of the Director-General

I, the undersigned, Director-General of the ITER Organization, in my capacity as Authorizing Officer,

- Declare that the information contained in this report gives a true and fair view.
- State that I have reasonable assurance that the resources have been used for their intended purpose and in accordance with the principles of sound financial management, and that the control procedures put in place give the necessary guarantees concerning the legality and regularity of the underlying transactions.

This reasonable assurance is based on my own judgement and on the information at my disposal.

- Confirm that I am not aware of anything not reported here which could harm the interests of the ITER Organization.

**Osamu Motojima**  
*The Director-General  
Authorizing Officer*

# Independent Auditor's Report

We have audited the accompanying financial statements of The International Organization of the ITER, which comprise the Statement of Financial Position at December 31, 2010, the Statement of Financial Performance, and the Statement of Cash Flow for the year then ended, and the Notes to the 2010 Financial Statement of significant accounting policies and other explanatory notes including the Budgetary Statements prepared in accordance with the Project Resource Management Regulations (PRMR) Budgetary Execution for 2010.

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards and the Internal Project Resource Management Regulations established by the November 21, 2006 ITER Agreement. This responsibility includes: designing, implementing and maintaining internal control 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.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as established with Article 17 of the Agreement "Financial Audit" and those requirements established by the PRMR. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain sufficient documentary evidence to provide 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 auditor's judgement, 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 control 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 control.

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

In our opinion, as a result the financial statements give a true and fair view of the financial position of The ITER Organization as of December 31, 2010, and of its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards.

A separate Management Letter dated on April 15, 2011, which includes issues considered not material enough to merit qualification but nevertheless considered important enough to be brought to the notice of ITER Council, has been issued to the ITER Organization.



Ms. Alice C. Peterson, Chair  
UNITED STATES OF AMERICA



Ms. Sun Xiaoyun  
PEOPLE'S REPUBLIC OF CHINA



Mr. Toshiyuki Kimura  
JAPAN



Mr. Brian Gray  
EUROPEAN UNION



Mr. Hyuck Jong Kim  
REPUBLIC OF KOREA

## Financial Audit Board Members

**Ms. Alice C. Peterson, Chair**  
United States of America

**Ms. Sun Xiaoyun**  
People's Republic of China

**Mr. Brian Gray**  
European Union

**Mr. Ayyanan Ramaiah**  
Republic of India

**Mr. Toshiyuki Kimura**  
Japan

**Mr. Hyuck Jong Kim**  
Republic of Korea

**Ms. Tamara B. Vorobieva**  
Russian Federation



Mr. Ayyanan Ramaiah  
REPUBLIC OF INDIA



Ms. Tamara B. Vorobieva  
RUSSIAN FEDERATION

## **Introduction & Basis of Preparation**

*These Financial Statements have been drawn up in accordance with the International Public Sector Accounting Standards (IPSAS) and the internal Project Resource Management Regulations (PRMR) of the ITER Organization. These Financial Statements are therefore compatible with both regulations and standards.*

These Financial Statements set out the basis of preparation of the information contained herein and include explanations on the differences between the IPSAS and PRMR schedules in accordance with the PRMR.

These Financial Statements show the activities and financial position of the ITER Organization and include the receipt and utilization of the Members' contributions in cash and in kind; however, they do not reflect the actual costs incurred by the Domestic Agencies in relation to their Procurement Arrangements for the ITER project.

In view of the specific nature of the organization, which has in essence one objective, i.e. the construction and operation of an experimental facility, generally all costs shall be considered to be incurred in order to construct and bring the asset to a condition enabling operations to commence. The capitalization of costs will cease once these assets are utilized in the Operation Phase.

The consequences of the capitalization criteria on the annual results of the ITER Organization are inter-related with the accounting policy choice concerning revenues from Members.

The ITER Organization management has concluded that revenues from Members constitute Non-Exchange Transactions for which the accounting treatment is defined in the IPSAS standard Nr 23. Contributions from Members which are used to acquire tangible or intangible assets are taken back to revenue over the period of the utilization of the related asset.

The amount of revenue deferred is therefore directly correlated with the amount of costs capitalized. Specifically, the full cost capitalization approach, adopted by the ITER Organization, implies that related Member contributions will be deferred to the same extent and the fixed asset depreciation and write back of the deferred revenue should be equivalent during the operating life of the asset. Alternatively, a partial cost capitalization approach signifies that, during the Construction Phase, certain costs will be expensed to the Statement of Financial Performance and that an equivalent amount of Members'

contributions will be shown as revenues recorded in the Statement of Financial Performance. We observe therefore, that because of the nature of the ITER Organization, the impact of either partial or full cost capitalization is generally without consequences on the net result of the organization during the Construction Phase.

Research and development costs are capitalized as part of the cost of the experimental equipment to the extent that such costs can be measured reliably, the product or process is technically feasible, future service potential is probable, and the entity has sufficient resources and intends to complete development and to use the asset.

Expenditure on tangible fixed assets relating to the construction of the experimental equipment is recognized as an asset on the basis that future economic benefits or service potential associated with the item will flow to the ITER Organization and that the cost or fair value of the item has been measured reliably. Such expenditure is incurred in accordance with the objectives of the ITER Organization and therefore is considered to meet the 'service potential' criteria set out in the IPSAS standard Nr 1 'Presentation of Financial Statements'.

The Procurement Arrangements constitute the in-kind contributions from the Members to the ITER Organization recorded at values as agreed between the ITER Organization and the Members. These contributions are valued using the ITER Unit of Account (IUA) and recorded in Euros in the ITER Organization's Financial Statements at agreed conversion rates as described in the Notes to these Financial Statements.

These Financial Statements reflect all financial activities of the ITER Organization for the year and the financial position at the end of the year, and we are not aware of any un-recorded liabilities.

---

**ITER Organization**

**Financial  
Statements  
2010**

ITER's five largest poloidal field coils, measuring as much as 24 metres in diameter, will be assembled here in the future Poloidal Field Coils Winding Facility.  
Photo: F4E





---

**A.**

**Financial  
Statements  
2010**

**Prepared on an Accrual Basis**

# Statement of Financial Position at 31 December 2010

Amounts in Euros

<b>Assets</b>	<b>Notes</b>	<b>31.12.2010</b>	<b>31.12.2009</b>
<b>Current assets</b>		<b>84,150,672</b>	<b>74,038,473</b>
Cash and cash equivalents	A3	60,751,947	66,003,755
Receivables	A4	13,715,888	6,749,626
Other current assets	A5	8,779,611	-
Prepayments	A6	903,226	1,285,092
<b>Non-current assets</b>		<b>489,734,694</b>	<b>256,989,982</b>
Fixed assets	A7 & A8	489,733,284	256,988,638
Other financial assets		1,411	1,344
<b>Total Assets</b>		<b>573,885,366</b>	<b>331,028,455</b>
<b>Liabilities</b>	<b>Notes</b>	<b>31.12.2010</b>	<b>31.12.2009</b>
<b>Current liabilities</b>		<b>83,572,630</b>	<b>69,150,567</b>
Payables	A9	79,619,319	67,202,676
Employee benefits	A10	2,132,784	1,947,891
Other current liabilities	A11	1,820,527	-
<b>Non-current liabilities</b>		<b>-</b>	<b>8,865,009</b>
Long term liabilities	A11	-	8,865,009
<b>Total Liabilities</b>		<b>83,572,630</b>	<b>78,015,576</b>
<b>Financed by Deferred Revenue</b> (Members Contributions, etc)	<b>A12</b>	<b>490,312,737</b>	<b>253,012,879</b>
<b>Net Assets / Equity</b>			
Brought Forward Surplus		-	1,993,704
Statement of Financial Performance		-	(1,993,704)
<b>Total Net Assets / Equity</b>		<b>-</b>	<b>-</b>

# Statement of Financial Performance for the Year Ending 31 December 2010

Amounts in Euros

<b>Expenses</b>	<b>Notes</b>	<b>2010</b>	<b>2009</b>
Wages, salaries and employee benefits	A14	60,105,601	49,633,830
Supplies and consumables used	A15	3,596,602	3,191,591
Depreciation expenses of tangible assets	A7	1,199,398	514,413
Depreciation expenses of intangible assets	A8	872,500	339,675
Other expenses	A16	83,438,781	69,057,565
Exceptional charges	A16	-	1,993,704
<b>Total Expenses</b>		<b>149,212,882</b>	<b>124,730,778</b>

<b>Revenue</b>	<b>Notes</b>	<b>2010</b>	<b>2009</b>
Contributions from Members taken to revenue (write back)	A12	2,046,131	854,088
Other revenue	A13	1,262,107	702,989
<b>Total Revenue</b>		<b>3,308,238</b>	<b>1,557,076</b>

<b>Net Costs of ITER Organization Activities Capitalized</b>	<b>A7</b>	<b>145,904,645</b>	<b>121,179,997</b>
--	-----------	--------------------	--------------------

Surplus / (deficit) for the year - (1,993,704)

# Statement of Cash Flow for the Year Ending 31 December 2010

Amounts in Euros

<b>Cash flow from operating activities</b>	<b>Notes</b>	<b>2010</b>	<b>2009</b>
Surplus / (deficit) for the year		-	(1,993,704)
Depreciation of tangible assets	A7	1,199,398	514,413
Depreciation of intangible assets	A8	872,500	339,675
Disposals	A7&8	8,433	141,700
Changes in:			
Other financial assets		(67)	(1,254)
Receivables	A4	(6,966,262)	12,757,021
Other current assets	A5	(8,779,611)	491,773
Deferred charges	A6	381,866	1,271,726
Payables	A9	12,416,643	(2,935,631)
Employee benefits	A10	184,892	911,775
Other current liabilities	A11	(7,044,482)	(16,286,829)
Deferred revenue	A12	238,972,655	129,620,343
Deferred members contributions taken to revenue	A12	(1,672,798)	(854,088)
<b>Net cash flow from operating activities</b>		<b>229,573,168</b>	<b>123,976,920</b>
<b>Cash flow from investing activities</b>			
Acquisitions of tangible assets (including restatement disclosed p.32)	A7&8	(234,152,454)	(133,350,261)
Acquisitions of intangible assets	A7&8	(672,522)	(387,541)
<b>Net cash used in investing activities</b>		<b>(234,824,976)</b>	<b>(133,737,802)</b>
<b>Cash flow from financing activities</b>			
<b>Net cash from financing activities</b>			
Cash and cash equivalents at 1 January 2010		66,003,755	75,764,637
Net decrease in cash and cash equivalents		(5,251,808)	(9,760,882)
<b>Cash and cash equivalents at 31 December 2010</b>	<b>A3</b>	<b>60,751,947</b>	<b>66,003,755</b>

# Statement of Changes in Net Assets for the Year Ending 31 December 2010

Amounts in Euros

	<b>2010</b>	<b>2009</b>
Balance at 1 January	-	1,993,704
Total surplus / (deficit), recognized revenue and expense for the year	-	(1,993,704)
<b>Net Assets / Equity at 31 December</b>		

---

# **B. Financial Statements 2010**

**Prepared on a Cash Basis**

# Income Execution 2010

Amounts in Euros

## Cash and Short-Term In-Kind (\*) Income Execution (see details in Annex 1)

Budget Heading	Final Income Budget 2010	Cash Income in 2010	Short-Term In-Kind 2010	Results & Carry Forward to 2011
	1	2	3	4=1-2-3
<b>Title VII : Income</b>	<b>184,445,928</b>	<b>143,424,928</b>	<b>19,492,181</b>	<b>21,528,819</b>
<b>Chapter 71 : Contributions (**)</b>	<b>167,831,487</b>	<b>126,810,487</b>	<b>19,492,181</b>	<b>21,528,819</b>
Article 711 : Contribution from EURATOM	72,436,642	55,714,642	9,530,520	7,191,480
Article 712 : Contribution from CHINA	14,461,182	12,005,182	589,851	1,866,149
Article 713 : Contribution from INDIA	15,464,274	11,930,274	2,440,432	1,093,568
Article 714 : Contribution from JAPAN	12,005,182	12,005,182	-	-
Article 715 : Contribution from the REPUBLIC of KOREA	15,135,182	12,005,182	2,599,226	530,774
Article 716 : Contribution from the RUSSIAN FEDERATION	14,392,182	12,005,182	404,979	1,982,021
Article 717 : Contribution from the UNITED STATES of AMERICA	23,936,842	11,144,842	3,927,173	8,864,827
<b>Chapter 72 : Internal tax</b>	<b>12,697,003</b>	<b>11,799,569</b>	<b>-</b>	<b>897,434</b>
Article 721 : Internal Tax from Professional Staff	9,687,584	9,671,533	-	16,051
Article 722 : Internal Tax from Technical Support Staff	3,009,419	2,128,036	-	881,383
<b>Chapter 73 : Financial Income</b>	<b>1,700,000</b>	<b>915,936</b>	<b>-</b>	<b>784,064</b>
Article 731 : Financial interests	1,500,000	401,583	-	1,098,417
Article 732 : Exchange rate Income	200,000	514,353	-	(314,353)
<b>Chapter 74 : Other Income</b>	<b>2,217,438</b>	<b>3,898,936</b>	<b>-</b>	<b>(1,681,498)</b>
Article 741 : Cancellation of Appropriations from the current year	800,000	-	-	800,000
Article 742 : Cancellation of Appropriations from previous year(s)	940,839	802,139	-	138,700
Article 743 : Monaco Partnership	550,000	550,000	-	-
Article 744 : Excess Income from previous years	-	2,535,131	-	(2,535,131)
Article 745 : Shortfall Income Budget of the current year	(73,401)	-	-	(73,401)
Article 749 : Miscellaneous income	-	11,666	-	(11,666)
<b>Total Income</b>	<b>184,445,928</b>	<b>143,424,928</b>	<b>19,492,181</b>	<b>21,528,819</b>

(\*) Short-Term In-Kind Income is formed by credits granted for completed milestones of Task Agreements and Secondments in the year.

(\*\*) Cash Contributions are prepared on an accrual basis

# Payments Execution 2010

Amounts in Euros

## Cash and Short-Term In-Kind\* Payments Execution (see details in Annex 2)

Budget Heading	Final Payments Budget 2010	Special Account 1 January 2010	Write Offs and Transfers of Special Account Items	Cash Payments 2010	Short-Term In-Kind Payments 2010	Unused Payments Appropriations Carried Forward
	1	2	3	4	5	6=1+2-3-4-5
<b>Title I: Direct Investment (Fund)</b>	<b>10,144,000</b>	<b>732,990</b>	-	<b>5,266,693</b>	<b>1,629,852</b>	<b>3,980,445</b>
Article 111: Direct Investment	10,032,740	732,990	-	5,155,433	1,629,852	3,980,445
Article 112: Test Blanket Module	111,260	-	-	111,260	-	-
<b>Title II: R&amp;D Expenditure</b>	<b>23,287,599</b>	<b>7,322,072</b>	<b>188,431</b>	<b>17,180,048</b>	<b>5,914,034</b>	<b>7,327,158</b>
<b>Title III: Direct Expenditure</b>	<b>151,014,329</b>	<b>8,147,677</b>	<b>613,708</b>	<b>124,382,469</b>	<b>11,948,295</b>	<b>22,217,534</b>
<b>Chapter 31: Staff Expenditure</b>	<b>67,280,501</b>	<b>261,434</b>	<b>38,401</b>	<b>63,565,357</b>	<b>3,892,822</b>	<b>45,355</b>
Article 311: Professional staff salary costs	49,644,435	-	-	45,742,793	3,892,822	8,820
Article 312: Technical Support staff salary costs	13,418,775	-	-	13,408,785	-	9,990
Article 313: Travel and subsistence	3,099,957	216,246	27,353	3,275,059	-	13,791
Article 314: Secondment allowances	185,125	-	-	185,125	-	-
Article 315: Removal expenses	409,752	45,188	11,048	431,138	-	12,754
Article 316: Promotions	300,257	-	-	300,257	-	-
Article 317: Awards	222,200	-	-	222,200	-	-
<b>Chapter 32: Organizational Expenditure</b>	<b>83,733,828</b>	<b>7,886,243</b>	<b>575,307</b>	<b>60,817,112</b>	<b>8,055,473</b>	<b>22,172,179</b>
Article 321: General services	3,075,991	1,229,797	487,794	3,565,189	-	252,805
Article 322: Administrative services	2,910,698	105,326	27,251	2,828,823	-	159,950
Article 323: Equipment	4,776,809	70,100	(11,558)	4,845,825	-	12,642
Article 324: External specialized services	72,970,330	6,481,020	71,820	49,577,275	8,055,473	21,746,782
<b>Total Expenditure</b>	<b>184,445,928</b>	<b>16,202,739</b>	<b>802,139</b>	<b>146,829,210</b>	<b>19,492,181</b>	<b>33,525,137</b>

\* Short-Term In-Kind Payments are formed by the completion of milestones of Task Agreements and Secondments in the year.

# Commitments Execution 2010

Amounts in Euros

## Cash and Short-Term In-Kind\* Commitments Execution (see details in Annex 3)

<b>Budget Heading</b>	<b>Final Commitments Budget 2010</b>	<b>Available Commitment Appropriations from Previous Years</b>	<b>Cash and Short-Term In-Kind Commitments 2010</b>	<b>Unused Commitment Appropriations Carried Forward to 2011</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4=1+2-3</b>
<b>Title I: Direct Investment (Fund)</b>	<b>18,553,000</b>	-	<b>18,133,901</b>	<b>419,099</b>
Article 111: Direct Investment	18,317,166	-	17,898,067	419,099
Article 112: Test Blanket Module	235,834	-	235,834	-
<b>Title II: R&amp;D Expenditure</b>	<b>28,066,000</b>	<b>1,277,747</b>	<b>26,166,971</b>	<b>3,176,776</b>
<b>Title III: Direct Expenditure</b>	<b>176,043,000</b>	<b>3,261,125</b>	<b>171,740,789</b>	<b>7,563,336</b>
<b>Chapter 31: Staff Expenditure</b>	<b>67,498,091</b>	<b>112,134</b>	<b>67,540,370</b>	<b>69,855</b>
Article 311: Professional staff salary costs	49,644,435	-	49,635,615	8,820
Article 312: Technical Support staff salary costs	13,418,775	-	13,408,785	9,990
Article 313: Travel and subsistence	3,270,299	77,780	3,333,181	14,898
Article 314: Secondment allowances	185,125	-	185,125	-
Article 315: Removal expenses	457,000	34,354	455,207	36,147
Article 316: Promotions	300,257	-	300,257	-
Article 317: Awards	222,200	-	222,200	-
<b>Chapter 32: Organizational Expenditure</b>	<b>108,544,909</b>	<b>3,148,991</b>	<b>104,200,419</b>	<b>7,493,481</b>
Article 321: General services	5,682,041	509,031	5,353,796	837,276
Article 322: Administrative services	3,781,768	803,031	4,471,891	112,908
Article 323: Equipment	6,680,553	52,166	6,732,719	-
Article 324: External specialized services	92,400,547	1,784,763	87,642,013	6,543,297
<b>Total Expenditure</b>	<b>222,662,000</b>	<b>4,538,872</b>	<b>216,041,661</b>	<b>11,159,211</b>

\* Short-Term In-Kind Commitments are formed by the signatures of Task Agreements and Secondments in the year.



---

# **A&B. Notes to the 2010 Financial Statements**

# Notes to the 2010 Financial Statements

Reporting Entity & Risk Management	17
<b>Notes to the 2010 Financial Statements prepared on an Accrual Basis (A)</b>	<b>18</b>
A1: Significant Accounting Policies	19
A2: Cumulative Statement by Member	22
A3: Cash and Cash Equivalents	23
A4: Receivables	24
A5: Other Current Assets	25
A6: Prepayments	25
A7: Property, Plant and Equipment	26
A8: Intangible Fixed Assets	26
A9: Payables	28
A10: Employee Benefits	29
A11: Other Current Liabilities	29
A12: Deferred Revenue	30
A13: Other Revenue	32
A14: Wages, Salaries and Employee Benefits	33
A15: Supplies and Consumables	34
A16: Expenses	34
A17: Leases	35
<b>Notes to the 2010 Financial Statements prepared on a Cash Basis (B)</b>	<b>36</b>
B1: Budgets and Financial Execution	37
B2: Members' Cash Contributions	38
B3: Cash Breakdown	39
B4: Statement of Unpaid Commitments	40
B5: Status of Special Account	40
B6: Income Budget	41
B7: Payments Budget	42
B8: Commitments Budget	43
B9: In-Kind 2010 Accounts	44
B10: Cumulative Income Budget	45
B11: Cumulative Payments Budget	46
B12: Cumulative Commitments Budget	47
B13: Cumulative Income Execution	48
B14: Cumulative Payments Execution	49
B15: Cumulative Commitments Execution	50
<b>Reconciliation: Statement of Financial Performance-Budget Results</b>	<b>51</b>

# Reporting Entity & Risk Management

## Reporting Entity

The ITER Organization is a joint international research and development project that aims to demonstrate the scientific and technical feasibility of fusion power. Its Members are the European Union (represented by EURATOM), Japan, the People's Republic of China, the Republic of India, the Republic of Korea, the Russian Federation and the United States of America.

The purpose, functions and other organizational aspects of the ITER Organization are set out in the 'Agreement on the Establishment of the ITER International Fusion Energy Organization for the Joint Implementation of the ITER Project' (the ITER Agreement). This Agreement, which has an initial duration of 35 years, was signed by the Members of the ITER project in Paris on 21 November 2006.

The ITER Organization has an international legal personality including the capacity to conclude agreements with States and/or international organizations, and is governed by a Council composed of representatives of each of the Members. Each Member has appointed up to four representatives to the Council. The Council elects from among its Members a Chair and a Vice-Chair who shall each serve for a term of one year and who may be re-elected up to three times for a maximum period of four years.

The ITER Organization shall construct, operate and de-activate the ITER facilities in accordance with prescribed technical objectives and specifications and supplemental technical requirements that may be necessary. The de-commissioning of the ITER Organization facility will be financed by the Members upon completion of the project and will be carried out by the Host State.

The resources to carry out the project will comprise contributions in kind and financial contributions from Members. The cost estimates for the construction and operation phases of the ITER project have been quantified using the IUA unit of currency (ITER Unit of Account). The IUA is an internal currency unit used for budgetary purposes of the ITER Organization. The basis of conversion from IUA to Euro has been agreed between the Members and is updated each year.

The applied conversion rate for IUA in 2010 was 1 IUA equals EUR 1552.24.

The address of the ITER Organization's registered office is St-Paul-lez-Durance, Bouches-du-Rhône, France. The land on which the assets will be constructed has been provided by the French State through the CEA (Commissariat à l'Énergie Atomique).

The main activities of the ITER Organization in 2010 included, in particular, technical investigations and analyses concerning the design specifications, which are being reviewed. Also, more general project planning and preparatory work of a logistical nature have been carried out involving the preparation of the site and temporary offices, and preparations have started for the construction of the facility with procurement arrangements, task agreements and procurement contracts and orders.

Under Articles 7 and 9 of the ITER Agreement, the Director-General and the staff of the ITER Organization shall prepare and submit to the ITER Council the annual Financial Statements.

This document states the financial activities of the ITER Organization during the year from 1 January to 31 December 2010 and its financial position at 31 December 2010. The

functional currency used by the ITER Organization is the Euro. Long-term credits, representing in-kind contributions from Members, in particular for investments through Procurement Arrangements, are credited using IUA's and are converted into Euros at the approved exchange rate for the year. In-kind contributions relating to secondments of staff are accounted in Euros.

The Financial Statements show tabulations in Euros, which could cause minor differences due to roundings of up to a few Euros in a number of tabulations.

## Risk Management

In the context of the development of activities during the year, the ITER Organization has continued to take measures to have risk managed at an acceptable level. The ITER Organization is confronted with the risk of direct or indirect loss arising from a wide variety of causes associated with its processes, personnel, technology and infrastructure, and from external factors such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour.

The primary responsibility for the development and implementation of controls to address risk is assigned to senior management and is supported by developing standards and controls over risk in the following areas:

- Implementation of IT systems and processes tailored to the specific needs and requirements of the organization
- An appropriate segregation of duties including independent authorization of transactions
- The reconciliation and monitoring of transactions
- Compliance with regulatory and other legal requirements
- Finalisation in 2011 of Management Organization pursuing to Senior Management appointments in 2010 and 2011
- Documentation of controls and procedures
- Development of contingency plans
- Internal audit reviews
- Training and professional development

---

# Notes to the 2010 Financial Statements

**Prepared on an Accrual Basis  
(A)**

# Note A1: Significant Accounting Policies

## Basis of preparation

The 2010 Financial Statements have been prepared in accordance with the International Public Sector Accounting Standards (IPSAS) and the ITER Project Resource Management Regulations (PRMR), the former being published by the International Public Sector Accounting Standards Board (IPSASB) of the International Federation of Accountants (IFAC). The IPSAS are primarily drawn from the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board. In the absence of precise guidance on areas of accounting policy under IPSAS, the policies adopted are based on the IFRS, in addition to ITER's PRMR.

These financial statements have been prepared using the following bases of accounting:

- Accruals
- Consistency
- Going concern

The measurement base applied is historical cost. In-kind contributions from Members through Procurement Arrangements are measured and accounted at agreed values.

The 2009 Financial Statements of the ITER Organization were audited and thereafter approved by the ITER Council on 16 and 17 June 2010.

## Foreign exchange accounting

These Financial Statements are presented in Euros, which is the ITER Organization's functional currency.

Transactions in foreign currencies are translated into Euros at exchange rates prevailing at the dates of the transactions; the exchange rates used are the ones applicable for that month, published by the EC.

Realized and unrealized gains and losses resulting from the settlement of such transactions and from the re-translation at the reporting date of assets and liabilities denominated in foreign currencies are recognized in the Statement of Financial Performance.

As indicated in the section 'Revenue Recognition' below, the revenues of the ITER Organization are mainly comprised of contributions from Members to finance the phases of the ITER Project. The cost estimates of the Construction and Operation Phases have been determined using the IUA unit of currency.

## Use of estimates and judgements

The preparation of Financial Statements in conformity with IPSAS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions of the accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

## Property, plant and equipment

Items of property, plant and equipment are recorded at cost, after deduction of accumulated depreciation and accumulated impairment losses.

Property, plant and equipment include the costs associated with the construction of the experimental machine together with associated infrastructure costs comprising buildings, fixtures and fittings, IT equipment and transport equipment necessary to conduct the project.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties, any non-refundable purchase taxes and attributable costs of bringing the asset to working condition for its intended use. Examples of attributable costs are the costs of site preparation, initial delivery and handling costs, installation costs, and professional fees such as those for architects and engineers. Additionally, those administration and other general costs attributable to the acquisition of the asset or bringing the asset to its working condition are included within the cost of the asset. The costs of self-constructed assets include the cost of materials and any other costs directly attributable to bringing the asset to a working condition for its intended use. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

Tangible fixed assets relating to in-kind contributions from Members are initially recorded at values agreed with Members using the Euro/IUA conversion rate prevailing for the year of the contribution. In-Kind contributions are recorded as tangible fixed assets under construction upon awarding the credits concerned.

Upon completion of the experimental equipment Construction Phase, and once operations have commenced, the costs of de-commissioning and removing the reactor and restoring the site on which it is located will be incorporated into the cost of the experimental equipment. Such costs of dismantling will be based on the estimated cost at current value.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Concerning the experimental equipment under construction and given its technical nature and the intrinsic difficulty in identifying separate useful lives to such costs, related expenditure is capitalized as a single component and depreciated over a uniform period.

Depreciation is recognized in the Statement of Financial Performance on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Depreciation of the experimental equipment will be recorded at the start of the Operation Phase.

The estimated useful lives of property plant and equipment in line with general conventions are as follows:

buildings	30 years
plant and equipment experimental assets	20 years
fixtures and fittings	5–10 years
transport equipment	4 years
IT, telecom equipment, etc	2–5 years

Depreciation methods, useful lives and residual values are reviewed at each reporting date.

In accordance with ITER Organization rules, acquisitions of property, plant and equipment which, individually, are below 3 IUA are expensed directly to the Statement of Financial Performance. These costs will be included in the "Tangible assets under construction" as outlined above.

### **Impairment**

The carrying values of fixed assets are reviewed for impairment if events or changes in circumstances indicate that they may be impaired. If any such indication exists, the recoverable service amount of the asset is estimated in order to determine the extent of any impairment loss. Any impairment loss is charged against the Statement of Financial Performance in the year concerned.

In particular, the impairment reviews relating to the experimental assets will take into account technological developments, changes in the major assumptions of the ITER Organization and any unforeseen difficulties which may require a revision to the asset depreciation lives applied or an impairment charge to write down to the recoverable service amount of the asset.

### **Intangible fixed assets**

Expenditure on intangible fixed assets relating to the experimental equipment is recognized as an asset if it is probable that future economic benefits or service potential associated with the item will flow to the ITER Organization and if the cost or fair value of the item can be measured reliably. Such expenditure is incurred in accordance with the objectives of the ITER Organization and is considered to meet 'service potential' criteria.

Intangible fixed assets relating to in-kind contributions from Members are initially recorded at values agreed with the Members using the Euro/IUA conversion rate prevailing for the year of the contribution. In-kind contributions are recorded as tangible fixed assets under construction upon awarding the credits concerned.

Other intangible assets that are acquired by the ITER Organization, which have finite useful lives, are measured at cost less accumulated amortization and accumulated impairment losses.

Intangible fixed assets expenditure is capitalized only when it increases the future economic benefits or service potential embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and licenses, is recognized in the Statement of Financial Performance as incurred. These costs will be included in the caption "Tangible assets under construction" as outlined above.

Amortization is recognized in the Statement of Financial Performance on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use. The estimated useful lives are as follows:

software	2–5 years
----------	-----------

### **Inventories**

Inventories are measured at either their historic cost or their current replacement cost, depending on whichever is lower. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, conversion costs and other costs incurred in bringing them to their existing location and condition.

### **Employee benefits**

The ITER Organization has set up a defined pension contribution scheme, a medical insurance scheme and a life and invalidity insurance scheme.

### **Defined pension contribution scheme**

ITER has a defined pension contribution plan for its employees, which is a post-employment benefit plan under which it pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to such defined pension contribution plans are recognized as employee benefit expense when they are due.

### **Termination benefits**

Termination benefits are payable to its employees under certain circumstances prescribed in the Staff Regulations of the ITER Organization. The amount of the termination benefits payable is dependent on the length of service of the employee in question. Termination benefits are recognized as an expense upon termination of the employment contract for one of the reasons stipulated in the Staff Regulations.

### **Short-term benefits**

The ITER Organization has contracted out a medical insurance scheme and a life and invalidity insurance scheme. Monthly contributions to these schemes are deducted from employees' remuneration and supplemented by a contribution from the ITER Organization. These employer's contributions are expensed in the period of deduction from the employees' remuneration.

### **Revenue recognition**

ITER Organization revenues comprise contributions from Members, Internal Tax, Financial Income and Other Income.

### **Contributions from Members**

Contributions from Members are determined annually, based on estimates of the required level of operating and capital payments for that year. These contributions are recorded as either revenue or deferred revenue in the year for which they are requested. Any contributions which have not been fully paid up by Members at year-end are shown within receivables. Contributions received from Members which at year-end exceed amounts requested are shown within payables.

Contributions from Members are made in the form of cash contributions or in kind. In-kind contributions comprise the providing of assets, other goods and services and staff seconded by the Members. Revenue recorded relating to in-kind contributions are measured at the agreed value of the asset or service contributed.

Members' contributions used to acquire tangible or intangible assets are deferred and written back to revenue in the Statement of Financial Performance over the period of utilization of the related asset.

In-kind contributions from Members of tangible or intangible assets are also deferred and written back to revenue over the asset utilization period. The construction of the related assets may take place in the country of a Member over several years.

Upon attainment of certain milestones, Members' contributions relating to tangible fixed assets are recorded within assets under construction and a related payable is recorded. Once the asset delivery or completion has been formally approved, the payable is transferred to deferred revenue and the asset under construction is transferred to plant and machinery.

### **Internal Tax**

An Internal Tax is applied to the basic salaries of ITER employees and collected monthly by the ITER Organization. These funds are used towards covering the cost of salaries, related benefits and infrastructure.

### **Provisions**

A provision is recognized if, as a result of a past event, the ITER Organization has a present legal or constructive obligation that can be estimated reliably, and provided it is probable that an outflow of economic benefits or service potential will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a rate that reflects current market assessments of the time value of money and the risks specific to the liability.

### **Asset de-commissioning**

In accordance with applicable legal requirements and accounting standards, a provision for the cost of de-commissioning the experimental equipment will be recognized once the related assets have been constructed. No such provision has been recorded at 31 December 2010 as the experimental equipment is still at the beginning of the Construction Phase.

### **Site restoration**

In accordance with the ITER Organization's environmental policy and applicable legal requirements, a provision for site restoration in respect of contaminated land and the related expense, is recognized when the land is contaminated. No site restoration provision has been recorded at 31 December 2010.



Seventeen metres deep, the Seismic Isolation Pit will house the anti-seismic foundations and retaining walls of the future Tokamak Complex.

# Note A2: Cumulative Position Statement by Member

Amounts in Euros

## Contributions

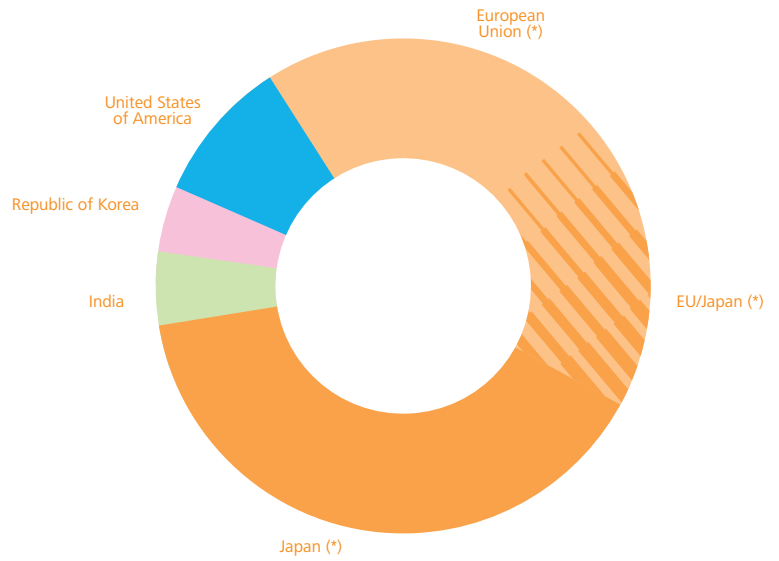
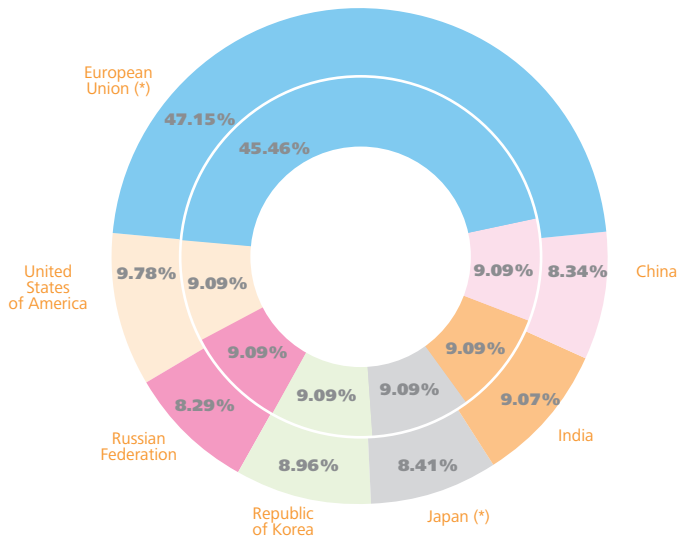
Sharing EU = 45.46% Others = 9.09%

2007-2010	European Union	China	India	Japan (*)	Republic of Korea	Russian Federation	United States of America	Total
<b>Cash Contributions</b>	152,911,960	32,602,965	32,528,057	31,729,331	32,204,031	32,602,965	30,819,473	345,398,780
<b>Short Term In-Kind (Seconded Staff &amp; Task Agreements)</b>	24,199,308	589,851	3,450,858	873,634	2,998,159	404,979	6,215,085	38,731,875
<b>Total Contributions "CASH"</b>	<b>177,111,268</b>	<b>33,192,816</b>	<b>35,978,914</b>	<b>32,602,965</b>	<b>35,202,190</b>	<b>33,007,944</b>	<b>37,034,558</b>	<b>384,130,655</b>
<b>Others over/(not)-allocated Contributions compared with Schedule</b>	7,269,670	(573,592)	(498,684)	300,042	(174,658)	(573,592)	1,209,900	6,959,084
<b>Total Net Contributions "CASH"</b>	<b>184,380,938</b>	<b>32,619,224</b>	<b>35,480,230</b>	<b>32,903,006</b>	<b>35,027,532</b>	<b>32,434,352</b>	<b>38,244,458</b>	<b>391,089,739</b>
<b>Participations at year end</b>	47.15%	8.34%	9.07%	8.41%	8.96%	8.29%	9.78%	100.00%
<b>Long Term In-Kind credits (*) (Procurement Arrangements)</b>	6,659,110	-	1,862,688	27,909,275	1,707,464	-	3,880,600	42,019,137
<b>Total Contributions "CASH &amp; IN-KIND"</b>	<b>191,040,047</b>	<b>32,619,224</b>	<b>37,342,918</b>	<b>60,812,281</b>	<b>36,734,996</b>	<b>32,434,352</b>	<b>42,125,058</b>	<b>433,108,876</b>
<b>Common Fund</b>	1,741,644	348,159	348,159	348,159	348,159	348,159	348,159	3,830,595
<b>Total allocated</b>	<b>192,781,691</b>	<b>32,967,382</b>	<b>37,691,077</b>	<b>61,160,440</b>	<b>37,083,154</b>	<b>32,782,510</b>	<b>42,473,216</b>	<b>436,939,470</b>
Note A3					Available Cash and cash equivalents			(60,751,947)
Note A4						Due by members		(1,577,471)
Note A4						Other receivables		(12,138,417)
Note A6						Prepayments		(903,226)
Note A9						Creditors		20,415,447
Note A9						Advances received from members		59,203,872
Note A10						Employee benefits		2,132,784
Note A5						Other current assets		(8,779,611)
Note A11						Other current liabilities		1,820,527
Note A12						Monaco partnership		579,453
Note A12						Internal tax		30,651,272
Note A7 & A12						Donation (buildings and works)		22,400,000
Note A12						Financial income		3,111,305
<b>Total reconciliation accounts</b>								<b>56,163,988</b>
<b>Total Income</b>								<b>493,103,458</b>
<b>Assets</b>								
Note A7						Property, Plant & Equipment		489,158,755
Note A8						Intangible fixed assets		3,943,293
BS						Guarantee Deposit		1,411
<b>Total Fixed Assets</b>								<b>493,103,458</b>



"CASH" CONTRIBUTIONS  
 Outside: realized participation  
 Inside: agreed participation

Long term in-kind credits (\*)  
 for Procurement Arrangements



(\*) Credits granted to Japan include a contribution from the European Union corresponding to 7,094.64 IUA (EUR 11,040,171) for deliverables achieved in 2010 for procurements for which the procurement responsibility has been transferred to Japan within the framework of the transferred procurement responsibilities from EURATOM to Japan.

## Note A3: Cash and Cash Equivalents

Amounts in Euros

Details of cash and cash equivalents at year-end 2010 are provided in the table below. The ITER Organization's cash and cash equivalent balances arise from Members' contributions, Financial Income and Other Income including the annual contribution from the Principality of Monaco.

Cash balances on deposit are held in secure interest-bearing bank accounts or fixed-term deposits. The JP Yen and US Dollar bank accounts are valued in Euros using official year-end exchange rates prevailing at 31 December 2010.

	2010	2009
Cash in hand	-	-
Cash at bank - Euro accounts	2,570,396	40,979,076
Cash at bank - JP Yen accounts	62,458	2,341
Cash at bank - US Dollar accounts	78,124	856
Fixed term deposits with banks	58,000,000	25,000,000
Accrued interest	40,969	21,482
<b>Total cash and cash equivalents</b>	<b>60,751,947</b>	<b>66,003,755</b>

## Note A4: Receivables

Amounts in Euros

Members' cash contributions to be received (Japan) amount to EUR 1.58 M. Other receivables have been recorded for payments on account (EUR 0.11 million) and suspense accounts payments for Fusion for Energy (EUR 0.21 million) and US Domestic Agency (EUR 1.00 million).

The ITER Organization is exempted from taxes (corporate income, business licence and value added tax). Value added tax invoiced by suppliers for the purchases of goods and services is recovered by requesting the reimbursement from the European states in which the VAT was collected. Requests for the reimbursement of VAT paid in France have been made regularly

and have resulted in regular refunds from the French authorities concerned. For the reimbursement of VAT paid in other European countries, with a total outstanding amount of EUR 374,293 the ITER Organization has taken steps to reach an agreement on the procedure to follow to obtain the reimbursements concerned.

From the total requested reimbursements of French VAT an amount of EUR 258,873 is under discussion with the French Authorities and might partly be considered as non-refundable. No provision has been made for this amount.

	2010	2009
Credit notes to be received	-	-
<b>Members' Cash Contributions to be received</b>	<b>1,577,471</b>	<b>3,627</b>
European Union	-	-
China	-	3,627
India	-	-
Japan	1,577,433	-
Republic of Korea	38	-
Russian Federation	-	-
United States of America	-	-
<b>Other receivables</b>	<b>12,138,417</b>	<b>6,745,999</b>
European Commission	-	532,476
Fusion for Energy	212,645	44,677
US Domestic Agency	1,003,400	672,186
IN Domestic Agency	4,000	4,000
Personnel - Advances	-	564
VAT receivable (requested)	6,970,767	1,093,779
VAT receivable (to be requested)	1,251,667	3,111,940
VAT on accruals	2,583,808	1,187,206
Other Suppliers	112,131	99,171
<b>Total receivables</b>	<b>13,715,888</b>	<b>6,749,626</b>

## Note A5: Other Current Assets

Amounts in Euros

Over-allocated means that amounts incorporated into the machine have exceeded the Members' contributions and are shown as Other Current Assets. The non-allocated amounts are shown as Other Current Liabilities (Note A11).

<b>Over-allocated</b>	<b>2010</b>	<b>2009</b>
European Union	7,269,670	-
China	-	-
India	-	-
Japan	300,042	-
Republic of Korea	-	-
Russian Federation	-	-
United States of America	1,209,900	-
<b>Total over-allocated Members' Contributions</b>	<b>8,779,611</b>	<b>-</b>

## Note A6: Prepayments

Amounts in Euros

Prepayments correspond to expenditures incurred in 2010 for which the acquired products or services relate to 2011.

	<b>2010</b>	<b>2009</b>
Licence fees	556,975	194,086
General Maintenance and Repair	104,598	14,123
Maintenance Licences	150,790	321,266
Maintenance Equipment	20,939	512,259
Membership fees	8,400	-
Subscriptions	47,126	185,455
Rent	2,910	47,186
Insurance	11,489	10,200
Other	-	518
<b>Total prepayments</b>	<b>903,226</b>	<b>1,285,092</b>

## Note A7: Property, Plant & Equipment

Amounts in Euros

By notary deed on 25 July 2010, France and the European Union officially transferred to the ITER Organization the ownership of "buildings and works". This grant has been recorded in the fixed assets for the amount of EUR 22.40 million under "Land and Buildings".

	<b>Land and Buildings</b>	<b>Plant and Machinery</b>	<b>Fixtures and Fittings</b>	<b>Motor Vehicles</b>	<b>IT, Telecom and Office Equipment</b>
<b>Cost or Deemed Cost</b>					
Balance at 31/12/2009	-	-	311,895	99,086	2,482,949
Additions	22,400,000	-	173,238	37,440	1,577,473
Disposals	-	-	-	(34,200)	-
Transfers	-	-	-	-	-
<b>Balance at 31/12/2010</b>	<b>22,400,000</b>	<b>-</b>	<b>485,133</b>	<b>102,326</b>	<b>4,060,422</b>
<b>Depreciation and Impairment Losses</b>					
Balance at 31/12/2009	-	-	21,690	38,802	633,905
Depreciation	373,333	-	31,372	25,589	769,104
Disposals	-	-	-	(25,767)	-
<b>Balance at 31/12/2010</b>	<b>373,333</b>	<b>-</b>	<b>53,063</b>	<b>38,624</b>	<b>1,403,009</b>
<b>Net Book Value</b>					
<b>at 31/12/2009</b>	<b>-</b>	<b>-</b>	<b>290,205</b>	<b>60,283</b>	<b>1,849,044</b>
<b>at 31/12/2010</b>	<b>22,026,667</b>	<b>-</b>	<b>432,071</b>	<b>63,701</b>	<b>2,657,413</b>

## Note A8: Intangible Fixed Assets

Amounts in Euros

### Cost

Balance at 31/12/2009

Additions

Disposals

Transfers

**Balance at 31/12/2010**

### Amortisation or Depreciation and Impairment Losses

Balance at 31/12/2009

Depreciation

**Balance at 31/12/2010**

**Net Book Value at 31/12/2009**

**Net Book Value at 31/12/2010**

**Total Net Book Value at 31/12/2010**

<b>Under Construction in Cash</b>	<b>ITER Organization Activities Capitalized</b>	<b>Under Construction Short Term In Kind by Members</b>	<b>Under Construction Long Term In Kind by Members</b>	<b>Accrued Value in Kind</b>	<b>Total</b>
4,631,309	225,065,349	19,239,695	-	3,975,759	255,806,041
5,758,559	145,904,645	19,492,180	42,019,137	(3,975,759)	233,386,913
-	-	-	-	-	(34,200)
-	-	-	-	-	-
<b>10,389,868</b>	<b>370,969,994</b>	<b>19,492,180</b>	<b>42,019,137</b>	-	<b>489,158,755</b>
					694,398
					1,199,398
-	-	-	-	-	(25,767)
					<b>1,868,029</b>
<b>4,631,309</b>	<b>225,065,349</b>	<b>19,239,695</b>		<b>3,975,759</b>	<b>255,111,643</b>
<b>10,389,868</b>	<b>370,969,994</b>	<b>38,731,875</b>	<b>42,019,137</b>	-	<b>487,290,725</b>
			<b>Software</b>	<b>In Progress</b>	<b>Total</b>
			3,270,771	-	3,270,771
			672,522	-	672,522
			-	-	-
			-	-	-
			<b>3,943,293</b>	-	<b>3,943,293</b>
			628,235	-	628,235
			872,500	-	872,500
			<b>1,500,735</b>	-	<b>1,500,735</b>
			<b>2,642,536</b>	-	<b>2,642,536</b>
			<b>2,442,558</b>	-	<b>2,442,558</b>
					<b>489,733,284</b>

## Note A9: Payables

Amounts in Euros

Creditors and other accrued charges are costs recognized in these Financial Statements 2010 but not paid as at 31 December. Advance payments of Members' contributions correspond to sums received by the ITER Organization exceeding the requested amount.

	<b>2010</b>	<b>2009</b>
<b>Creditors</b> (suppliers and accrued charges)	<b>20,415,447</b>	<b>11,065,171</b>
<b>Accrued value: Task Agreements</b>	-	<b>3,975,759</b>
<b>Accrued value: Procurement Arrangements</b>	-	-
<b>Advance payments on Contribution</b>	<b>59,203,872</b>	<b>52,161,746</b>
Advance payments on Contribution from European Union	36,416,816	38,597,603
Advance payments on Contribution from China	422,452	-
Advance payments on Contribution from India	23	13
Advance payments on Contribution from Japan	-	-
Advance payments on Contribution from Korea	-	13,564,131
Advance payments on Contribution from Russian Federation	13,232,428	-
Advance payments on Contribution from USA	9,132,153	-
<b>Total payables</b>	<b>79,619,319</b>	<b>67,202,676</b>

## Note A10: Employee Benefits

Amounts in Euros

Personnel travel costs are the year-end unpaid costs related to travel undertaken by staff.

Accrued untaken leave represents vacation entitlement accrued by staff during the year. Untaken annual leave is carried forward to the following year with a maximum of 14 days per staff.

Social benefits are amounts outstanding to social security and pension schemes.

	2010	2009
Personnel travel costs	196,687	176,048
Accrued untaken leave	1,204,070	1,185,462
Social benefits	732,027	585,684
Other	-	697
<b>Total employee benefits</b>	<b>2,132,784</b>	<b>1,947,891</b>

## Note A11: Other Current Liabilities

Amounts in Euros

Non-allocated means that Members' contributions have not been fully expended and incorporated into the value of the machine and are shown as Other Current Liabilities. The over-allocated amounts are shown as Other Current Assets (Note A5).

<b>Not-allocated</b>	2010	2009
European Union	-	1,857,368
China	573,592	1,533,894
India	498,684	1,533,894
Japan	-	660,260
Republic of Korea	174,658	1,134,960
Russian Federation	573,592	1,533,894
United States of America	-	610,742
<b>Total non-allocated Members' Contributions</b>	<b>1,820,527</b>	<b>8,865,009</b>

# Note A12: Deferred Revenue

Amounts in Euros

Total Deferred revenue excluding Monaco Partnership is equal to the Net Book Value of the Fixed Assets (Note A7&A8).

	Deferred		Cash		Short-Term In Kind <i>Seconded Staff and Credited Task Agreements</i>	
	Cumulative 2009	2010	Cumulative 2009	2010	Cumulative 2009	2010
<b>Revenues as per the IO Agreement</b>						
<b>Contributions</b>						
European Union (*)	97,081,594	64,841,680	161,923,273	14,668,788	9,530,520	24,199,308
China	19,412,048	12,965,483	32,377,531	-	589,851	589,851
India	19,412,048	12,965,483	32,377,531	1,010,426	2,440,432	3,450,858
Japan (*)	19,412,048	12,965,483	32,377,531	873,634	-	873,634
Republic of Korea	19,412,048	12,965,483	32,377,531	398,933	2,599,226	2,998,159
Russian Federation	19,412,048	12,965,483	32,377,531	-	404,979	404,979
United States of America	19,412,048	12,965,483	32,377,531	2,287,914	3,927,171	6,215,085
<b>Total Contributions</b>	<b>213,553,880</b>	<b>142,634,579</b>	<b>356,188,459</b>	<b>19,239,695</b>	<b>19,492,180</b>	<b>38,731,875</b>
Internal Tax	18,851,703	11,799,569	30,651,272			
Financial Income	2,690,234	421,071	3,111,305			
Write back on Members Contributions						
<b>Total Deferred Revenues as per the IO Agreement</b>	<b>235,095,817</b>	<b>154,855,219</b>	<b>389,951,036</b>	<b>19,239,695</b>	<b>19,492,180</b>	<b>38,731,875</b>
<b>Additional Revenues</b>						
Donations (buildings, works,...)	-	22,400,000	22,400,000			
Monaco partnership	765,541	-186,088	579,453			
Write back on Donations						
<b>Total Deferred Additional Revenues</b>	<b>765,541</b>	<b>22,213,912</b>	<b>22,979,453</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL Deferred revenue for the ITER Organization</b>	<b>235,861,358</b>	<b>177,069,131</b>	<b>412,930,489</b>	<b>19,239,695</b>	<b>19,492,180</b>	<b>38,731,875</b>

(\*) Credits granted to Japan include a contribution from the European Union corresponding to 7,094.64 IUA (EUR 11,040,171) for deliverables achieved in 2010 for procurements for which the procurement responsibility has been transferred to Japan within the framework of the transferred procurement responsibilities from EURATOM to Japan.



<b>Total "Cash"</b> <i>Including Cash, Seconded Staff &amp; Credited Task Agreements</i>			<b>Long-Term In Kind</b> <i>Credited (*) Procurement Arrangements</i>			<b>Total</b>		
<b>Cumulative 2009</b>	<b>2010</b>	<b>Cumulative 2010</b>	<b>Cumulative 2009</b>	<b>2010</b>	<b>Cumulative 2010</b>	<b>Cumulative 2009</b>	<b>2010</b>	<b>Cumulative 2010</b>
111,750,382	74,372,199	186,122,581	-	6,659,110	6,659,110	111,750,382	81,031,309	192,781,691
19,412,048	13,555,334	32,967,382	-	-	-	19,412,048	13,555,334	32,967,382
20,422,474	15,405,915	35,828,389	-	1,862,688	1,862,688	20,422,474	17,268,603	37,691,077
20,285,682	12,965,483	33,251,165	-	27,909,275	27,909,275	20,285,682	40,874,758	61,160,440
19,810,981	15,564,709	35,375,690	-	1,707,464	1,707,464	19,810,981	17,272,173	37,083,154
19,412,048	13,370,463	32,782,510	-	-	-	19,412,048	13,370,463	32,782,510
21,699,962	16,892,655	38,592,616	-	3,880,600	3,880,600	21,699,962	20,773,255	42,473,216
<b>232,793,575</b>	<b>162,126,758</b>	<b>394,920,334</b>	-	<b>42,019,137</b>	<b>42,019,137</b>	<b>232,793,575</b>	<b>204,145,895</b>	<b>436,939,470</b>
18,851,703	11,799,569	30,651,272				18,851,703	11,799,569	30,651,272
2,690,234	421,071	3,111,305				2,690,234	421,071	3,111,305
						-1,322,633	-1,672,798	-2,995,431
<b>254,335,512</b>	<b>174,347,398</b>	<b>428,682,911</b>	-	<b>42,019,137</b>	<b>42,019,137</b>	<b>253,012,879</b>	<b>214,693,738</b>	<b>467,706,617</b>
-	22,400,000	22,400,000				-	22,400,000	22,400,000
765,541	-186,088	579,453				765,541	-186,088	579,453
						-	-373,333	-373,333
<b>765,541</b>	<b>22,213,912</b>	<b>22,979,453</b>	-	-	-	<b>765,541</b>	<b>21,840,579</b>	<b>22,606,120</b>
<b>255,101,053</b>	<b>196,561,311</b>	<b>451,662,364</b>	-	<b>42,019,137</b>	<b>42,019,137</b>	<b>253,778,420</b>	<b>236,534,317</b>	<b>490,312,737</b>

## Note A13: Main Revenue

Amounts in Euros

	<b>2010</b>	<b>2009</b>
<b>ITER Organization activities capitalized</b>	<b>145,904,645</b>	<b>121,179,997</b>
Exchange rate gains (*)	514,353	152,988
Fixed asset sales proceeds (**)	6,307	-
Miscellaneous income	5,359	1
Monaco Partnership	736,088	550,000
<b>Other revenue</b>	<b>1,262,107</b>	<b>702,989</b>
<b>Total main revenue</b>	<b>147,166,752</b>	<b>121,882,986</b>

(\*) Exchange rate losses reported under note A16

(\*\*) Net book value of assets sold/disposed reported under Note A16

Capitalized ITER Organization Activities correspond to expenses of the year capitalized in fixed assets.

### **Partnership Arrangement with the Principality of Monaco:**

In 2008 the Principality of Monaco concluded a Partnership Arrangement for ten years with the ITER Organization which includes an annual contribution of EUR 550,000 towards post-doctorate fellowships and communication actions by ITER. There are at the end of 2010, eight post-doctoral fellows coming from four different ITER Members.

Revenues received from the Principality of Monaco and associated costs incurred by the ITER Organization are recorded

in the Statement of Financial Performance in the year of receipt and expenditure. Any excess of revenues over associated costs is recorded as Deferred Revenue. The costs incurred by the ITER Organization arising from Monaco revenues are not considered part of the construction cost of the experimental equipment. A retrospective adjustment, without impact on equity or surplus/deficit, has been recorded in 2010 in order to fully apply this accounting treatment described above.

The impact of this change is summarized below:

	<b>Deferred Revenue 31 December 2009 (Note A12)</b>	<b>Property Plant &amp; Equipment 31 December 2009 (Note A7)</b>
2009 published Financial Statements	253,012,879	224,299,809
Adjustment	765,541	765,541
2010 Financial Statements (2009 comparatives)	253,778,420	225,065,350

Non exchange revenues of the year also include the contribution by France and the European Union of the "buildings and works" for an amount of EUR 22,400,000. This contribution has been posted to Deferred Revenues and is to be written back to revenues over the useful life of the related asset.

## Note A14: Wages, Salaries & Employee Benefits

Amounts in Euros

The Personnel costs are detailed in the table below:

	<b>Professional Staff</b> <i>(including seconded staff)</i>		<b>Technical Support Staff</b>		<b>Total</b>	
	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
Wages and salaries	34,644,578	29,528,803	10,090,690	6,931,295	44,735,268	36,460,097
Pension costs	4,871,912	4,137,836	1,420,299	972,265	6,292,211	5,110,102
Medical costs	869,983	738,899	253,626	173,618	1,123,609	912,517
Invalidity costs	347,992	295,560	101,454	69,448	449,445	365,009
Other employee benefits	4,610,598	4,399,272	1,629,103	1,320,274	6,239,701	5,719,546
Accrued untaken leave (delta)	(15,881)	326,601	34,488	122,138	18,608	448,739
Secondment allowances	185,125	221,486		-	185,125	221,486
Awards	149,600	70,000	72,600	35,000	222,200	105,000
Indemnities for loss of job	549,731	-	-	-	549,731	-
On call duty indemnity	-	-	2,693	-	2,693	-
Bonus for temporary assignment	21,017	10,162			21,017	10,162
Trainees	38,160	6,760			38,160	6,760
Social activities					17,492	8,500
Other (canteen)					210,341	265,913
<b>Total</b>	<b>46,272,815</b>	<b>39,735,379</b>	<b>13,604,953</b>	<b>9,624,038</b>	<b>60,105,601</b>	<b>49,633,830</b>

An internal tax is applied to basic salary costs including overtime and night work. This tax is collected by the ITER Organization by withholding from monthly salary payments. No liability is recorded for the amounts withheld as the internal tax is not paid to external organizations or authorities. Amounts withheld are used for salaries, related benefits and infrastructure of the ITER Organization. "Wages, salaries and employee benefits" present the gross costs and the related credit corresponding to the internal tax.

The Personnel costs above include EUR 3.89 million corresponding to Secondments. The counter entry is shown within deferred revenues.

The ITER Organization has set up a defined pension contribu-

tion scheme with an external company. Contributions equal to 7% of gross basic salary are deducted from employee remuneration and are supplemented by a contribution from the ITER Organization of 14% of gross basic salary.

Medical and life insurance schemes have also been set up with an external provider. Medical insurance employee contributions amount to 1.25% of gross basic salary supplemented by an ITER Organization contribution of 2.5% of gross basic salary. Life and invalidity insurance employee contributions amount to 0.5% of gross basic salary supplemented by an ITER Organization contribution of 1% of gross basic salary.

At 31 December 2010 the ITER Organization had in total 469 staff in the following categories:

	<b>Professional Staff</b> <i>(including seconded staff)</i>		<b>Technical Support Staff</b>		<b>Total</b>	
	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
ITER Organization Staff	274	259	168	139	442	398
Seconded Professional Staff	27	32	-	-	27	32
<b>Total</b>	<b>301</b>	<b>291</b>	<b>168</b>	<b>139</b>	<b>469</b>	<b>430</b>

## Note A15: Supplies and Consumables

Amounts in Euros

	2010	2009
Electricity	790,896	146,934
Drink distributors / water	79,369	113,292
Furniture & equipment	1,502,145	402,492
Telecom & IT equipment	93,957	1,100,346
Fitting-out premises	169,891	171,154
Purchased software / licenses	881,427	1,047,060
Administrative supplies	69,054	188,854
Fuel	9,862	21,458
<b>Total supplies and consumables</b>	<b>3,596,602</b>	<b>3,191,591</b>

## Note A16: Other Expenses

Amounts in Euros

	2010	2009
External services	51,592,729	42,412,880
Communications costs	427,225	336,991
Travel and related costs (external)	2,096,095	3,235,187
Travel and related costs (staff)	3,188,861	2,749,934
Receptions and representation costs	343,811	327,406
Temporary staff / Other personnel	2,578,666	2,126,301
External consultant fees	1,183,128	2,605,776
R&D	17,456,271	10,375,193
Equipment, buildings rental	447,632	1,643,177
Software fees	281,002	218,329
Exchange rate losses (*)	568,037	182,912
Maintenance and repairs	966,573	862,793
Removal expenses for ITER personnel	429,845	527,130
Insurance	72,808	66,788
Documentation & seminar expenses	591,753	476,745
Bank charges	7,075	11,793
Post & Communication	494,105	643,365
Net book value of assets sold/disposed (**)	8,433	141,700
Monaco Conference	320,764	-
Other	383,968	113,166
<b>Total other expenses</b>	<b>83,438,781</b>	<b>69,057,566</b>
<b>Exceptional charges</b>	<b>-</b>	<b>1,993,704</b>

(\*) Exchange rate gains reported under Note A13

(\*\*) Fixed asset sales proceeds reported under Note A13

## **Note A17: Leases**

Amounts in Euros

The ITER Organization leases equipment. Future minimum lease payments under non-cancellable operating leases at 31 December 2010 are as follows:

	<b>2010</b>	<b>2009</b>
Less than one year	303,792	167,000
Between one and five years	-	165,000
More than five years	-	-
<b>Total operating leases</b>	<b>303,792</b>	<b>332,000</b>

---

# Notes to the 2010 Financial Statements

**Prepared on a Cash Basis**

**(B)**

## **Note B1: Budgets & Financial Execution**

The ITER Organization's Project Resource Management Regulations and its Implementing Measures, require the preparation of certain schedules and notes for inclusion in the Financial Statements. The primary budgetary schedules following from the PRMR are shown in pages 12 to 14, covering the Income, Payments and Commitments Executions against their respective budgets. Supplementary information required under the PRMR is provided in the following Notes B1 to B15.

The establishment of these schedules is governed by the basic principles of equilibrium, specification, annuality, budget accuracy, unit of Account, universality, sound financial management and transparency.

At its meeting in November 2009, the ITER Council adopted Commitments, Income and Payments Budgets for 2010, at the level of EUR 174.81 million for Commitments and EUR 127.47 million for Payments and Income. The Commitments, Payments and Income Budgets and the financial schedules are subdivided into Titles, Chapters and Articles. The shortfall of actual income against the budgeted income in 2010 of EUR 73,000 has been deducted from the 2010 income budget and there shall be no amount of excess income carried forward to 2011.

During 2010, there has been a request for a Supplementary Cash Income and Payments Budget which has been approved by the ITER Council. In addition, the Director-General approved budgetary transfers within the limits of his mandate.

All schedules for Income, Payments and Commitments show three tables, in the budget format as approved by the ITER Council. The first table shows the cumulative figures of the Cash and Short-Term In-Kind (covering Tasks Agreements for credits and Staff Secondments) transactions per budget Article. The second and third tables show, in the Annexes, respectively the details of the Cash and Short-Term transactions.

Since 2010, Task Agreements for credit are accounted against an In-kind Budget. Any voluntary Task Agreements which had been included in the records in previous years have now been excluded from the cumulative records. The in-kind commitments adjustment amounted to EUR 16,472,278 (or IUA 10,873.72).

### **Income Budget 2010**

The total Income Budget is equal to the Payments Budget in accordance with Article III.1.3 of the PRMR.

In 2010 there has been a small shortfall in Cash Income 2010, effectively reducing the total Cash Income Budget for the year, in particular for reasons that the financial income (interest) stayed well under its budgeted level given the low interest rates prevailing on deposits in the year.

### **Income Execution 2010**

The Contributions from the Members are considered as Income in the year in which they are called regardless of their date of receipt by the ITER Organization.

Other sources of income are registered in the year in which they are realized or received.

In 2010 the ITER Organization has brought to Income cancellation of Appropriations from the previous year at the level of EUR 0.80 million. The cancellation of Appropriations from previous year(s) corresponds to the adjustments of Special Account Items mentioned in the Payment Execution table.

### **Payments Budget 2010**

The Final Cash Payments budget has been reduced by EUR 73,000, equivalent to the amount of the shortfall in the Income Execution ensuring that Income equals the Payments Budget in the year, in accordance with the PRMR.

Following requests for more transparency on in-kind expenditures and contributions through Task Agreements and Secondment Agreements, a Short-term In-Kind Payments Budget was agreed at the level of EUR 41.02 M; together with all such budgeted expenditures or contributions prior to 2010 the total amount is EUR 60.26 million.

### **Payments Execution 2010**

The cash Payments execution shows an unpaid balance of 4.64% or EUR 6.65 M of the payments budget which has been transferred to the Special Account at the end of the year. Together with the balance of the Special Account brought forward from previous years, the total amount in the Special Account at 31 December 2010 is EUR 12.00 million.

The Short-term In-Kind Payments execution shows expenditures in 2010 of EUR 19.49 million, and for the prior years EUR 19.24 million, in total EUR 38.73 million. This leaves an unused balance of EUR 21.53 million, which is due to both not having had the agreement from the Domestic Agencies concerned for the planned Task Agreements and for reasons of slower progress than planned.

### **Commitments Budget 2010**

In accordance with the PRMR, the Commitments Budget represents the upper limit of the legal obligations the IO can engage for the year. Following requests for more transparency on in-kind expenditures and contributions through Task Agreements and Secondment Agreements, a Short-term In-Kind Commitments Budget was agreed at the level of EUR 47.85 M (corresponds to the Short-Term In-Kind Commitments Budget 2010); together with all such budgeted expenditures or contributions prior to 2010 the total amount is EUR 101.03 M.

### **Commitments Execution 2010**

In 2010, there were de-commitments against previous years' commitments, constituting a reduction of the value of contracts signed in 2007, 2008 and 2009, for reasons that contracts were settled at a lower value than agreed and/or were cancelled. The total amount of these de-commitments equals EUR 4.52 million.

The Short-Term In-Kind Commitments execution shows commitments in 2010 of EUR 38.85 million, and for the prior years EUR 52.37 million, in total EUR 91.22 million. This leaves an unused balance of EUR 9.00 million, which is in particular due to delays in having agreement from the Domestic Agencies concerned for the planned Task Agreements.

All unpaid commitments in currency other than EUR have been re-evaluated at their exchange rate prevailing at the year-end; a minor amount of these unrealised exchange rate differences of EUR 4,791 remained in a suspense account since insufficient budget funds were available in Title 1, Article 111.

### **Cumulative Commitments Execution 2010**

The cumulative commitment figures in the Financial Statements 2010 include in the total also the cumulative de-commitments of previous year's commitments, which was not the case in previous years.

## Note B2: Members' Cash Contributions

Amounts in Euros

<b>Member</b>	<b>Brought Forward from 2009</b>	<b>Request for 2010</b>	<b>Received for 2010</b>	<b>Received for 2010 (%)</b>	<b>Carry Forward to 2011</b>
EURATOM	38,597,603	55,714,642	55,714,642	100.00%	36,416,816
CHINA	(3,627)	12,005,182	12,005,182	100.00%	422,452
INDIA	-	11,930,274	11,930,274	100.00%	23
JAPAN	-	12,005,182	10,427,749	86.86%	(1,577,433)
REPUBLIC of KOREA	-	12,005,182	12,005,144	100.00%	(38)
RUSSIAN FEDERATION	13,564,131	12,005,182	12,005,182	100.00%	13,232,428
UNITED STATES of AMERICA	-	11,144,842	11,144,842	100.00%	9,132,153
<b>Total</b>	<b>52,158,107</b>	<b>126,810,486</b>	<b>125,233,015</b>	<b>98.76%</b>	<b>57,626,401</b>

The Members' Contributions have been accounted in full as Income of the year, in accordance with the budget, regardless of the cash received. Over and underpayments have been carried forward as cash liabilities to/from these Members.



## Note B3: Cash Breakdown

Amounts in Euros

BNP Account in €	1,828,388
BNP Account CC in €	435,626
HSBC Account in €	38,715,062
BNP YEN Accounts	2,341
BNP USD Accounts	856
HSBC Fixed Term Deposits	25,000,000
Accrued interests	21,482
Petty cash	-
<b>Cash balance at 1 January 2010</b>	<b>66,003,755</b>

2010 Contributions from the Members	74,633,857
Advances on 2011 Contributions	57,644,923
Monaco Partnership	550,000
Internal tax	11,799,569
Interests from bank	401,583
Miscellaneous Income	11,666
Exchange rate Income	514,353
<b>Total cash Income</b>	<b>145,555,951</b>

Payments against budget and Special Account	146,829,210
Movement in Suspense Account	3,767,211
<b>Total disbursements</b>	<b>150,596,421</b>

Cash balance at 1 January 2010	66,003,755
Total cash Income	145,555,951
Total disbursements	150,596,421
<b>Cash balance at 31 December 2010</b>	<b>60,963,285</b>

BNP Account in €	8,807
HSBC Account in €	2,522,339
HSBC Account CB in €	39,250
HSBC YEN Accounts	62,458
HSBC USD Accounts in EU	42,246
HSBC Fixed Term Deposits	58,000,000
HSBC USD Accounts in US	247,217
Accrued interests	40,969
Petty cash	-
<b>Cash balance at 31 December 2010</b>	<b>60,963,285</b>

## Note B4: Statement of Unpaid Commitments

Amounts in Euros

### Statement of Unpaid Cash and Short-Term In-Kind (Task Agreements and Secondments) Commitments (see details in Annex 4)

Budget Heading	Unpaid Commitments 1 January 2010	Total Commitments 2010	Total De-commitments of Previous Years' Commitments	Total Payments 2010	Unpaid Commitments 31 December 2010
	1	2	3	4	5=1+2-3-4
<b>Title I: Direct Investment (Fund)</b>	<b>2,932,990</b>	<b>18,133,901</b>	<b>-</b>	<b>6,896,545</b>	<b>14,170,346</b>
Article 111: Direct Investment	2,932,990	17,898,067	-	6,785,285	14,045,772
Article 112: Test Blanket Module	-	235,834	-	111,260	124,574
<b>Title II: R&amp;D Expenditure</b>	<b>32,056,809</b>	<b>26,166,971</b>	<b>1,261,963</b>	<b>23,094,082</b>	<b>33,867,735</b>
<b>Title III: Direct Expenditure</b>	<b>56,101,522</b>	<b>171,740,789</b>	<b>3,254,024</b>	<b>136,330,764</b>	<b>88,257,523</b>
<b>Chapter 31: Staff Expenditure</b>	<b>736,938</b>	<b>67,540,370</b>	<b>112,134</b>	<b>67,458,179</b>	<b>706,995</b>
Article 311: Professional staff salary costs	-	49,635,615	-	49,635,615	-
Article 312: Technical Support staff salary costs	-	13,408,785	-	13,408,785	-
Article 313: Travel and subsistence	607,165	3,333,181	77,780	3,275,059	587,507
Article 314: Secondment allowances	-	185,125	-	185,125	-
Article 315: Removal expenses	129,775	455,207	34,354	431,138	119,490
Article 316: Promotions	-	300,257	-	300,257	-
Article 317: Awards	-	222,200	-	222,200	-
<b>Chapter 32: Organizational Expenditure</b>	<b>55,364,584</b>	<b>104,200,419</b>	<b>3,141,890</b>	<b>68,872,585</b>	<b>87,550,528</b>
Article 321: General services	1,727,872	5,353,796	509,031	3,565,189	3,007,448
Article 322: Administrative services	1,737,669	4,471,891	803,031	2,828,823	2,577,706
Article 323: Equipment	1,114,836	6,732,719	52,166	4,845,825	2,949,564
Article 324: External specialized services	50,784,208	87,642,013	1,777,662	57,632,748	79,015,811
<b>Total Expenditure</b>	<b>91,091,321</b>	<b>216,041,661</b>	<b>4,515,987</b>	<b>166,321,391</b>	<b>136,295,604</b>

## Note B5: Status of Special Account

Amounts in Euros

### Special Account from which future payments can be made against Specific Unpaid Commitments at 31 December 2010

Special Account at the beginning of the year 2010	16,202,739
Cancellation of Special Account items	802,139
Payments Against Special Account	10,054,423
<b>Sub-Total</b>	<b>5,346,177</b>
Payments Budget 2010	143,424,928
Payments against Budget	136,774,787
Unused balance of Payments Budget	-
<b>Transfer to Special Account at 31 December 2010</b>	<b>6,650,141</b>
<b>Special Account 31 December 2010</b> (see details in Annex 2)	<b>11,996,318</b>

## Note B6: Income Budget

Amounts in Euros

### Cash and Short-Term In-Kind (Task Agreements and Secondments) Income Budget (see details in Annex 5)

<b>Budget Heading</b>	<b>Final Cash Income Budget 2010</b>	<b>Short-Term In-Kind Budget 2010</b>	<b>Final Income Budget 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title VII : Income</b>	<b>143,424,928</b>	<b>41,021,000</b>	<b>184,445,928</b>
<b>Chapter 71 : Contributions</b>	<b>126,810,487</b>	<b>41,021,000</b>	<b>167,831,487</b>
Article 711 : Contribution from EURATOM	55,714,642	16,722,000	72,436,642
Article 712 : Contribution from CHINA	12,005,182	2,456,000	14,461,182
Article 713 : Contribution from INDIA	11,930,274	3,534,000	15,464,274
Article 714 : Contribution from JAPAN	12,005,182	-	12,005,182
Article 715 : Contribution from the REPUBLIC of KOREA	12,005,182	3,130,000	15,135,182
Article 716 : Contribution from the RUSSIAN FEDERATION	12,005,182	2,387,000	14,392,182
Article 717 : Contribution from the UNITED STATES of AMERICA	11,144,842	12,792,000	23,936,842
<b>Chapter 72 : Internal tax</b>	<b>12,697,003</b>	<b>-</b>	<b>12,697,003</b>
Article 721 : Internal Tax from Professional Staff	9,687,584	-	9,687,584
Article 722 : Internal Tax from Technical Staff	3,009,419	-	3,009,419
<b>Chapter 73 : Financial Income</b>	<b>1,700,000</b>	<b>-</b>	<b>1,700,000</b>
Article 731 : Financial interests	1,500,000	-	1,500,000
Article 732 : Exchange rate Income	200,000	-	200,000
<b>Chapter 74 : Other Income</b>	<b>2,217,438</b>	<b>-</b>	<b>2,217,438</b>
Article 741 : Cancellation of Appropriations from the current year	800,000	-	800,000
Article 742 : Cancellation of Appropriations from previous year(s)	940,839	-	940,839
Article 743 : Monaco Partnership	550,000	-	550,000
Article 744 : Excess Income from previous years	-	-	-
Article 745 : Shortfall Income Budget of the current year	(73,401)	-	(73,401)
Article 749 : Miscellaneous income	-	-	-
<b>Total Income</b>	<b>143,424,928</b>	<b>41,021,000</b>	<b>184,445,928</b>

## Note B7: Payments Budget

Amounts in Euros

### Cash and Short-Term In-Kind (Task Agreements and Secondments) Payments Budget (see details in Annex 6)

<b>Budget Heading</b>	<b>Final Cash Payments Budget 2010</b>	<b>Short-Term In-Kind Payments Budget 2010</b>	<b>Final Payments Budget 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>6,431,000</b>	<b>3,713,000</b>	<b>10,144,000</b>
Article 111 : Direct Investment	6,319,740	3,713,000	10,032,740
Article 112 : Test Blanket Module	111,260	-	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>16,325,599</b>	<b>6,962,000</b>	<b>23,287,599</b>
<b>Title III : Direct Expenditure</b>	<b>120,668,329</b>	<b>30,346,000</b>	<b>151,014,329</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>63,387,679</b>	<b>3,892,822</b>	<b>67,280,501</b>
Article 311 : Professional staff salary costs	45,751,613	3,892,822	49,644,435
Article 312 : Technical Support staff salary costs	13,418,775	-	13,418,775
Article 313 : Travel and subsistence	3,099,957	-	3,099,957
Article 314 : Secondment allowances	185,125	-	185,125
Article 315 : Removal expenses	409,752	-	409,752
Article 316 : Promotions	300,257	-	300,257
Article 317 : Awards	222,200	-	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>57,280,650</b>	<b>26,453,178</b>	<b>83,733,828</b>
Article 321 : General services	3,075,991	-	3,075,991
Article 322 : Administrative services	2,910,698	-	2,910,698
Article 323 : Equipment	4,776,809	-	4,776,809
Article 324 : External specialized services	46,517,152	26,453,178	72,970,330
<b>Total Expenditure</b>	<b>143,424,928</b>	<b>41,021,000</b>	<b>184,445,928</b>

## Note B8: Commitments Budget

Amounts in Euros

**Cash and Short-Term In-Kind (Task Agreements and Secondments) Commitments Budget**  
(see details in Annex 7)

<b>Budget Heading</b>	<b>Final Cash Commitments Budget 2010</b>	<b>Short-Term In-Kind Commitments Budget 2010</b>	<b>Final Commitments Budget 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>14,800,000</b>	<b>3,753,000</b>	<b>18,553,000</b>
Article 111 : Direct Investment	14,564,166	3,753,000	18,317,166
Article 112 : Test Blanket Module	235,834	-	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>18,604,000</b>	<b>9,462,000</b>	<b>28,066,000</b>
<b>Title III : Direct Expenditure</b>	<b>141,404,000</b>	<b>34,639,000</b>	<b>176,043,000</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>63,605,269</b>	<b>3,892,822</b>	<b>67,498,091</b>
Article 311 : Professional staff salary costs	45,751,613	3,892,822	49,644,435
Article 312 : Technical Support staff salary costs	13,418,775	-	13,418,775
Article 313 : Travel and subsistence	3,270,299	-	3,270,299
Article 314 : Secondment allowances	185,125	-	185,125
Article 315 : Removal expenses	457,000	-	457,000
Article 316 : Promotions	300,257	-	300,257
Article 317 : Awards	222,200	-	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>77,798,731</b>	<b>30,746,178</b>	<b>108,544,909</b>
Article 321 : General services	5,682,041	-	5,682,041
Article 322 : Administrative services	3,781,768	-	3,781,768
Article 323 : Equipment	6,680,553	-	6,680,553
Article 324 : External specialized services	61,654,369	30,746,178	92,400,547
<b>Total Expenditure</b>	<b>174,808,000</b>	<b>47,854,000</b>	<b>222,662,000</b>

## Note B9: In-Kind 2010 Accounts

Procurement Arrangement from Previous Years				
Member	Commitment		Payment	
	IUA	EURO	IUA	EURO
European Union (*)	409,110.81	624,734,105	-	-
China	68,905.76	103,332,456	-	-
India	47,000.00	72,736,730	-	-
Japan (*)	302,200.00	457,136,173	-	-
Republic of Korea	145,012.85	218,306,188	-	-
Russian Federation	94,319.02	143,976,417	-	-
United States of America	77,170.00	119,427,520	-	-
<b>Grand Total</b>	<b>1,143,718.44</b>	<b>1,739,649,588</b>	<b>-</b>	<b>-</b>

Procurement Arrangement 2010				
European Union (*)	394,630.00	612,479,599	4,290.00	6,659,110
China	30,440.00	47,152,287	-	-
India	85,770.00	133,135,625	1,200.00	1,862,688
Japan (*)	30.00	(2,858)	17,980.00	27,909,275
Republic of Korea	26,873.00	41,527,795	1,100.00	1,707,464
Russian Federation	8,040.00	12,417,256	-	-
United States of America	79,181.00	122,881,643	2,500.00	3,880,600
<b>Grand Total</b>	<b>624,964.00</b>	<b>969,591,347</b>	<b>27,070.00</b>	<b>42,019,137</b>

Total Procurement Arrangement (*)				
European Union (*)	803,740.81	1,237,213,704	4,290.00	6,659,110
China	99,345.76	150,484,743	-	-
India	132,770.00	205,872,355	1,200.00	1,862,688
Japan (*)	302,230.00	457,133,315	17,980.00	27,909,275
Republic of Korea	171,885.85	259,833,982	1,100.00	1,707,464
Russian Federation	102,359.02	156,393,674	-	-
United States of America	156,351.00	242,309,163	2,500.00	3,880,600
<b>Grand Total</b>	<b>1,768,682.44</b>	<b>2,709,240,936</b>	<b>27,070.00</b>	<b>42,019,137</b>

(\*) Credits granted to Japan include a contribution from the European Union corresponding to 7,094.64 IUA (EUR 11,040,171) for deliverables achieved in 2010 for procurements for which the procurement responsibility has been transferred to Japan within the framework of the transferred procurement responsibilities from EURATOM to Japan.

### IUA Exchange Rates / 1 IUA = Year

	Temporary Rate	Definitive Rate
2007	1,467.34	1,470.00
2008	1,499.62	1,498.16
2009	1,529.62	1,547.59
2010	1,598.66	1,552.24

# Note B10: Cumulative Income Budget

Amounts in Euros

## Cumulative Cash and Short-Term In-Kind (Task Agreements and Secondments) Income Budget (see details in Annex 8)

Budget Heading	Income Budget up to 2010	Income Budget in 2010	Cumulative Income Budget till end 2010
	1	2	3=1+2
<b>Title VII : Income</b>	<b>267,937,885</b>	<b>184,445,928</b>	<b>452,383,813</b>
<b>Chapter 71 : Contributions</b>	<b>237,827,989</b>	<b>167,831,487</b>	<b>405,659,476</b>
Article 711 : Contribution from the EURATOM	111,866,106	72,436,642	184,302,748
Article 712 : Contribution from CHINA	20,597,783	14,461,182	35,058,965
Article 713 : Contribution from INDIA	21,608,209	15,464,274	37,072,483
Article 714 : Contribution from JAPAN	20,597,783	12,005,182	32,602,965
Article 715 : Contribution from the REPUBLIC of KOREA	20,597,782	15,135,182	35,732,964
Article 716 : Contribution from the RUSSIAN FEDERATION	20,597,783	14,392,182	34,989,965
Article 717 : Contribution from the UNITED STATES of AMERICA	21,962,545	23,936,842	45,899,387
<b>Chapter 72 : Internal tax</b>	<b>23,197,003</b>	<b>12,697,003</b>	<b>35,894,006</b>
Article 721 : Internal Tax from Professional Staff	16,500,000	9,687,584	26,187,584
Article 722 : Internal Tax from Technical Support Staff	6,697,003	3,009,419	9,706,422
<b>Chapter 73 : Financial Income</b>	<b>950,000</b>	<b>1,700,000</b>	<b>2,650,000</b>
Article 731 : Financial interest	950,000	1,500,000	2,450,000
Article 732 : Exchange rate Income	-	200,000	200,000
<b>Chapter 74 : Other Income</b>	<b>5,335,703</b>	<b>2,217,438</b>	<b>7,553,141</b>
Article 741 : Cancellation of Appropriations from the current year	-	800,000	800,000
Article 742 : Cancellation of Appropriations from previous year(s)	404,703	940,839	1,345,542
Article 743 : Monaco Partnership	1,100,000	550,000	1,650,000
Article 744 : Excess Income from previous years	-	-	-
Article 745 : Shortfall Income Budget of the current year	-	(73,401)	(73,401)
Article 749 : Miscellaneous income	3,831,000	-	3,831,000
<b>Total Income</b>	<b>267,310,695</b>	<b>184,445,928</b>	<b>451,756,623</b>

# Note B11: Cumulative Payments Budget

Amounts in Euros

**Cumulative Cash and Short-Term In-Kind (Task Agreements and Secondments) Payments Budget**  
(see details in Annex 9)

<b>Budget Heading</b>	<b>Payments Budget up to 2010</b>	<b>Payments Budget 2010</b>	<b>Cumulative Payments Budget up to end 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>900,000</b>	<b>10,144,000</b>	<b>11,044,000</b>
Article 111 : Direct Investment	900,000	10,032,740	10,932,740
Article 112 : Test Blanket Module	-	111,260	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>32,330,342</b>	<b>23,287,599</b>	<b>55,617,941</b>
<b>Title III : Direct Expenditure</b>	<b>234,080,354</b>	<b>151,014,329</b>	<b>385,094,683</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>122,501,072</b>	<b>67,280,501</b>	<b>189,781,573</b>
Article 311 : Professional staff salary costs	97,662,146	49,644,435	147,306,581
Article 312 : Technical Support staff salary costs	16,437,001	13,418,775	29,855,776
Article 313 : Travel and subsistence	6,662,518	3,099,957	9,762,475
Article 314 : Secondment allowances	430,655	185,125	615,780
Article 315 : Removal expenses	1,308,752	409,752	1,718,504
Article 316 : Promotions	-	300,257	300,257
Article 317 : Awards	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>111,579,282</b>	<b>83,733,828</b>	<b>195,313,110</b>
Article 321 : General services	11,542,571	3,075,991	14,618,562
Article 322 : Administrative services	7,042,634	2,910,698	9,953,332
Article 323 : Equipment	11,103,673	4,776,809	15,880,482
Article 324 : External specialized services	81,890,404	72,970,330	154,860,734
<b>Total Expenditure</b>	<b>267,310,696</b>	<b>184,445,928</b>	<b>451,756,624</b>



# Note B12: Cumulative Commitments Budget

Amounts in Euros

**Cumulative Cash and Short-Term In-Kind (Task Agreements and Secondments) Commitments Budget**  
(see details in Annex 10)

<b>Budget Heading</b>	<b>Total Commitments Budget up to 2010</b>	<b>Total Commitments Budget 2010</b>	<b>Total Cumulative Commitments Budget up to end 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,000,000</b>	<b>18,553,000</b>	<b>21,553,000</b>
Article 111 : Direct Investment	3,000,000	18,317,166	21,317,166
Article 112 : Test Blanket Module	-	235,834	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>55,706,646</b>	<b>28,066,000</b>	<b>83,772,646</b>
<b>Title III : Direct Expenditure</b>	<b>278,458,041</b>	<b>176,043,000</b>	<b>454,501,041</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>122,770,689</b>	<b>67,498,091</b>	<b>190,268,780</b>
Article 311 : Professional staff salary costs	97,659,894	49,644,435	147,304,329
Article 312 : Technical Support staff salary costs	16,437,001	13,418,775	29,855,776
Article 313 : Travel and subsistence	6,868,536	3,270,299	10,138,835
Article 314 : Secondment allowances	430,655	185,125	615,780
Article 315 : Removal expenses	1,374,603	457,000	1,831,603
Article 316 : Promotions	-	300,257	300,257
Article 317 : Awards	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>155,687,352</b>	<b>108,544,909</b>	<b>264,232,261</b>
Article 321 : General services	12,673,499	5,682,041	18,355,540
Article 322 : Administrative services	8,087,478	3,781,768	11,869,246
Article 323 : Equipment	11,668,315	6,680,553	18,348,868
Article 324 : External specialized services	123,258,060	92,400,547	215,658,607
<b>Total Expenditure</b>	<b>337,164,687</b>	<b>222,662,000</b>	<b>559,826,687</b>

# Note B13: Cumulative Income Execution

Amounts in Euros

## Cumulative Cash and Short-Term In-Kind (Task Agreements and Secondments) Income Execution (see details in Annex 11)

<b>Budget Heading</b>	<b>Total Income up to 2010</b>	<b>Total Income 2010</b>	<b>Total Cumulative Income up to end 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title VII : Income</b>	<b>271,069,636</b>	<b>162,917,109</b>	<b>433,986,745</b>
<b>Chapter 71 : Contributions (*)</b>	<b>237,827,989</b>	<b>146,302,668</b>	<b>384,130,657</b>
Article 711 : Contribution from the EURATOM	111,866,106	65,245,162	177,111,268
Article 712 : Contribution from CHINA	20,597,783	12,595,033	33,192,816
Article 713 : Contribution from INDIA	21,608,209	14,370,706	35,978,915
Article 714 : Contribution from JAPAN	20,597,783	12,005,182	32,602,965
Article 715 : Contribution from the REPUBLIC of KOREA	20,597,782	14,604,408	35,202,190
Article 716 : Contribution from the RUSSIAN FEDERATION	20,597,783	12,410,161	33,007,944
Article 717 : Contribution from the UNITED STATES of AMERICA	21,962,545	15,072,015	37,034,560
<b>Chapter 72 : Internal tax</b>	<b>18,851,700</b>	<b>11,799,569</b>	<b>30,651,269</b>
Article 721 : Internal Tax from Professional Staff	16,359,504	9,671,533	26,031,037
Article 722 : Internal Tax from Technical Support Staff	2,492,196	2,128,036	4,620,232
<b>Chapter 73 : Financial Income</b>	<b>3,174,706</b>	<b>915,936</b>	<b>4,090,642</b>
Article 731 : Financial interest	2,668,463	401,583	3,070,046
Article 732 : Exchange rate Income	506,243	514,353	1,020,596
<b>Chapter 74 : Other Income</b>	<b>11,215,241</b>	<b>3,898,936</b>	<b>15,114,177</b>
Article 741 : Cancellation of Appropriations from the current year	1,111,119	-	1,111,119
Article 742 : Cancellation of Appropriations from previous year(s)	4,542,977	802,139	5,345,116
Article 743 : Monaco Partnership	1,100,000	550,000	1,650,000
Article 744 : Excess Income from previous years	627,190	2,535,131	3,162,321
Article 745 : Shortfall Income Budget of the current year	-	-	-
Article 749 : Miscellaneous income	3,833,955	11,666	3,845,621
<b>Total Income</b>	<b>271,069,636</b>	<b>162,917,109</b>	<b>433,986,745</b>

(\*) Cash Contributions are prepared on an accrual basis

## Note B14: Cumulative Payments Execution

Amounts in Euros

### Cumulative Cash and Short-Term In-Kind (Task Agreements and Secondments) Payments Execution (see details in Annex 12)

<b>Budget Heading</b>	<b>Total Payments up to 2010</b>	<b>Total Payments 2010</b>	<b>Cumulative Payments up to end 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>67,010</b>	<b>6,896,545</b>	<b>6,963,555</b>
Article 111 : Direct Investment	67,010	6,785,285	6,852,295
Article 112 : Test Blanket Module	-	111,260	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>23,571,732</b>	<b>23,094,082</b>	<b>46,665,814</b>
<b>Title III : Direct Expenditure</b>	<b>222,411,739</b>	<b>136,330,764</b>	<b>358,742,503</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>122,018,442</b>	<b>67,458,179</b>	<b>189,476,621</b>
Article 311 : Professional staff salary costs	97,659,895	49,635,615	147,295,510
Article 312 : Technical Support staff salary costs	16,437,001	13,408,785	29,845,786
Article 313 : Travel and subsistence	6,246,065	3,275,059	9,521,124
Article 314 : Secondment allowances	430,655	185,125	615,780
Article 315 : Removal expenses	1,244,826	431,138	1,675,964
Article 316 : Promotions	-	300,257	300,257
Article 317 : Awards	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>100,393,297</b>	<b>68,872,585</b>	<b>169,265,882</b>
Article 321 : General services	9,949,031	3,565,189	13,514,220
Article 322 : Administrative services	6,352,883	2,828,823	9,181,706
Article 323 : Equipment	10,578,983	4,845,825	15,424,808
Article 324 : External specialized services	73,512,400	57,632,748	131,145,148
<b>Total Expenditure</b>	<b>246,050,481</b>	<b>166,321,391</b>	<b>412,371,872</b>

# Note B15: Cumulative Commitments Execution

Amounts in Euros

**Cumulative Cash and Short-Term In-Kind (Task Agreements and Secondments) Commitments Execution**  
(see details in Annex 13)

<b>Budget Heading</b>	<b>Total Commitments and De-commitments up to 2010</b>	<b>De-commitments 2010 of Previous Years Commitments</b>	<b>Total Commitments 2010</b>	<b>Cumulative Commitments up to end 2010</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4=1-2+3</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,000,000</b>	-	<b>18,133,901</b>	<b>21,133,901</b>
Article 111 : Direct Investment	3,000,000	-	17,898,067	20,898,067
Article 112 : Test Blanket Module	-	-	235,834	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>55,690,862</b>	<b>1,261,963</b>	<b>26,166,971</b>	<b>80,595,870</b>
<b>Title III : Direct Expenditure</b>	<b>278,450,940</b>	<b>3,254,024</b>	<b>171,740,789</b>	<b>446,937,705</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>122,770,689</b>	<b>112,134</b>	<b>67,540,370</b>	<b>190,198,925</b>
Article 311 : Professional staff salary costs	97,659,894	-	49,635,615	147,295,509
Article 312 : Technical Support staff salary costs	16,437,001	-	13,408,785	29,845,786
Article 313 : Travel and subsistence	6,868,536	77,780	3,333,181	10,123,937
Article 314 : Secondment allowances	430,655	-	185,125	615,780
Article 315 : Removal expenses	1,374,603	34,354	455,207	1,795,456
Article 316 : Promotions	-	-	300,257	300,257
Article 317 : Awards	-	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>155,680,251</b>	<b>3,141,890</b>	<b>104,200,419</b>	<b>256,738,780</b>
Article 321 : General services	12,673,499	509,031	5,353,796	17,518,264
Article 322 : Administrative services	8,087,478	803,031	4,471,891	11,756,338
Article 323 : Equipment	11,668,315	52,166	6,732,719	18,348,868
Article 324 : External specialized services	123,250,959	1,777,662	87,642,013	209,115,310
<b>Total Expenditure</b>	<b>337,141,802</b>	<b>4,515,987</b>	<b>216,041,661</b>	<b>548,667,476</b>

# Reconciliation: Statement of Financial Performance—Budget Result

Amounts in Euros

In these Financial Statements 2010 the Statements prepared in accordance with the International Public Sector Accounting Standards (IPSAS) and its Statement of Financial Performance take into account accruals whereas the Statements prepared in accordance with the Project Resource Management Regulations (PRMR) and its Budget Result Statement do not. The differences between the two statements are shown in the Reconciliation below, together with explanations on the items concerned.

	<i>Notes</i>	<b>2010</b>
<b>Statement of Financial Performance (IPSAS)</b>		
ITER Organization activities capitalised	A13	(145,904,645)
Increase of Fixed Assets	A7/A8	(8,219,233)
Depreciation of tangible assets	A7	1,199,398
Depreciation of intangible assets	A8	872,500
Financial Interests	Income Execution (Col. 2)	401,583
Internal tax	A12	11,799,569
Exceptional charges (disposal)	A7/A8	8,433
Write-offs and transfers of Special Account items	Payments Execution (Col. 4)	802,139
Members' Contributions in cash	B2	126,810,486
Excess Income from previous years	Income Execution (Col. 2)	2,535,131
Monaco Adjustment	A12	(186,088)
Write back to revenue	A12	(2,046,131)
Timing differences (variance)		8,522,575
<b>Total Reconciliation</b>		<b>(3,404,283)</b>

## Statement of Budget Result (PRMR)

**Income Execution (Col. 2)  
minus Payments Execution (Col. 4) (3,404,282)**

### Increase of Fixed Assets (Capital expenditure expensed in budget - A7 & A8)

In the ITER Organization's budgetary accounting, purchases of fixed assets are recorded in the payments execution where in the ITER Organization's accounting under IPSAS, such expenditures are capitalized and depreciated over the useful lives of the assets.

### Financial Interest (Income Execution)

Financial income received is fully recorded in the income execution in the ITER Organization's budgetary accounting. In the accruals accounting under IPSAS this is recorded as deferred revenue and written back to revenues over the useful lives of the related assets.

### Internal Tax (A12)

Internal tax is recorded in the income execution in the ITER Organization's budgetary accounting. In the accruals accounting under IPSAS this is recorded as deferred revenue and written back to revenues over the useful lives of the related assets.

### ITER Organization Activities Capitalized (A13)

In the ITER Organization's budgetary accounting, expenditures are recorded in the payments execution where in the accruals accounting under IPSAS these are capitalized and depreciated over the useful lives of the assets.

### Write-offs and Transfers of Special Account Items (Payments Execution)

Amounts in the Special Account must all be covered by specific commitments. Any de-commitments during the year, related to contracts and commitments

covered in the Special Account therefore, will result in amounts to be released from the Special Account and transferred to Income.

In 2010 certain commitments were transferred to a more appropriate Budget Article; corresponding entries in the Special Accounts were transferred simultaneously to the same new budget Article.

### Members' Contributions in Cash (B2)

Cash contributions from Members are recorded in the income execution in the ITER Organization's budgetary accounting. In the accruals accounting under IPSAS this is recorded as deferred revenue and written back to revenues over the useful lives of the related assets.

This item corresponds to the contributions from the Members which are considered as Income in the year in which they are called regardless of their date of receipt by the ITER Organization.

### Excess Income from Previous Years (Income Execution)

It corresponds to the positive difference of the Income budget 2009 and its execution. This difference is brought forward and considered as an income in 2010.

### Timing Differences

The amount under Timing Differences is the difference of expenditures recorded in the ITER Organization's IPSAS accruals accounts but not disbursed yet, compared with those not yet recorded in the Budgetary Accounts (e.g. untaken leave, travel costs, accruals); differences also arose where the budgetary accounts were charged but where the IPSAS accounts were not charged (e.g. prepayments).

The beginning of extensive construction activities on the ITER platform was a very palpable sign of ITER progress in 2010. Photo F4E



# Annexes to the Financial Statements 2010

<b>Annex 1</b>	<i>Income Execution Details</i>	54
<b>Annex 2</b>	<i>Payments Execution Details</i>	56
<b>Annex 3</b>	<i>Commitments Execution Details</i>	58
<b>Annex 4</b>	<i>Statement of Unpaid Commitments Details</i>	60
<b>Annex 5</b>	<i>Income Budget Details</i>	62
<b>Annex 6</b>	<i>Payments Budget Details</i>	64
<b>Annex 7</b>	<i>Commitments Budget Details</i>	66
<b>Annex 8</b>	<i>Cumulative Income Budget Details</i>	68
<b>Annex 9</b>	<i>Cumulative Payments Budget Details</i>	70
<b>Annex 10</b>	<i>Cumulative Commitments Budget Details</i>	72
<b>Annex 11</b>	<i>Cumulative Income Execution Details</i>	74
<b>Annex 12</b>	<i>Cumulative Payments Execution Details</i>	76
<b>Annex 13</b>	<i>Cumulative Commitments Execution Details</i>	78

# Annex 1: Income Execution Details

Amounts in Euros

## Cash Income Execution

Budget Heading	Final Cash	Cash Income	Cash Results
	Income Budget 2010	in 2010	
	1	2	3=2-1
<b>Title VII : Income</b>	<b>143,424,928</b>	<b>143,424,928</b>	-
<b>Chapter 71 : Contributions (*)</b>	<b>126,810,487</b>	<b>126,810,487</b>	
Article 711 : Contribution from EURATOM	55,714,642	55,714,642	-
Article 712 : Contribution from CHINA	12,005,182	12,005,182	-
Article 713 : Contribution from INDIA	11,930,274	11,930,274	-
Article 714 : Contribution from JAPAN	12,005,182	12,005,182	-
Article 715 : Contribution from the REPUBLIC of KOREA	12,005,182	12,005,182	-
Article 716 : Contribution from the RUSSIAN FEDERATION	12,005,182	12,005,182	-
Article 717 : Contribution from the UNITED STATES of AMERICA	11,144,842	11,144,842	-
<b>Chapter 72 : Internal tax</b>	<b>12,697,003</b>	<b>11,799,569</b>	<b>(897,434)</b>
Article 721 : Internal Tax from Professional Staff	9,687,584	9,671,533	(16,051)
Article 722 : Internal Tax from Technical Support Staff	3,009,419	2,128,036	(881,383)
<b>Chapter 73 : Financial Income</b>	<b>1,700,000</b>	<b>915,936</b>	<b>(784,064)</b>
Article 731 : Financial interests	1,500,000	401,583	(1,098,417)
Article 732 : Exchange rate Income	200,000	514,353	314,353
<b>Chapter 74 : Other Income</b>	<b>2,217,438</b>	<b>3,898,936</b>	<b>1,681,498</b>
Article 741 : Cancellation of Appropriations from the current year	800,000	-	(800,000)
Article 742 : Cancellation of Appropriations from previous year(s)	940,839	802,139	(138,700)
Article 743 : Monaco Partnership	550,000	550,000	-
Article 744 : Excess Income from previous years	-	2,535,131	2,535,131
Article 745 : Shortfall Income Budget of the current year	(73,401)	-	73,401
Article 749 : Miscellaneous income	-	11,666	11,666
<b>Total Income</b>	<b>143,424,928</b>	<b>143,424,928</b>	-

(\*) Cash Contributions prepared on an accrual basis



## Short-Term In-Kind Income Execution (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Final Short-Term In-Kind Income Budget 2010</b>	<b>Short-Term In-Kind Income 2010</b>	<b>Short-Term In-Kind Results and Carry Forward to 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4-5</b>
<b>Title VII : Income</b>	<b>41,021,000</b>	<b>19,492,181</b>	<b>21,528,819</b>
<b>Chapter 71 : Contributions (*)</b>	<b>41,021,000</b>	<b>19,492,181</b>	<b>21,528,819</b>
Article 711 : Contribution from EURATOM	16,722,000	9,530,520	7,191,480
Article 712 : Contribution from CHINA	2,456,000	589,851	1,866,149
Article 713 : Contribution from INDIA	3,534,000	2,440,432	1,093,568
Article 714 : Contribution from JAPAN	-	-	-
Article 715 : Contribution from the REPUBLIC of KOREA	3,130,000	2,599,226	530,774
Article 716 : Contribution from the RUSSIAN FEDERATION	2,387,000	404,979	1,982,021
Article 717 : Contribution from the UNITED STATES of AMERICA	12,792,000	3,927,173	8,864,827
<b>Chapter 72 : Internal tax</b>	<b>-</b>	<b>-</b>	<b>-</b>
Article 721 : Internal Tax from Professional Staff	-	-	-
Article 722 : Internal Tax from Technical Support Staff	-	-	-
<b>Chapter 73 : Financial Income</b>	<b>-</b>	<b>-</b>	<b>-</b>
Article 731 : Financial interests	-	-	-
Article 732 : Exchange rate Income	-	-	-
<b>Chapter 74 : Other Income</b>	<b>-</b>	<b>-</b>	<b>-</b>
Article 741 : Cancellation of Appropriations from the current year	-	-	-
Article 742 : Cancellation of Appropriations from previous year(s)	-	-	-
Article 743 : Monaco Partnership	-	-	-
Article 744 : Excess Income from previous years	-	-	-
Article 745 : Shortfall Income Budget of the current year	-	-	-
Article 749 : Miscellaneous income	-	-	-
<b>Total Income</b>	<b>41,021,000</b>	<b>19,492,181</b>	<b>21,528,819</b>

# Annex 2: Payments Execution Details

Amounts in Euros

## Cash Payments Execution

<b>Budget Heading</b>	<b>Final Cash Payments Budget 2010</b>	<b>Special Account 1 January 2010</b>	<b>Payment Appropriations 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>6,431,000</b>	<b>732,990</b>	<b>7,163,990</b>
Article 111 : Direct Investment	6,319,740	732,990	7,052,730
Article 112 : Test Blanket Module	111,260	-	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>16,325,599</b>	<b>7,322,072</b>	<b>23,647,671</b>
<b>Title III : Direct Expenditure</b>	<b>120,668,329</b>	<b>8,147,677</b>	<b>128,816,006</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>63,387,679</b>	<b>261,434</b>	<b>63,649,113</b>
Article 311 : Professional staff salary costs	45,751,613	-	45,751,613
Article 312 : Technical Support staff salary costs	13,418,775	-	13,418,775
Article 313 : Travel and subsistence	3,099,957	216,246	3,316,203
Article 314 : Secondment allowances	185,125	-	185,125
Article 315 : Removal expenses	409,752	45,188	454,940
Article 316 : Promotions	300,257	-	300,257
Article 317 : Awards	222,200	-	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>57,280,650</b>	<b>7,886,243</b>	<b>65,166,893</b>
Article 321 : General services	3,075,991	1,229,797	4,305,788
Article 322 : Administrative services	2,910,698	105,326	3,016,024
Article 323 : Equipment	4,776,809	70,100	4,846,909
Article 324 : External specialized services	46,517,152	6,481,020	52,998,172
<b>Total Expenditure</b>	<b>143,424,928</b>	<b>16,202,739</b>	<b>159,627,667</b>

## Short-Term In-Kind Payments Execution (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Final Short-Term In-Kind Payments Budget 2010</b>	<b>Short-Term In-Kind Payments 2010</b>	<b>Unused Short-Term In-Kind Payments Appropriations Carried Forward to 2011</b>
	<b>10</b>	<b>11</b>	<b>12=10-11</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,713,000</b>	<b>1,629,852</b>	<b>2,083,148</b>
Article 111 : Direct Investment	3,713,000	1,629,852	2,083,148
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>6,962,000</b>	<b>5,914,034</b>	<b>1,047,966</b>
<b>Title III : Direct Expenditure</b>	<b>30,346,000</b>	<b>11,948,295</b>	<b>18,397,705</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>3,892,822</b>	<b>3,892,822</b>	<b>-</b>
Article 311 : Professional staff salary costs	3,892,822	3,892,822	-
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>26,453,178</b>	<b>8,055,473</b>	<b>18,397,705</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	26,453,178	8,055,473	18,397,705
<b>Total Expenditure</b>	<b>41,021,000</b>	<b>19,492,181</b>	<b>21,528,819</b>

Payments 2010

<i>Write Offs and Transfers of Special Account Items</i>	<i>Against Budget</i>	<i>Against Special Account</i>	<i>Cash Payments 2010</i>	<i>Transfers To Special Account 31 December 2010</i>	<i>Special Account 31 December 2010</i>
4	5	6	7=5+6	8=1-5	9=3-4-7
-	4,533,703	732,990	5,266,693	1,897,297	1,897,297
-	4,422,443	732,990	5,155,433	1,897,297	1,897,297
-	111,260	-	111,260	-	-
<b>188,431</b>	<b>12,329,606</b>	<b>4,850,442</b>	<b>17,180,048</b>	<b>3,995,993</b>	<b>6,279,192</b>
<b>613,708</b>	<b>119,911,478</b>	<b>4,470,991</b>	<b>124,382,469</b>	<b>756,851</b>	<b>3,819,829</b>
<b>38,401</b>	<b>63,347,997</b>	<b>217,360</b>	<b>63,565,357</b>	<b>39,682</b>	<b>45,355</b>
-	45,742,793	-	45,742,793	8,820	8,820
-	13,408,785	-	13,408,785	9,990	9,990
27,353	3,091,838	183,221	3,275,059	8,119	13,791
-	185,125	-	185,125	-	-
11,048	396,999	34,139	431,138	12,753	12,754
-	300,257	-	300,257	-	-
-	222,200	-	222,200	-	-
<b>575,307</b>	<b>56,563,481</b>	<b>4,253,631</b>	<b>60,817,112</b>	<b>717,169</b>	<b>3,774,474</b>
487,794	3,075,991	489,198	3,565,189	-	252,805
27,251	2,813,032	15,791	2,828,823	97,666	159,950
(11,558)	4,776,809	69,016	4,845,825	-	12,642
71,820	45,897,649	3,679,626	49,577,275	619,503	3,349,077
<b>802,139</b>	<b>136,774,787</b>	<b>10,054,423</b>	<b>146,829,210</b>	<b>6,650,141</b>	<b>11,996,318</b>

# Annex 3: Commitments Execution Details

Amounts in Euros

## Cash Commitments Execution

<b>Budget Heading</b>	<b>Final Cash Commitments Budget 2010</b>	<b>Unused Cash Commitment Appropriations Brought Forward from 2009</b>	<b>Available Commitment Appropriations 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>14,800,000</b>	-	<b>14,800,000</b>
Article 111 : Direct Investment	14,564,166	-	14,564,166
Article 112 : Test Blanket Module	235,834	-	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>18,604,000</b>	<b>15,784</b>	<b>18,619,784</b>
<b>Title III : Direct Expenditure</b>	<b>141,404,000</b>	<b>7,101</b>	<b>141,411,101</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>63,605,269</b>	-	<b>63,605,269</b>
Article 311 : Professional staff salary costs	45,751,613	-	45,751,613
Article 312 : Technical Support staff salary costs	13,418,775	-	13,418,775
Article 313 : Travel and subsistence	3,270,299	-	3,270,299
Article 314 : Secondment allowances	185,125	-	185,125
Article 315 : Removal expenses	457,000	-	457,000
Article 316 : Promotions	300,257	-	300,257
Article 317 : Awards	222,200	-	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>77,798,731</b>	<b>7,101</b>	<b>77,805,832</b>
Article 321 : General services	5,682,041	-	5,682,041
Article 322 : Administrative services	3,781,768	-	3,781,768
Article 323 : Equipment	6,680,553	-	6,680,553
Article 324 : External specialized services	61,654,369	7,101	61,661,470
<b>Total Expenditure</b>	<b>174,808,000</b>	<b>22,885</b>	<b>174,830,885</b>

## Short-Term In-Kind Commitments Execution (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Final Short-Term In-Kind Commitments Budget 2010</b>	<b>Short-Term In-Kind Commitments</b>	<b>Unused Short-Term In-Kind Commitment Appropriations Carried Forward to 2011</b>
	<b>7</b>	<b>8</b>	<b>9=7-8</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,753,000</b>	<b>3,333,901</b>	<b>419,099</b>
Article 111 : Direct Investment	3,753,000	3,333,901	419,099
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>9,462,000</b>	<b>6,512,152</b>	<b>2,949,848</b>
<b>Title III : Direct Expenditure</b>	<b>34,639,000</b>	<b>29,007,810</b>	<b>5,631,190</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>3,892,822</b>	<b>3,892,822</b>	-
Article 311 : Professional staff salary costs	3,892,822	3,892,822	-
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>30,746,178</b>	<b>25,114,988</b>	<b>5,631,190</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	30,746,178	25,114,988	5,631,190
<b>Total Expenditure</b>	<b>47,854,000</b>	<b>38,853,863</b>	<b>9,000,137</b>

<b>Decommitments and Transfers of Previous Years' Cash Commitments</b>	<b>Cash Commitments 2010</b>	<b>Unused Commitment Appropriations Carried Forward to 2011</b>
<b>4</b>	<b>5</b>	<b>6=3+4-5</b>
-	<b>14,800,000</b>	-
-	14,564,166	-
-	235,834	-
<b>1,261,963</b>	<b>19,654,819</b>	<b>226,928</b>
<b>3,254,024</b>	<b>142,732,979</b>	<b>1,932,146</b>
<b>112,134</b>	<b>63,647,548</b>	<b>69,855</b>
-	45,742,793	8,820
-	13,408,785	9,990
77,780	3,333,181	14,898
-	185,125	-
34,354	455,207	36,147
-	300,257	-
-	222,200	-
<b>3,141,890</b>	<b>79,085,431</b>	<b>1,862,291</b>
509,031	5,353,796	837,276
803,031	4,471,891	112,908
52,166	6,732,719	-
1,777,662	62,527,025	912,107
<b>4,515,987</b>	<b>177,187,798</b>	<b>2,159,074</b>

# Annex 4: Statement of Unpaid Commitments Details

Amounts in Euros

## Statement of Unpaid Cash Commitments

<b>Budget Heading</b>	<b>Unpaid Cash Commitments 1 January 2010</b>	<b>Cash Commitments 2010</b>	<b>Cash De-commitments of Previous Years' Commitments</b>	<b>Cash Payments 2010</b>	<b>Unpaid Cash Commitments 31 December 2010</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5=1+2-3-4</b>
<b>Title I : Direct Investment (Fund)</b>	<b>2,932,990</b>	<b>14,800,000</b>	<b>-</b>	<b>5,266,693</b>	<b>12,466,297</b>
Article 111 : Direct Investment	2,932,990	14,564,166	-	5,155,433	12,341,723
Article 112 : Test Blanket Module	-	235,834	-	111,260	124,574
<b>Title II : R&amp;D Expenditure</b>	<b>20,015,505</b>	<b>19,654,819</b>	<b>1,261,963</b>	<b>17,180,048</b>	<b>21,228,313</b>
<b>Title III : Direct Expenditure</b>	<b>35,014,835</b>	<b>142,732,979</b>	<b>3,254,024</b>	<b>124,382,469</b>	<b>50,111,321</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>736,938</b>	<b>63,647,548</b>	<b>112,134</b>	<b>63,565,357</b>	<b>706,995</b>
Article 311 : Professional staff salary costs	-	45,742,793	-	45,742,793	-
Article 312 : Technical Support staff salary costs	-	13,408,785	-	13,408,785	-
Article 313 : Travel and subsistence	607,165	3,333,181	77,780	3,275,059	587,507
Article 314 : Secondment allowances	-	185,125	-	185,125	-
Article 315 : Removal expenses	129,775	455,207	34,354	431,138	119,490
Article 316 : Promotions	-	300,257	-	300,257	-
Article 317 : Awards	-	222,200	-	222,200	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>34,277,897</b>	<b>79,085,431</b>	<b>3,141,890</b>	<b>60,817,112</b>	<b>49,404,326</b>
Article 321 : General services	1,727,872	5,353,796	509,031	3,565,189	3,007,448
Article 322 : Administrative services	1,737,669	4,471,891	803,031	2,828,823	2,577,706
Article 323 : Equipment	1,114,836	6,732,719	52,166	4,845,825	2,949,564
Article 324 : External specialized services	29,697,521	62,527,025	1,777,662	49,577,275	40,869,609
<b>Total Expenditure</b>	<b>57,963,330</b>	<b>177,187,798</b>	<b>4,515,987</b>	<b>146,829,210</b>	<b>83,805,931</b>

## Statement of Unpaid Short-Term In-Kind Commitments (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Unpaid Short-Term In-Kind Commitments 1 January 2010</b>	<b>Short-Term In-Kind Commitments 2010</b>	<b>Short-Term In-Kind De-Commitments of Previous Years' Commitments</b>	<b>Short-Term In-Kind Payments 2010</b>	<b>Unpaid Short-Term In-Kind Commitments 31 December 2010</b>
	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10=6+7-8-9</b>
<b>Title I : Direct Investment (Fund)</b>	-	<b>3,333,901</b>	-	<b>1,629,852</b>	<b>1,704,049</b>
Article 111 : Direct Investment	-	3,333,901	-	1,629,852	1,704,049
Article 112 : Test Blanket Module	-	-	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>12,041,304</b>	<b>6,512,152</b>	-	<b>5,914,034</b>	<b>12,639,422</b>
<b>Title III : Direct Expenditure</b>	<b>21,086,687</b>	<b>29,007,810</b>	-	<b>11,948,295</b>	<b>38,146,202</b>
<b>Chapter 31 : Staff Expenditure</b>	-	<b>3,892,822</b>	-	<b>3,892,822</b>	-
Article 311 : Professional staff salary costs	-	3,892,822	-	3,892,822	-
Article 312 : Technical Support staff salary costs	-	-	-	-	-
Article 313 : Travel and subsistence	-	-	-	-	-
Article 314 : Secondment allowances	-	-	-	-	-
Article 315 : Removal expenses	-	-	-	-	-
Article 316 : Promotions	-	-	-	-	-
Article 317 : Awards	-	-	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>21,086,687</b>	<b>25,114,988</b>	-	<b>8,055,473</b>	<b>38,146,202</b>
Article 321 : General services	-	-	-	-	-
Article 322 : Administrative services	-	-	-	-	-
Article 323 : Equipment	-	-	-	-	-
Article 324 : External specialized services	21,086,687	25,114,988	-	8,055,473	38,146,202
<b>Total Expenditure</b>	<b>33,127,991</b>	<b>38,853,863</b>	-	<b>19,492,181</b>	<b>52,489,673</b>

# Annex 5: Income Budget Details

Amounts in Euros

## Cash Income Budget

<b>Budget Heading</b>	<b>Initial Cash Income Budget 2010 (IC-5 November 2009)</b>	<b>Supplementary Cash Income Budget 2010 (IC-6 June 2010)</b>	<b>Requested Cash Transfer (IC-6 June 2010)</b>	<b>Shortfall In Cash Income 2010</b>	<b>Final Cash In Kind Budget 2010</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5=1+2+3-4</b>
<b>Title VII : Income</b>	<b>127,468,850</b>	<b>16,029,479</b>	<b>-</b>	<b>73,401</b>	<b>143,424,928</b>
<b>Chapter 71 : Contributions</b>	<b>109,457,008</b>	<b>16,029,479</b>	<b>1,324,000</b>	<b>-</b>	<b>126,810,487</b>
Article 711 : Contribution from EURATOM	47,825,761	7,286,999	601,882	-	55,714,642
Article 712 : Contribution from CHINA	10,427,749	1,457,080	120,353	-	12,005,182
Article 713 : Contribution from INDIA	10,352,841	1,457,080	120,353	-	11,930,274
Article 714 : Contribution from JAPAN	10,427,749	1,457,080	120,353	-	12,005,182
Article 715 : Contribution from the REPUBLIC of KOREA	10,427,749	1,457,080	120,353	-	12,005,182
Article 716 : Contribution from the RUSSIAN FEDERATION	10,427,749	1,457,080	120,353	-	12,005,182
Article 717 : Contribution from the UNITED STATES of AMERICA	9,567,409	1,457,080	120,353	-	11,144,842
<b>Chapter 72 : Internal tax</b>	<b>13,521,003</b>	<b>-</b>	<b>(824,000)</b>	<b>-</b>	<b>12,697,003</b>
Article 721 : Internal Tax from Professional Staff	10,376,584	-	(689,000)	-	9,687,584
Article 722 : Internal Tax from Technical Staff	3,144,419	-	(135,000)	-	3,009,419
<b>Chapter 73 : Financial Income</b>	<b>2,200,000</b>	<b>-</b>	<b>(500,000)</b>	<b>-</b>	<b>1,700,000</b>
Article 731 : Financial interests	2,000,000	-	(500,000)	-	1,500,000
Article 732 : Exchange rate Income	200,000	-	-	-	200,000
<b>Chapter 74 : Other Income</b>	<b>2,290,839</b>	<b>-</b>	<b>-</b>	<b>73,401</b>	<b>2,217,438</b>
Article 741 : Cancellation of Appropriations from the current year	800,000	-	-	-	800,000
Article 742 : Cancellation of Appropriations from previous year(s)	940,839	-	-	-	940,839
Article 743 : Monaco Partnership	550,000	-	-	-	550,000
Article 744 : Excess Income from previous years	-	-	-	-	-
Article 745 : Shortfall Income Budget of the current year	-	-	-	73,401	(73,401)
Article 749 : Miscellaneous income	-	-	-	-	-
<b>Total Income</b>	<b>127,468,850</b>	<b>16,029,479</b>	<b>-</b>	<b>73,401</b>	<b>143,424,928</b>



**Short-Term In-Kind Income Budget  
(Task Agreements and Secondments)**

**Short-Term  
In-Kind  
Budget 2010**

**Budget Heading**

	6
<b>Title VII : Income</b>	<b>41,021,000</b>
<b>Chapter 71 : Contributions</b>	<b>41,021,000</b>
Article 711 : Contribution from EURATOM	16,722,000
Article 712 : Contribution from CHINA	2,456,000
Article 713 : Contribution from INDIA	3,534,000
Article 714 : Contribution from JAPAN	-
Article 715 : Contribution from the REPUBLIC of KOREA	3,130,000
Article 716 : Contribution from the RUSSIAN FEDERATION	2,387,000
Article 717 : Contribution from the UNITED STATES of AMERICA	12,792,000
<b>Chapter 72 : Internal tax</b>	<b>-</b>
Article 721 : Internal Tax from Professional Staff	-
Article 722 : Internal Tax from Technical Staff	-
<b>Chapter 73 : Financial Income</b>	<b>-</b>
Article 731 : Financial interests	-
Article 732 : Exchange rate Income	-
<b>Chapter 74 : Other Income</b>	<b>-</b>
Article 741 : Cancellation of Appropriations from the current year	-
Article 742 : Cancellation of Appropriations from previous year(s)	-
Article 743 : Monaco Partnership	-
Article 744 : Excess Income from previous years	-
Article 745 : Shortfall Income Budget of the current year	-
Article 749 : Miscellaneous income	-
<b>Total Income</b>	<b>41,021,000</b>

# Annex 6: Payments Budget Details

Amounts in Euros

## Cash Payments Budget

<b>Budget Heading</b>	<b>Initial Cash Payments Budget 2010 (IC-5 November 2009)</b>	<b>Supplementary Cash Payments Budget (IC-6 June 2010)</b>	<b>Cumulative Internal Cash Transfers Approved by the DG</b>	<b>Shortfall In Cash Income Budget 2010</b>	<b>Final Cash Payments Budget 2010</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5=1+2+3-4</b>
<b>Title I : Direct Investment (Fund)</b>	<b>5,676,000</b>	<b>755,000</b>	<b>-</b>	<b>-</b>	<b>6,431,000</b>
Article 111 : Direct Investment	5,426,000	755,000	138,740	-	6,319,740
Article 112 : Test Blanket Module	250,000	-	(138,740)	-	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>16,399,000</b>	<b>-</b>	<b>-</b>	<b>73,401</b>	<b>16,325,599</b>
<b>Title III : Direct Expenditure</b>	<b>105,393,850</b>	<b>15,274,479</b>	<b>-</b>	<b>-</b>	<b>120,668,329</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>69,921,000</b>	<b>-</b>	<b>(6,533,321)</b>	<b>-</b>	<b>63,387,679</b>
Article 311 : Professional staff salary costs	49,500,000	-	(3,748,387)	-	45,751,613
Article 312 : Technical Support staff salary costs	15,000,000	-	(1,581,225)	-	13,418,775
Article 313 : Travel and subsistence	3,981,000	-	(881,043)	-	3,099,957
Article 314 : Secondment allowances	229,000	-	(43,875)	-	185,125
Article 315 : Removal expenses	612,000	-	(202,248)	-	409,752
Article 316 : Promotions	375,000	-	(74,743)	-	300,257
Article 317 : Awards	224,000	-	(1,800)	-	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>35,472,850</b>	<b>15,274,479</b>	<b>6,533,321</b>	<b>-</b>	<b>57,280,650</b>
Article 321 : General services	4,947,000	1,550,019	(3,421,028)	-	3,075,991
Article 322 : Administrative services	2,592,000	2,044,814	(1,726,116)	-	2,910,698
Article 323 : Equipment	3,221,000	1,257,529	298,280	-	4,776,809
Article 324 : External specialized services	24,712,850	10,422,117	11,382,185	-	46,517,152
<b>Total Expenditure</b>	<b>127,468,850</b>	<b>16,029,479</b>	<b>-</b>	<b>73,401</b>	<b>143,424,928</b>

**Short-Term In-Kind Payments Budget  
(Task Agreements and Secondments)**

<b>Budget Heading</b>	<b>Short-Term In-Kind Payments Budget 2010 (IC-5 November 2009)</b>	<b>Initial Internal Short- Term In-Kind Transfers Approved by the DG</b>	<b>Cumulative Short-Term In-Kind Payments Budget 2010</b>
	<b>6</b>	<b>7</b>	<b>8=6+7</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,713,000</b>	<b>-</b>	<b>3,713,000</b>
Article 111 : Direct Investment	3,713,000	-	3,713,000
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>6,962,000</b>	<b>-</b>	<b>6,962,000</b>
<b>Title III : Direct Expenditure</b>	<b>30,346,000</b>	<b>-</b>	<b>30,346,000</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>3,784,000</b>	<b>108,822</b>	<b>3,892,822</b>
Article 311 : Professional staff salary costs	3,784,000	108,822	3,892,822
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>26,562,000</b>	<b>(108,822)</b>	<b>26,453,178</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	26,562,000	(108,822)	26,453,178
<b>Total Expenditure</b>	<b>41,021,000</b>	<b>-</b>	<b>41,021,000</b>

# Annex 7: Commitments Budget Details

Amounts in Euros

## Cash Commitments Budget

<b>Budget Heading</b>	<b>Initial Cash Commitments Budget 2010 (IC-5 November 2009)</b>	<b>Cumulative Internal Cash Transfers Approved by the DG</b>	<b>Final Cash Commitments Budget 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>14,800,000</b>	<b>-</b>	<b>14,800,000</b>
Article 111 : Direct Investment	14,500,000	64,166	14,564,166
Article 112 : Test Blanket Module	300,000	(64,166)	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>18,604,000</b>	<b>-</b>	<b>18,604,000</b>
<b>Title III : Direct Expenditure</b>	<b>141,404,000</b>	<b>-</b>	<b>141,404,000</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>70,672,000</b>	<b>(7,066,731)</b>	<b>63,605,269</b>
Article 311 : Professional staff salary costs	49,500,000	(3,748,387)	45,751,613
Article 312 : Technical Support staff salary costs	15,000,000	(1,581,225)	13,418,775
Article 313 : Travel and subsistence	4,662,000	(1,391,701)	3,270,299
Article 314 : Secondment allowances	229,000	(43,875)	185,125
Article 315 : Removal expenses	682,000	(225,000)	457,000
Article 316 : Promotions	375,000	(74,743)	300,257
Article 317 : Awards	224,000	(1,800)	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>70,732,000</b>	<b>7,066,731</b>	<b>77,798,731</b>
Article 321 : General services	8,246,000	(2,563,959)	5,682,041
Article 322 : Administrative services	4,320,000	(538,232)	3,781,768
Article 323 : Equipment	5,369,000	1,311,553	6,680,553
Article 324 : External specialized services	52,797,000	8,857,369	61,654,369
<b>Total Expenditure</b>	<b>174,808,000</b>	<b>-</b>	<b>174,808,000</b>

### Short-Term In-Kind Commitments Budget (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Initial Short-Term In-Kind Commitments Budget 2010 (IC-5 November 2009)</b>	<b>Cumulative Internal Short-Term In-Kind Transfers Approved by the DG</b>	<b>Short-Term In-Kind Commitments Budget 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4+5</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,753,000</b>	<b>-</b>	<b>3,753,000</b>
Article 111 : Direct Investment	3,753,000	-	3,753,000
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>9,462,000</b>	<b>-</b>	<b>9,462,000</b>
<b>Title III : Direct Expenditure</b>	<b>34,639,000</b>	<b>-</b>	<b>34,639,000</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>3,784,000</b>	<b>108,822</b>	<b>3,892,822</b>
Article 311 : Professional staff salary costs	3,784,000	108,822	3,892,822
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>30,855,000</b>	<b>(108,822)</b>	<b>30,746,178</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	30,855,000	(108,822)	30,746,178
<b>Total Expenditure</b>	<b>47,854,000</b>	<b>-</b>	<b>47,854,000</b>

# Annex 8: Cumulative Income Budget Details

Amounts in Euros

## Cumulative Cash Income Budget

<b>Budget Heading</b>	<b>Cash Income Budget up to 2010</b>	<b>Cash Income Budget in 2010</b>	<b>Cumulative Cash Income Budget till end 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title VII : Income</b>	<b>248,698,190</b>	<b>143,424,928</b>	<b>392,123,118</b>
<b>Chapter 71 : Contributions</b>	<b>218,588,294</b>	<b>126,810,487</b>	<b>345,398,781</b>
Article 711 : Contribution from the EURATOM	97,197,318	55,714,642	152,911,960
Article 712 : Contribution from CHINA	20,597,783	12,005,182	32,602,965
Article 713 : Contribution from INDIA	20,597,783	11,930,274	32,528,057
Article 714 : Contribution from JAPAN	19,724,149	12,005,182	31,729,331
Article 715 : Contribution from the REPUBLIC of KOREA	20,198,849	12,005,182	32,204,031
Article 716 : Contribution from the RUSSIAN FEDERATION	20,597,783	12,005,182	32,602,965
Article 717 : Contribution from the UNITED STATES of AMERICA	19,674,631	11,144,842	30,819,473
<b>Chapter 72 : Internal tax</b>	<b>23,197,003</b>	<b>12,697,003</b>	<b>35,894,006</b>
Article 721 : Internal Tax from Professional Staff	16,500,000	9,687,584	26,187,584
Article 722 : Internal Tax from Technical Support Staff	6,697,003	3,009,419	9,706,422
<b>Chapter 73 : Financial Income</b>	<b>950,000</b>	<b>1,700,000</b>	<b>2,650,000</b>
Article 731 : Financial interest	950,000	1,500,000	2,450,000
Article 732 : Exchange rate Income	-	200,000	200,000
<b>Chapter 74 : Other Income</b>	<b>5,335,703</b>	<b>2,217,438</b>	<b>7,553,141</b>
Article 741 : Cancellation of Appropriations from the current year	-	800,000	800,000
Article 742 : Cancellation of Appropriations from previous year(s)	404,703	940,839	1,345,542
Article 743 : Monaco Partnership	1,100,000	550,000	1,650,000
Article 744 : Excess Income from previous years	-	-	-
Article 745 : Shortfall Income Budget of the current year	-	(73,401)	(73,401)
Article 749 : Miscellaneous income	3,831,000	-	3,831,000
<b>Total Income</b>	<b>248,071,000</b>	<b>143,424,928</b>	<b>391,495,928</b>

## Cumulative Short-Term In-Kind Income Budget (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Short-Term Income Budget up to 2010</b>	<b>Short-Term In-Kind Income Budget In 2010</b>	<b>Cumulative Short-Term In-Kind Income Budget till end 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4+5</b>
<b>Title VII : Income</b>	<b>19,239,695</b>	<b>41,021,000</b>	<b>60,260,695</b>
<b>Chapter 71 : Contributions</b>	<b>19,239,695</b>	<b>41,021,000</b>	<b>60,260,695</b>
Article 711 : Contribution from the EURATOM	14,668,788	16,722,000	31,390,788
Article 712 : Contribution from CHINA	-	2,456,000	2,456,000
Article 713 : Contribution from INDIA	1,010,426	3,534,000	4,544,426
Article 714 : Contribution from JAPAN	873,634	-	873,634
Article 715 : Contribution from the REPUBLIC of KOREA	398,933	3,130,000	3,528,933
Article 716 : Contribution from the RUSSIAN FEDERATION	-	2,387,000	2,387,000
Article 717 : Contribution from the UNITED STATES of AMERICA	2,287,914	12,792,000	15,079,914
<b>Chapter 72 : Internal tax</b>	-	-	-
Article 721 : Internal Tax from Professional Staff	-	-	-
Article 722 : Internal Tax from Technical Support Staff	-	-	-
<b>Chapter 73 : Financial Income</b>	-	-	-
Article 731 : Financial interest	-	-	-
Article 732 : Exchange rate Income	-	-	-
<b>Chapter 74 : Other Income</b>	-	-	-
Article 741 : Cancellation of Appropriations from the current year	-	-	-
Article 742 : Cancellation of Appropriations from previous year(s)	-	-	-
Article 743 : Monaco Partnership	-	-	-
Article 744 : Excess Income from previous years	-	-	-
Article 745 : Shortfall Income Budget of the current year	-	-	-
Article 749 : Miscellaneous income	-	-	-
<b>Total Income</b>	<b>19,239,695</b>	<b>41,021,000</b>	<b>60,260,695</b>

# Annex 9: Cumulative Payments Budget Details

Amounts in Euros

## Cumulative Cash Payments Budget

<b>Budget Heading</b>	<b>Cash Payments Budget up to 2010</b>	<b>Cash Payments Budget 2010</b>	<b>Total Cumulative Cash Payments Budget up to end 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>900,000</b>	<b>6,431,000</b>	<b>7,331,000</b>
Article 111 : Direct Investment	900,000	6,319,740	7,219,740
Article 112 : Test Blanket Module	-	111,260	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>32,330,342</b>	<b>16,325,599</b>	<b>48,655,941</b>
<b>Title III : Direct Expenditure</b>	<b>214,840,658</b>	<b>120,668,329</b>	<b>335,508,987</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>105,255,286</b>	<b>63,387,679</b>	<b>168,642,965</b>
Article 311 : Professional staff salary costs	80,416,360	45,751,613	126,167,973
Article 312 : Technical Support staff salary costs	16,437,001	13,418,775	29,855,776
Article 313 : Travel and subsistence	6,662,518	3,099,957	9,762,475
Article 314 : Secondment allowances	430,655	185,125	615,780
Article 315 : Removal expenses	1,308,752	409,752	1,718,504
Article 316 : Promotions	-	300,257	300,257
Article 317 : Awards	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>109,585,372</b>	<b>57,280,650</b>	<b>166,866,022</b>
Article 321 : General services	11,542,571	3,075,991	14,618,562
Article 322 : Administrative services	7,042,634	2,910,698	9,953,332
Article 323 : Equipment	11,103,673	4,776,809	15,880,482
Article 324 : External specialized services	79,896,494	46,517,152	126,413,646
<b>Total Expenditure</b>	<b>248,071,000</b>	<b>143,424,928</b>	<b>391,495,928</b>



**Cumulative Short-Term In-Kind Payments Budget (Task Agreements and Secondments)**

<b>Budget Heading</b>	<b>Short-Term In-Kind Payments Budget up to 2010</b>	<b>Short-Term In-Kind Payments Budget 2010</b>	<b>Cumulative Short-Term In-Kind Payments Budget up to end 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4+5</b>
<b>Title I : Direct Investment (Fund)</b>	-	<b>3,713,000</b>	<b>3,713,000</b>
Article 111 : Direct Investment	-	3,713,000	3,713,000
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	-	<b>6,962,000</b>	<b>6,962,000</b>
<b>Title III : Direct Expenditure</b>	<b>19,239,696</b>	<b>30,346,000</b>	<b>49,585,696</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>17,245,786</b>	<b>3,892,822</b>	<b>21,138,608</b>
Article 311 : Professional staff salary costs	17,245,786	3,892,822	21,138,608
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>1,993,910</b>	<b>26,453,178</b>	<b>28,447,088</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	1,993,910	26,453,178	28,447,088
<b>Total Expenditure</b>	<b>19,239,696</b>	<b>41,021,000</b>	<b>60,260,696</b>

# Annex 10: Cumulative Commitments Budget Details

Amounts in Euros

## Cumulative Cash Commitments Budget

<b>Budget Heading</b>	<b>Cash Commitments Budget up to 2010</b>	<b>Cash Commitments Budget 2010</b>	<b>Total Cumulative Cash Commitments Budget up to End 2010</b>
	<b>1</b>	<b>2</b>	<b>3=1+2</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,000,000</b>	<b>14,800,000</b>	<b>17,800,000</b>
Article 111 : Direct Investment	3,000,000	14,564,166	17,564,166
Article 112 : Test Blanket Module	-	235,834	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>43,665,342</b>	<b>18,604,000</b>	<b>62,269,342</b>
<b>Title III : Direct Expenditure</b>	<b>238,131,658</b>	<b>141,404,000</b>	<b>379,535,658</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>105,524,903</b>	<b>63,605,269</b>	<b>169,130,172</b>
Article 311 : Professional staff salary costs	80,414,108	45,751,613	126,165,721
Article 312 : Technical Support staff salary costs	16,437,001	13,418,775	29,855,776
Article 313 : Travel and subsistence	6,868,536	3,270,299	10,138,835
Article 314 : Secondment allowances	430,655	185,125	615,780
Article 315 : Removal expenses	1,374,603	457,000	1,831,603
Article 316 : Promotions	-	300,257	300,257
Article 317 : Awards	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>132,606,755</b>	<b>77,798,731</b>	<b>210,405,486</b>
Article 321 : General services	12,673,499	5,682,041	18,355,540
Article 322 : Administrative services	8,087,478	3,781,768	11,869,246
Article 323 : Equipment	11,668,315	6,680,553	18,348,868
Article 324 : External specialized services	100,177,463	61,654,369	161,831,832
<b>Total Expenditure</b>	<b>284,797,000</b>	<b>174,808,000</b>	<b>459,605,000</b>

## Cumulative Short-Term In-Kind Commitments Budget (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Short-Term In-Kind Commitments Budget up to 2010</b>	<b>Short-Term In-Kind Commitments Budget 2010</b>	<b>Total Cumulative Short-Term In-Kind Commitments Budget up to End 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4+5</b>
<b>Title I : Direct Investment (Fund)</b>	-	<b>3,753,000</b>	<b>3,753,000</b>
Article 111 : Direct Investment	-	3,753,000	3,753,000
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>12,041,304</b>	<b>9,462,000</b>	<b>21,503,304</b>
<b>Title III : Direct Expenditure</b>	<b>40,326,383</b>	<b>34,639,000</b>	<b>74,965,383</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>17,245,786</b>	<b>3,892,822</b>	<b>21,138,608</b>
Article 311 : Professional staff salary costs	17,245,786	3,892,822	21,138,608
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>23,080,597</b>	<b>30,746,178</b>	<b>53,826,775</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	23,080,597	30,746,178	53,826,775
<b>Total Expenditure</b>	<b>52,367,687</b>	<b>47,854,000</b>	<b>100,221,687</b>

# Annex 11: Cumulative Income Execution Details

Amounts in Euros

## Cumulative Cash Income Execution

<b>Budget Heading</b>	<b>Cash Income up to 2010</b>	<b>Cash Income 2010</b>	<b>Cumulative Cash Income up to End 2010</b>
	1	2	3=1+2
<b>Title VII : Income</b>	<b>251,829,941</b>	<b>143,424,928</b>	<b>395,254,869</b>
<b>Chapter 71 : Contributions (*)</b>	<b>218,588,294</b>	<b>126,810,487</b>	<b>345,398,781</b>
Article 711 : Contribution from the EURATOM	97,197,318	55,714,642	152,911,960
Article 712 : Contribution from CHINA	20,597,783	12,005,182	32,602,965
Article 713 : Contribution from INDIA	20,597,783	11,930,274	32,528,057
Article 714 : Contribution from JAPAN	19,724,149	12,005,182	31,729,331
Article 715 : Contribution from the REPUBLIC of KOREA	20,198,849	12,005,182	32,204,031
Article 716 : Contribution from the RUSSIAN FEDERATION	20,597,783	12,005,182	32,602,965
Article 717 : Contribution from the UNITED STATES of AMERICA	19,674,631	11,144,842	30,819,473
<b>Chapter 72 : Internal tax</b>	<b>18,851,700</b>	<b>11,799,569</b>	<b>30,651,269</b>
Article 721 : Internal Tax from Professional Staff	16,359,504	9,671,533	26,031,037
Article 722 : Internal Tax from Technical Support Staff	2,492,196	2,128,036	4,620,232
<b>Chapter 73 : Financial Income</b>	<b>3,174,706</b>	<b>915,936</b>	<b>4,090,642</b>
Article 731 : Financial interest	2,668,463	401,583	3,070,046
Article 732 : Exchange rate Income	506,243	514,353	1,020,596
<b>Chapter 74 : Other Income</b>	<b>11,215,241</b>	<b>3,898,936</b>	<b>15,114,177</b>
Article 741 : Cancellation of Appropriations from the current year	1,111,119	-	1,111,119
Article 742 : Cancellation of Appropriations from previous year(s)	4,542,977	802,139	5,345,116
Article 743 : Monaco Partnership	1,100,000	550,000	1,650,000
Article 744 : Excess Income from previous years	627,190	2,535,131	3,162,321
Article 745 : Shortfall Income Budget of the current year	-	-	-
Article 749 : Miscellaneous income	3,833,955	11,666	3,845,621
<b>Total Income</b>	<b>251,829,941</b>	<b>143,424,928</b>	<b>395,254,869</b>

(\*) Cash Contributions are prepared on an accrual basis

## Cumulative Short-Term In-Kind Income Execution (Task Agreements and Secondments)

<b>Budget Heading</b>	<b>Short-Term In-Kind Income up to 2010</b>	<b>Short-Term In-Kind Income 2010</b>	<b>Cumulative Short-Term In-Kind Income up to End 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4+5</b>
<b>Title VII : Income</b>	<b>19,239,695</b>	<b>19,492,181</b>	<b>38,731,876</b>
<b>Chapter 71 : Contributions</b>	<b>19,239,695</b>	<b>19,492,181</b>	<b>38,731,876</b>
Article 711 : Contribution from the EURATOM	14,668,788	9,530,520	24,199,308
Article 712 : Contribution from CHINA	-	589,851	589,851
Article 713 : Contribution from INDIA	1,010,426	2,440,432	3,450,858
Article 714 : Contribution from JAPAN	873,634	-	873,634
Article 715 : Contribution from the REPUBLIC of KOREA	398,933	2,599,226	2,998,159
Article 716 : Contribution from the RUSSIAN FEDERATION	-	404,979	404,979
Article 717 : Contribution from the UNITED STATES of AMERICA	2,287,914	3,927,173	6,215,087
<b>Chapter 72 : Internal tax</b>	<b>-</b>	<b>-</b>	<b>-</b>
Article 721 : Internal Tax from Professional Staff	-	-	-
Article 722 : Internal Tax from Technical Support Staff	-	-	-
<b>Chapter 73 : Financial Income</b>	<b>-</b>	<b>-</b>	<b>-</b>
Article 731 : Financial interest	-	-	-
Article 732 : Exchange rate Income	-	-	-
<b>Chapter 74 : Other Income</b>	<b>-</b>	<b>-</b>	<b>-</b>
Article 741 : Cancellation of Appropriations from the current year	-	-	-
Article 742 : Cancellation of Appropriations from previous year(s)	-	-	-
Article 743 : Monaco Partnership	-	-	-
Article 744 : Excess Income from previous years	-	-	-
Article 745 : Shortfall Income Budget of the current year	-	-	-
Article 749 : Miscellaneous income	-	-	-
<b>Total Income</b>	<b>19,239,695</b>	<b>19,492,181</b>	<b>38,731,876</b>

# Annex 12: Cumulative Payments Execution Details

Amounts in Euros

## Cumulative Cash Payments Execution

<b>Budget Heading</b>	<b>Cash Payments up to 2010</b>	<b>Cash Payments 2010</b>	<b>Cumulative Cash Payments up to End 2010</b>
	1	2	3=1+2
<b>Title I : Direct Investment (Fund)</b>	<b>67,010</b>	<b>5,266,693</b>	<b>5,333,703</b>
Article 111 : Direct Investment	67,010	5,155,433	5,222,443
Article 112 : Test Blanket Module	-	111,260	111,260
<b>Title II : R&amp;D Expenditure</b>	<b>23,571,732</b>	<b>17,180,048</b>	<b>40,751,780</b>
<b>Title III : Direct Expenditure</b>	<b>203,172,043</b>	<b>124,382,469</b>	<b>327,554,512</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>104,772,656</b>	<b>63,565,357</b>	<b>168,338,013</b>
Article 311 : Professional staff salary costs	80,414,109	45,742,793	126,156,902
Article 312 : Technical Support staff salary costs	16,437,001	13,408,785	29,845,786
Article 313 : Travel and subsistence	6,246,065	3,275,059	9,521,124
Article 314 : Secondment allowances	430,655	185,125	615,780
Article 315 : Removal expenses	1,244,826	431,138	1,675,964
Article 316 : Promotions	-	300,257	300,257
Article 317 : Awards	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>98,399,387</b>	<b>60,817,112</b>	<b>159,216,499</b>
Article 321 : General services	9,949,031	3,565,189	13,514,220
Article 322 : Administrative services	6,352,883	2,828,823	9,181,706
Article 323 : Equipment	10,578,983	4,845,825	15,424,808
Article 324 : External specialized services	71,518,490	49,577,275	121,095,765
<b>Total Expenditure</b>	<b>226,810,785</b>	<b>146,829,210</b>	<b>373,639,995</b>

**Cumulative Short-Term In-Kind Payments Execution (Task Agreements and Secondments)**

<b>Budget Heading</b>	<b>Short-Term In-Kind Payments up to 2010</b>	<b>Short-Term In-Kind Payments 2010</b>	<b>Cumulative Short-Term In-Kind Payments up to End 2010</b>
	<b>4</b>	<b>5</b>	<b>6=4+5</b>
<b>Title I : Direct Investment (Fund)</b>	-	<b>1,629,852</b>	<b>1,629,852</b>
Article 111 : Direct Investment	-	1,629,852	1,629,852
Article 112 : Test Blanket Module	-	-	-
<b>Title II : R&amp;D Expenditure</b>	-	<b>5,914,034</b>	<b>5,914,034</b>
<b>Title III : Direct Expenditure</b>	<b>19,239,696</b>	<b>11,948,295</b>	<b>31,187,991</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>17,245,786</b>	<b>3,892,822</b>	<b>21,138,608</b>
Article 311 : Professional staff salary costs	17,245,786	3,892,822	21,138,608
Article 312 : Technical Support staff salary costs	-	-	-
Article 313 : Travel and subsistence	-	-	-
Article 314 : Secondment allowances	-	-	-
Article 315 : Removal expenses	-	-	-
Article 316 : Promotions	-	-	-
Article 317 : Awards	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>1,993,910</b>	<b>8,055,473</b>	<b>10,049,383</b>
Article 321 : General services	-	-	-
Article 322 : Administrative services	-	-	-
Article 323 : Equipment	-	-	-
Article 324 : External specialized services	1,993,910	8,055,473	10,049,383
<b>Total Expenditure</b>	<b>19,239,696</b>	<b>19,492,181</b>	<b>38,731,877</b>

# Annex 13: Cumulative Commitments Execution Details

Amounts in Euros

## Cumulative Cash Commitments Execution

<b>Budget Heading</b>	<b>Cash Commitments &amp; De-commitments up to 2010</b>	<b>De-commitments 2010 of Previous Years Commitments</b>	<b>Cash Commitments 2010</b>	<b>Cumulative Commitments up to End 2010</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4=1-2+3</b>
<b>Title I : Direct Investment (Fund)</b>	<b>3,000,000</b>	-	<b>14,800,000</b>	<b>17,800,000</b>
Article 111 : Direct Investment	3,000,000	-	14,564,166	17,564,166
Article 112 : Test Blanket Module	-	-	235,834	235,834
<b>Title II : R&amp;D Expenditure</b>	<b>43,649,558</b>	<b>1,261,963</b>	<b>19,654,819</b>	<b>62,042,414</b>
<b>Title III : Direct Expenditure</b>	<b>238,124,557</b>	<b>3,254,024</b>	<b>142,732,979</b>	<b>377,603,512</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>105,524,903</b>	<b>112,134</b>	<b>63,647,548</b>	<b>169,060,317</b>
Article 311 : Professional staff salary costs	80,414,108	-	45,742,793	126,156,901
Article 312 : Technical Support staff salary costs	16,437,001	-	13,408,785	29,845,786
Article 313 : Travel and subsistence	6,868,536	77,780	3,333,181	10,123,937
Article 314 : Secondment allowances	430,655	-	185,125	615,780
Article 315 : Removal expenses	1,374,603	34,354	455,207	1,795,456
Article 316 : Promotions	-	-	300,257	300,257
Article 317 : Awards	-	-	222,200	222,200
<b>Chapter 32 : Organizational Expenditure</b>	<b>132,599,654</b>	<b>3,141,890</b>	<b>79,085,431</b>	<b>208,543,195</b>
Article 321 : General services	12,673,499	509,031	5,353,796	17,518,264
Article 322 : Administrative services	8,087,478	803,031	4,471,891	11,756,338
Article 323 : Equipment	11,668,315	52,166	6,732,719	18,348,868
Article 324 : External specialized services	100,170,362	1,777,662	62,527,025	160,919,725
<b>Total Expenditure</b>	<b>284,774,115</b>	<b>4,515,987</b>	<b>177,187,798</b>	<b>457,445,926</b>



### Cumulative Short-Term In-Kind Commitments Execution (Task Agreements and Secondments)

<i>Budget Heading</i>	<i>Short-Term In-Kind Commitments up to 2010</i>	<i>De-commitments 2010 of Previous Years Commitments</i>	<i>Short-Term In-Kind Commitments 2010</i>	<i>Cumulative Commitments up to End 2010</i>
	<b>5</b>	<b>6</b>	<b>7</b>	<b>8=5-6+7</b>
<b>Title I : Direct Investment (Fund)</b>	-	-	<b>3,333,901</b>	<b>3,333,901</b>
Article 111 : Direct Investment	-	-	3,333,901	3,333,901
Article 112 : Test Blanket Module	-	-	-	-
<b>Title II : R&amp;D Expenditure</b>	<b>12,041,304</b>	-	<b>6,512,152</b>	<b>18,553,456</b>
<b>Title III : Direct Expenditure</b>	<b>40,326,383</b>	-	<b>29,007,810</b>	<b>69,334,193</b>
<b>Chapter 31 : Staff Expenditure</b>	<b>17,245,786</b>	-	<b>3,892,822</b>	<b>21,138,608</b>
Article 311 : Professional staff salary costs	17,245,786	-	3,892,822	21,138,608
Article 312 : Technical Support staff salary costs	-	-	-	-
Article 313 : Travel and subsistence	-	-	-	-
Article 314 : Secondment allowances	-	-	-	-
Article 315 : Removal expenses	-	-	-	-
Article 316 : Promotions	-	-	-	-
Article 317 : Awards	-	-	-	-
<b>Chapter 32 : Organizational Expenditure</b>	<b>23,080,597</b>	-	<b>25,114,988</b>	<b>48,195,585</b>
Article 321 : General services	-	-	-	-
Article 322 : Administrative services	-	-	-	-
Article 323 : Equipment	-	-	-	-
Article 324 : External specialized services	23,080,597	-	25,114,988	48,195,585
<b>Total Expenditure</b>	<b>52,367,687</b>	-	<b>38,853,863</b>	<b>91,221,550</b>



Route de Vinon-sur-Verdon  
13115 Saint Paul Lez Durance  
France

[www.iter.org](http://www.iter.org)

