

AUDITOR'S REPORT
FINAL STATEMENT AS OF 31.12.2005

The undersigned Nicoletta Paracchini, professional accountant enrolled on the list of registered auditors, auditor for the Fondazione Vialli e Mauro, has examined the Final Statement for the accounting period of 2005, pursuant to Art. 8 and 11 of the company by-laws.

She hereby acknowledges that the audits imposed by art.11 of the company by-laws were carried out during the accounting period of 2005, finding that the statutory books and accounts are kept in compliance with requirements and that the balances correspond with those reported in the balance sheet and in the cash report examined.

The financial statements, prepared by the general secretary, are composed of a Balance Sheet, a Profit and Loss Account and Explanatory Notes and are provided with a Financial Statement.

The financial statements show the following summary results:

BALANCE SHEET

ASSETS

Intangible assets	€995.=	
Tangible assets	€3,240.=	
Receivables		€76,482.=
Liquid assets	<u>€ 197,204.=</u>	
Total Assets.		<u>€277,921.=</u>

LIABILITIES

Endowment Fund	€ 51,000.=	
Surplus brought forward from previous years		€ 2,300.=
Fund for institutional goals	€ 30,212.=	
Depreciation funds	€ 216.=	
Due to suppliers	€176,226.=	
Deferred income		<u>€ 16,000.=</u>
Total liabilities	<u>€275,954.=</u>	
<u>Operating surplus</u>	<u>€ 1,967.=</u>	

PROFIT AND LOSS ACCOUNT

EXPENSES

Purchases	€481.=
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Purchase of Digital Mammography Machine	€286,382.=
Expenses for operational services	€ 11,822.=
Expenses for institutional services	€ 77,361.=
Parasubordinate employment expenses	€ 14,914.=
App. to Fund for institutional goals	€180,000.=
Depreciation of notary expenses	€ 299.=
Depreciation of tangible assets	€ 216.=
Other operating expenses	€ 3,073.=
Interest payables	€ 3.=
Irap	<u>€ 555.=</u>
Total Expenses	€575,106.=
Operating surplus	<u>€ 1,967.=</u>
Total Balance	<u>€577,073.=</u>

INCOME

From institutional activities:

Liberal donations from third parties	€258,441.=
Liberal donations from promoting partners	€30,581.=
Receivable allowances and roundings off	€53.=
Bank interest	€1,616.=
Use of Fund for institutional goals	<u>€286,382.=</u>
Total Income	<u>€577,073.=</u>

These financial statements were drafted in accordance with outlines for “non-profit” organisations, prepared and recommended, with a relevant document, by the Consiglio Nazionale dei Dottori Commercialisti (national body of accountants).

The explanatory notes were drafted in compliance with the obligatory content required by Art. 2427 c.c., suitably adapted in accordance with instructions provided by the Consiglio Nazionale dei Dottori Commercialisti (national body of accountants). Monetary values have been expressed in Euro.

An amount equal to €180,000.= has been appropriated to the Fund available for institutional goals during the year and €286,382.= has been withdrawn for institutional objectives: the fund had a balance of 30,212.= as of 31.12.2005.

Payables due to suppliers are mainly related to the purchase of the digital mammography machine, donated to the Fondazione per la ricerca sul cancro (Cancer Research Foundation), which will be paid for by instalments, in addition to standard payables related to the foundation's running costs.

Liquidity has been invested in low-risk operations through major banks (repurchase agreements and common monetary funds).

The financial statement emerging from the financial position as of 31.12.2005 presents a surplus of €97,204 and is justified in the difference between assets and liabilities pertaining to 2005, which could not be entered in the cash movements or variations in liquidity, which did not generate a corresponding variation between costs and revenue.

In light of the above, I hereby recommend that the annual accounts as of 31.12.2005 and the financial statement be approved by the Board of Directors.

Turin, 16th February 2006

(Nicoletta Paracchini)