



EBA MB 2012 054

EUROPEAN BANKING AUTHORITY 2011 ANNUAL ACCOUNTS

CERTIFICATION LETTER FROM THE EBA ACCOUNTING OFFICER

The Annual accounts of the European Banking Authority for the year 2011 have been prepared in accordance with the Financial Regulation applicable to the general budget of the European Union and the accounting rules adopted by the Commission's Accounting Officer, as are to be applied by all the institutions, agencies and joint undertakings.

I acknowledge my responsibility for the preparation and presentation of the annual accounts of the Authority in accordance with article 61 of the Financial Regulation.

I have obtained from the Authorising Officer, who guaranteed its reliability, all the information necessary for the production of the accounts that show the Authority's assets and liabilities and the budgetary implementation.

I hereby certify that based on this information, and on such checks as I deemed necessary to sign off the accounts, I have a reasonable assurance that the accounts present a true and fair view of the financial position of the Authority in all material aspects.

Done in London, on June 1, 2012



Yves Lecoanet

Accounting Officer

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1. GENERAL INFORMATION

EUROPEAN BANKING AUTHORITY

The European Banking Authority (“the EBA” or “the Authority”) is an independent EU Authority established by Regulation (EC) No. 1093/2010 of the European Parliament and of the Council of 24 November 2010, and published in the Official Journal of the European Union (L 331/12) on 15 December, 2010.

The EBA was established and started its operation as of 1 January 2011, and besides its new mandates has taken over all existing and ongoing tasks and responsibilities from the Committee of European Banking Supervisors (CEBS).

The EBA has a broad mandate including, but not limited to preventing regulatory arbitrage, guaranteeing a level playing field in regulation, strengthening international supervisory coordination, promoting supervisory convergence, enhancing consumer protection and providing advice to the EU institutions in the areas of banking, payments and e-money regulation as well as on issues related to corporate governance, auditing and financial reporting.

As an integral part of the European System of Financial Supervisors (ESFS), the EBA works in close cooperation with its sister authorities, the European Insurance and Occupational Pensions Authority (EIOPA) and the European Securities and Markets Authority (ESMA) in the Joint Committee, and with the European Systemic Risks Board (ESRB).

FUNDING

The EBA is financed from Union funds (40%) and through contributions from Member States (60%) made in accordance with the weighting of votes set out in article 3(3) of the Protocol (No. 36) on transnational transitions (Recital Number 68 of the EBA Regulation).

AUTHORITY STRUCTURE

The European Banking Authority (EBA) is governed by its Board of Supervisors and its Management Board. The Board of Supervisors is in charge of taking the main decisions related to the EBA’s mandate and of giving guidance to the work of the EBA. The Management Board is making the decisions related to the operations of the EBA, and to the execution of its Annual Work Programme.

The Authority is represented by the Chairperson who is responsible for preparing the work of the Board of Supervisors and chairs its meetings as well as those of the Management Board. The Chairperson’s term of office is five years and it may be extended once.

The Executive Director is in charge of the implementation of the Annual Work Programme of the EBA under the guidance of the Board of Supervisors and under the control of the Management Board. The Executive Director’s term of office is five years and it may be extended once.

The EBA is organized in three clusters (Oversight, Regulation, Operations) and two units (Policy analysis and coordination, Consumer protection). To carry its tasks, it works together with experts from national authorities within a number of working groups and task forces.

The Annual Work Programme, published on the EBA’s website every year describes the objectives and specific tasks to be carried by the clusters and units of the EBA.

2. FINANCIAL STATEMENTS

2.1 Balance Sheet

| | Note | 31.12.2011 | 01.01.2011 |
|---|-------|------------------|------------------|
| - | | | |
| NON-CURRENT ASSETS | | | |
| <i>Tangible fixed assets</i> | 3.2.1 | | |
| Computer Hardware | | 74,815 | 64,127 |
| Furniture | | 84,247 | 108,347 |
| Other fixture and fittings | | 418,310 | 486,932 |
| Total | | 577,372 | 659,406 |
| CURRENT ASSETS | | | |
| Current receivables | 3.3.1 | 170,754 | 223,486 |
| Sundry receivables | 3.3.2 | 206,683 | |
| Prepaid expenses | 3.3.3 | 66,360 | 194,129 |
| EU entities | | - | 740,375 |
| Cash and cash equivalents | 3.3.4 | 6,378,023 | 2,756,875 |
| Total | | 6,821,820 | 3,914,866 |
| TOTAL ASSETS | | 7,399,192 | 4,574,272 |
| | | | |
| LIABILITIES | | | |
| NON-CURRENT LIABILITIES | | | |
| Provision for risks and charges | 3.4 | 784,316 | 0 |
| Total | | 784,316 | 0 |
| CURRENT LIABILITIES | | | |
| Current payables | 3.5 | 2,319,492 | 3,117,509 |
| Deferred revenues | | - | 580,000 |
| Sundry payables | | 4,569 | 63,524 |
| EU entities | 3.6 | 3,637,111 | 0 |
| Total | | 5,961,172 | 3,761,033 |
| TOTAL LIABILITIES | | 6,745,488 | 3,761,033 |
| NET ASSETS | | | |
| Accumulated results from previous years | | 813,239 | 813,239 |
| Economic outturn for the financial year - profit/(loss) | | (159,535) | 0 |
| TOTAL NET ASSETS | | 653,704 | 813,239 |

2.2 Economic Outturn Account

| | Note | 2011 |
|---|------------|------------------|
| OPERATING REVENUE | 3.7 | |
| Contribution from the Member States | | 7,413,000 |
| Contribution from EFTA countries | | 199,000 |
| EU Subsidy | | 1,493,139 |
| Foreign currency conversion gains | | 124,415 |
| TOTAL OPERATING REVENUE | | 9,229,554 |
| | | |
| OPERATING EXPENSES | 3.8 | |
| Staff expenses | 3.8.1 | 5,359,276 |
| Building and related expenses | 3.8.2 | 864,118 |
| Other expenses | 3.8.3 | 2,538,050 |
| Fixed asset related expenses | 3.8.4 | 449,258 |
| Foreign currency conversion losses | | 175,525 |
| TOTAL OPERATING EXPENSES | | 9,386,227 |
| SURPLUS (DEFICIT) FROM OPERATING ACTIVITIES | | (156,673) |
| | | |
| NON OPERATING REVENUES (EXPENSES) | 3.9 | |
| Financial expenses | 3.9 | (2,862) |
| SURPLUS/ (DEFICIT) FROM NON OPERATING ACTIVITIES | | (2,862) |
| | | |
| SURPLUS/ (DEFICIT) FROM ORDINARY ACTIVITIES | | (159,535) |
| SURPLUS/ (DEFICIT) FROM EXTRAORDINARY ITEMS | | - |
| | | |
| ECONOMIC OUTTURN FOR THE YEAR | | (159,535) |

2.3 Cash Flow Table

| | 2011 |
|---|------------------|
| CASH FLOW FROM ORDINARY ACTIVITIES | |
| Surplus /(deficit) from ordinary activities | (159,535) |
| Operating activities | |
| Depreciation of Tangible fixed assets | 449,242 |
| Increase/(decrease) in provisions for risks and liabilities | 182,903 |
| (Increase)/decrease in short term receivables | 714,194 |
| Increase/ (decrease) in accounts payable | (1,161,558) |
| Increase/ (decrease) in liabilities related to consolidated EU Entities | 3,637,111 |
| Other non cash movements | - |
| Net cash flow from operating activities | 3,662,357 |
| | |
| CASH FLOW FROM INVESTING ACTIVITIES | |
| (Increase)/decrease in tangible fixed assets | (41,209) |
| Net cash flow from investing activities | (41,209) |
| | |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 3,621,148 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 2,756,875 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 6,378,023 |

2.4 Statements of Changes in Net Assets

| | Accumulated Surplus | Net Surplus for the year | Total Net Assets |
|---------------------------------------|---------------------|--------------------------|------------------|
| Balance as at 1 January 2011 | 813,239 | - | 813,239 |
| Net result of the year | - | (159,535) | (159,535) |
| Balance as at 31 December 2011 | 813,239 | (159,535) | 653,704 |

3. NOTES TO FINANCIAL STATEMENTS

3.1 Summary of significant accounting policies

The annual accounts of the European Banking Authority (the “Authority”) comprise the financial statements and the reports on the implementation of the budget.

As the Authority was established on 1 January 2011, the annual accounts refer only to the financial year 2011.

The financial statements show all charges and income for the financial year based on accrual accounting rules complying with the EC Accounting Rules and are designed to establish the financial position in the form of a balance sheet as at 31 December. Specifically the principles applied in drawing up the financial statements are:

- going concern basis;
- prudence;
- consistent accounting methods;
- comparability of information;
- materiality;
- no netting;
- reality over appearance;
- accrual-based accounting.

The budgetary accounts give a detailed picture of the implementation of the budget. They are based on the modified cash accounting principle.

Basis of preparation

In line with article 76 of the EBA funding regulation all assets and liabilities and all pending operations of CEBS have been automatically transferred to the Authority.

The EBA opening balance has been established on the basis of the CEBS Accounts as at 31/12/2010, audited by an independent auditor, restated to comply with EU accounting rules.

Functional and reporting currency

The Euro is the functional and reporting currency of the Authority and amounts shown in the financial statements are presented in Euros (€) unless indicated otherwise. Any slight differences versus the actual balances are due to rounding.

Currency and basis for conversion

All foreign currency transactions are recorded using the exchange rate prevailing at the date of the transaction. Gains and losses resulting from the settlement of foreign currency transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the Economic Outturn Account.

Use of estimates

In accordance with IPSAS and generally accepted accounting principles, the financial statements include amounts based on estimates and assumptions by management based on the most reliable information available. Significant estimates include, but are not limited to, amounts for provisions, accounts receivables, accrued income and charges, contingent assets and liabilities, and degree of impairment of intangible assets and property, plant and equipment. Actual results could differ from those estimates. Changes in estimates are reflected in the period in which they become known.

Non current assets

Non current assets correspond to the fixed assets received from the Committee of European Banking Supervisors on 1 January 2011 and to the acquisitions made in 2011. Amounts entered in the EBA opening balance correspond to the values from the audited CEBS accounts, after restatement to the EU rules which have included following aspects:

- Valuation at cost including translation at historical exchange rate, less accumulated depreciation and impairment losses
- Cancellation of values lower than 420€ per item
- Review of useful life duration for calculation of the depreciation.

| Type of asset | Useful life (years) | Annual depreciation rate |
|-----------------------------|---------------------|--------------------------|
| Hardware | 4 | 25% |
| Other fixtures and fittings | 4 | 25% |
| Movable furniture | 10 | 10% |

Other fixtures and fittings which cannot be reused in the case where the offices would be relocated are depreciated on the duration from the acquisition date till 31/12/2012, the date at which EBA may exert the break clause of the lease contract of the offices.

Assets under construction are not amortised and include items which were not put into use as of the end of 2011.

Leases

Lease of intangible assets where the Authority have substantially all the risks and reward of ownership are classified as financial leases. There are no items to be reported under this category.

Leases where the lesser retains a significant portion of the risks and rewards inherent to the ownership are classified as operating leases. Payments made under operating leases are charged to the Economic Outturn Account for the portion accrued during the financial year. This is the case for the rent paid.

Receivables

All receivables are carried out at the original amount less write-down for impairment when there is objective evidence that the Authority will not be able to collect all amounts due according to the original terms of receivables.

If any, the amount of write-down is charged to the Economic Outturn Account.

Cash and cash equivalents

Cash include only cash in hands as there are no other cash equivalents or liquid investments to be reported. Currently, the Authority works with two banks. One is used to collect the Budget contributions and execute the payments (Citigroup). The other one (Co-Operative Bank) inherited from CEBS is to be closed at the beginning of 2012.

Payables

Payables arising from the purchase of goods and services are recognized at invoices reception for the original amount and corresponding expenses are entered in the accounts when the supplies are delivered and accepted by the Authority.

Accrued expenses

In accordance with EC Accounting Rules no. 10 complemented by chapter 19 under IPSAS 19 (Provisions, contingent liabilities and contingent assets) accruals are made to recognize the amounts to be paid for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts due to employees (for example, amounts relating to accrued vacation pay). The accruals are determined based on estimates received from the authorizing officer (assessed based on the part of the carry-overs to be applied to 2011). These accruals are reported under current liabilities-current payables.

Revenue

EBA's revenue consist of the contribution received from National Supervisory Authorities from the Member States and third countries' Observers (60%) and from the subsidy received from the EU (40%).

Based on Article 15.4 of the EBA Financial Regulation, the EU subsidy constitutes for the budget of the Authority a balancing subsidy. As a result of this, the EU subsidy is recognized as revenue to the extent of the amount necessary to cover the budget expenditure. The difference with the amount actually received is to be returned to the Commission and booked as a liability.

Contributions from the National Supervisory Authorities are recognised as revenue when these resources are approved together with the budget by the Board of Supervisors.

Expenditure

Expenses arising from the purchase of goods and services are recognized when the supplies are delivered and accepted by the Authority. They are valued at original invoice cost.

At year-end, incurred eligible expenses already due to the beneficiaries but not yet reported are estimated and recorded as accrued expenses.

Contingent assets and liabilities

In line with EC Accounting Rule no.10 the term contingent is used for liabilities and assets that are not recognized because their existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Employee benefits

The staff of the Authority is entitled to pensions rights according to the pension scheme as defined in the Staff Regulations of the European Communities. The corresponding pension benefits are managed and paid by the European Commission. In compliance with Article 83a of the Staff Regulations, the contribution needed to fund the scheme is financed by the General Budget of the European Community and no employer contribution is paid by the Authority. As a result of this, no pension liability is recognized in the balance sheet of the Authority.

3.2 Non - current assets

Non - current assets are fixed assets used and owned by the Authority and are composed of tangible, intangible and other non-current assets.

3.2.1 Tangible fixed assets

Tangible fixed assets include mainly furniture, fixtures and IT equipment.

| 2011 | | Computer hardware | Furniture and vehicles | Other fixtures and fittings | Tangible Fixed Assets under construction | Total |
|---|-------|-------------------|------------------------|-----------------------------|--|--------------------|
| Gross carrying amounts 01.01.2011 | + | 88,703 | 239,735 | 1,621,928 | | 1,950,366 |
| Additions | + | 35,058 | 0 | 332,151 | | 367,209 |
| Disposals | - | | | | | |
| Transfer between headings | (+/-) | | | | | |
| Other changes (1) | (+/-) | | | | | |
| Gross carrying amounts 31.12.2011 | | 123,761 | 239,735 | 1,954,079 | | 2,317,575 |
| Accumulated amortisation and impairment 01.01.2011 | - | (24,576) | (131,388) | (1,134,996) | | (1,290,960) |
| Depreciation | - | (24,369) | (24,100) | (400,773) | | (449,242) |
| Write-back of depreciation | + | | | | | |
| Disposals | + | | | | | |
| Impairment (1) | - | | | | | |
| Write-back of impairment | + | | | | | |
| Transfer between headings | (+/-) | | | | | |
| Other changes (1) | (+/-) | | | | | |
| Accumulated amortisation and impairment 31.12.2011 | | (48,945) | (155,488) | (1,535,769) | | (1,740,203) |
| Net carrying amounts as at 31/12/2011 | | 74,815 | 84,247 | 418,310 | | 577,372 |

Additions for other fixtures and fittings include a amount of 326 000 € representing the re-instatement cost of the offices to their original state at the termination of the lease as requested by the contract. The counterpart is recorded as short term provision (see Note 3.4).

This amount is amortized on two years up to 31/12/2012, date at which the EBA may exert the break clause.

3.3 Current assets

3.3.1 Current receivables

| Current Receivables | 31.12.2011 |
|----------------------------|-------------------|
| VAT recoverable | 170,754 |
| Total | 170,754 |

The recoverable VAT relates to payments to suppliers made during the year 2011 and still to be refunded by UK Authorities.

3.3.2 Sundry receivables

| Sundry Receivables | 31.12.2011 |
|--|-------------------|
| Amount to be recovered from City of London | 178,929 |
| Amounts to be regularised from staff | 25,236 |
| Salary advances | 2,519 |
| Total | 206,683 |

The amount to be recovered from City of London corresponds to the reduction in the business rates to which the EBA is entitled in virtue of its Privileges and Immunities. This amount is expected to be received in April.

The amount to be recovered from staff corresponds essentially to taxes paid on behalf of seconded staff under CEBS agreements.

3.3.3 Prepaid expenses

| | 31.12.2011 |
|------------------------|-------------------|
| Prepaid business rates | 58,847 |
| Prepaid insurance | 7,513 |
| Total | 66,360 |

Those amounts represent expenses for the offices related to the first quarter 2012.

3.3.4 Cash and cash equivalents

| Cash | 31.12.2011 |
|--------------------------|-------------------|
| Citigroup (GBP Account) | 335,339 |
| Citigroup (EURO Account) | 4,948,634 |
| Co-Operative Bank | 1,094,050 |
| Total | 6,378,023 |

3.4 Provisions for risks and charges

| | 31.12.2011 |
|---|-------------------|
| Salary adjustment disputed by the Council | 182,903 |
| Re-instatement cost of the offices | 326,000 |
| CEBS open invoices to be settled | 275,413 |
| Total | 784,316 |

The salary adjustment proposed by the European Commission pursuant to the staff regulations has not been accepted by the Council. The settlement is pending the result of the legal proceedings currently in progress before the European Court of Justice.

The lease contract for the premises provides for the obligation for EBA to re-instate the offices to their original state. The cost to cover this obligation is estimated to 326 000 €.

The liabilities inherited from CEBS included accrued charges for services rendered from 2007 to 2010 for which the invoices were not received at 31/12/2011.

3.5 Current payables

| Current Payables | 31.12.2011 |
|---------------------------------------|-------------------|
| Payables to suppliers | 382,132 |
| Payables to Member States | 1,173,237 |
| Accrued charges-untaken annual leaves | 148,459 |
| Accrued charges-other | 614,269 |
| Accrued charges-European institutions | 1,395 |
| Total | 2,319,492 |

Payables to Member States include supplier invoices for services provided by the National Supervisory Authorities for 410 254 € as well the liability related to the distribution of the 2010 CEBS accumulated surplus for 762,982 €, as decided by the Board of Supervisors on 9/12/2011.

Accrued charges correspond to invoices to be received at 31/12/2011 for services rendered in 2011.

3.6 Payables - EU entities

| Payables EU entities | 31.12.2011 |
|---|-------------------|
| Subsidy to reimburse to the European Commission | 3,579,861 |
| Other payables to the European Commission | 57,250 |
| Total | 3,637,111 |

The subsidy to reimburse to the European Commission corresponds to the budgetary result for the financial year 2011 which was determined on a modified cash basis. The detailed calculation is presented in the Budget Outturn Account (Note 4.1).

EBA is financed by Union funds (40%) and contributions by Member States (60%) in accordance with the weighting votes set out in article 3(3) of the Protocol (No. 36) on transnational transitions (recital No 68 EBA Regulation). According to articles 15.4 and 16.1 of the EBA Financial Regulation, the Community subsidy paid to the Authority constitutes for its budget a balancing subsidy which is accounted for as pre-financing. If the balance of the budgetary outturn account is positive it shall be repaid to the Commission up to the amount of the Community subsidy paid during the year.

EBA has therefore allocated 100% of the surplus to the European Commission.

At the time of establishing the final EBA annual accounts, this is still an issue subject to discussion, as Member States consider that 60% of the surplus should be refunded to them. In a letter dated 17/04/2012 and with a view to abide by the existing 60/40 funding proportion, the European Commission has indicated that the surplus arising from budget 2011 would be deducted from the 2013 budget contributions, resulting in the reimbursement to the national authorities for the part corresponding to their contribution.

3.7 Operating revenue

The Authority's 2011 revenue comes from the following sources:

| Operating revenue | 2011 |
|-----------------------------------|------------------|
| Contribution from Member States | 7,413,000 |
| Contribution from EFTA countries | 199,000 |
| EU Subsidy | 1,493,139 |
| Foreign currency conversion gains | 124,415 |
| Total | 9,229,554 |

The contributions from the Member States and from the EFTA countries represent 100% of their 2011 contribution based on the approved Budget.

The subsidy paid in 2011 by the Directorate-General for Internal Market was 5.073 000 €. Based on Article 16.1 of the financial regulation, the unused part of this subsidy, which corresponds to the Budget Outturn Account in amount of 3,579,861 € has to be reimbursed to the Commission. The difference in amount of 1,493,139 € is recognized as operating revenue.

3.8 Operating expenses

3.8.1 Staff expenses

| Staff expenses | 2,011 |
|---------------------------------|------------------|
| Salaries and related allowances | 5,255,103 |
| Social security | 104,173 |
| Total | 5,359,276 |

3.8.2 Building and related expenses

| Building and related expenses | 2011 |
|--------------------------------------|----------------|
| Rent | 529,571 |
| Related expenses | 334,547 |
| Total | 864,118 |

3.8.3 Other expenses

| Other expenses | 2011 |
|---------------------------------|------------------|
| Office supplies | 98,475 |
| Publicity and Legal | 26,540 |
| Recruitment | 52,054 |
| Training | 22,348 |
| Travel | 237,337 |
| Experts and related expenditure | 234,151 |
| IT support cost | 184,445 |
| Other services | 356,727 |
| Operational activities | 1,325,974 |
| Total | 2,538,050 |

3.8.4 Fixed assets related expenses

| | 2011 |
|---|----------------|
| Depreciation of fixed assets | 286,258 |
| Amortization of the offices re-instatement cost | 163,000 |
| Total | 449,258 |

3.9 Non-operating revenue (expenses)

| | |
|---|----------------|
| Non-operating revenue | 2011 |
| Non –operating revenue | - |
| Total | - |
| Non-operating expense | |
| Bank charges | (2,862) |
| Total | (2,862) |
| Total Non Operating activities Net | (2,862) |

3.10 Contingent liabilities

1. Operating lease commitments for rent: payments still to be made at 31 December 2011 up 31 December 2012, date at which EBA may exert the break clause, amount to 961,930 €. This amount includes a penalty of 234 288 €.

The contractual payments are scheduled as follows:

| Description | Charges still to be paid | | | |
|--------------------------|--------------------------|----------|----------|--------------------------|
| | <1yr | 1-5 yrs | >5 yrs | Total charges to be paid |
| Operating lease-Tower 42 | 961,930 | - | - | 961,930 |
| Total | 961,930 | - | - | 961,930 |

2. Other contingent liabilities include the part of the budgetary commitments which have not been recognised in expenses at 31/12/2011.

| | |
|---|----------------|
| Budgetary commitments | 2011 |
| Commitments carried forward to 2012 | 1,617,813 |
| Less expenses already recognised | (1,408,051) |
| Net budgetary commitments as at 31/12/2011 | 209,762 |

3.11 Related party disclosure

| Highest grades description | Grade | Number of persons of this grade |
|----------------------------|-------|---------------------------------|
| Chair Person | AD 15 | 1 |
| Executive Director | AD 14 | 1 |

The remuneration equivalent to the grades of the key management personnel in the table can be found in the Official Journal L338/1 of 22 December 2010.

3.12 Events after the balance sheet date

At the date of issue of the accounts, no material issue came to the attention of the accounting officer of the Authority or were reported to him that would require separate disclosure under that section. The annual accounts and related notes were prepared using the most available information and this is reflected in the information presented above.

4. BUDGET IMPLEMENTATION REPORTS

(Articles 76(b) and 81 of EBA Financial Regulation)

4.1 Budget Outturn Account

| | | | |
|---|-----|-----------|-------------------|
| REVENUE | | | |
| Balancing Commission subsidy | + | 5,073,000 | |
| Contributions from National Supervisory Authorities | + | 7,413,000 | |
| Contributions from Observers | + | 199,000 | |
| Other income | + | | |
| Total Revenue (a) | | | 12,685,000 |
| EXPENDITURE | | | |
| <i>Title I: Staff</i> | | | |
| Payments | - | 5,308,649 | |
| Appropriations carried over | - | 501,809 | |
| <i>Title II: Administrative Expenditure</i> | | | |
| Payments | - | 1,400,590 | |
| Appropriations carried over | - | 458,729 | |
| <i>Title III: Operating Expenditure</i> | | | |
| Payments | - | 726,978 | |
| Appropriations carried over | - | 657,275 | |
| Total Expenditure (b) | | | 9,054,030 |
| Outturn for the financial year (a-b) | | | 3,630,970 |
| Cancellation of unused payment appropriations carried over from previous year | + | | |
| Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from assigned revenue | + | | |
| Exchange differences for the year (gain +/- loss -) | +/- | (51,109) | |
| Balance of the Outturn Account for the financial year | | | 3,579,861 |
| Balance year N-1 | +/- | | |
| Positive balance from year N-1 reimbursed in year N to the Commission | - | | |
| Result used for determining amounts in general accounting | | | 3,579,861 |
| Commission subsidy - agency registers accrued revenue and Commission accrued expense | | | 1,493,139 |
| Pre-financing remaining open to be reimbursed by agency to Commission in year N+1 | | | 3,579,861 |

Not included in the budget outturn:

| | | |
|--|---|--------|
| Interest generated by 31/12/N on the Commission balancing subsidy funds and to be reimbursed to the Commission (liability) | + | 57,250 |
|--|---|--------|

4.2 Reconciliation of the budget outturn versus the net result

In order to reconcile the budget outturn result to the net result for the period, differences between budget accounting and accrual accounting need to be taken into account. These differences can be attributed to timing or permanent differences. The most significant of these differences are the following:

1. In budget accounting, capital expenditures are recorded as current year expenses. In accrual accounting, these types of expenditures are capitalised and depreciated over the useful life span of the assets.
2. In budget accounting, revenue is required to cover all committed expenditures at 31 December. In accrual accounting, revenue and expenses only include amounts corresponding to the financial year. The difference is treated as deferred revenue or accrued expenses in accrual accounting.
3. In Budget accounting, revenues are expressed on a cash basis and consist of cash received until the 31st December of the year. In accrual accounting revenue is measured at the fair value of the consideration received or receivable (see accounting policy).

| Economic Outturn for the year | | +/- | (159,535) |
|--|---|------------|------------------|
| <i>Ajustment for accrual items (items not in the budgetary result but included in the economic result)</i> | | | |
| | | | |
| A | Adjustments for Accrual Cut-off (reversal 31.12.2010) | - | 0 |
| B | Adjustments for Accrual Cut-off (cut- off 31.12.2011) | + | 764,123 |
| C | Amount from liaison account with Commission booked in the Economic Outturn Account | - | 0 |
| D | Unpaid invoices at year end but booked in charges (class 6) | + | 792,387 |
| E | Depreciation of intangible and tangible assets (1) | + | 449,258 |
| F | Provisions (1) | + | 182,903 |
| G | Value reductions (1) | + | 0 |
| H | Recovery Orders issued in 2011 in class 7 and not yet cashed | - | |
| Ia | Pre-financing given in previous year and cleared in the year | + | 0 |
| Ib | Pre-financing received in previous year and cleared in the year | - | 0 |
| J | Payments made from carry over of payment appropriations | + | 0 |
| K | Sundry receivables (City of London) not in the budget outturn | +/- | (178,929) |
| L | Other items | +/- | (94,825) |
| <i>Ajustment for budgetary items (item included in the budgetary result but not in the economic result)</i> | | | |
| | | | 0 |
| M | Asset acquisitions (less unpaid amounts) | - | (41,209) |
| N | New pre-financing paid in the year 2011 and remaining open as at 31.12.2011 | - | (66,360) |
| O | New pre-financing received in the year 2011 and remaining open as at 31.12.2011 | + | 3,579,861 |
| P | Budgetary recovery orders issued before 2011 and cashed in the year | + | |
| Q | Budgetary recovery orders issued in 2011 on balance sheet accounts (not 7 or 6 accounts) and cashed | + | 0 |
| R | Capital payments on financial leasing (they are budgetary payments but not in the economic result) | - | 0 |
| S | Payment appropriations carried over to 2012 | - | (1,617,813) |
| T | Cancellation of unused carried over payment appropriations from previous year | + | 0 |
| U | Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from | + | 0 |
| V | Payments for pensions (they are budgetary payments but booked against provisions) | - | 0 |
| W | Payments for stocks of leave and supplementary hours (they are budgetary payments but booked | - | 0 |
| X | VAT included in the budget outturn and not in the economic outturn | +/- | (30,000) |
| | total | | 3,579,861 |
| Budget Outturn account for the financial year | | | 3,579,861 |

4.4 Budget implementation

The following table shows the detailed implementation by budget line.

| | Title | Appropriations (1) | Committed (2) | % Committed (3) = (2)/(1) | Paid (4) | % Paid (5) = (4)/(1) | Carried Forward (6) | Appropriations cancelled (7) = (1)-(4)-(6) |
|--------|--|-----------------------|------------------|------------------------------------|-------------|----------------------------|---------------------------|--|
| A-1100 | Basic salaries | 2,528,036 | 2,499,185 | 99% | 2,499,185 | 99% | 0 | 28,851 |
| A-1101 | Family allowances | 185,362 | 165,394 | 89% | 165,394 | 89% | 0 | 19,968 |
| A-1102 | Expatriation and foreign residence allowances | 342,195 | 327,254 | 96% | 327,254 | 96% | 0 | 14,941 |
| A-1110 | Seconded national experts | 244,000 | 126,517 | 52% | 126,517 | 52% | 0 | 117,483 |
| A-1111 | Contract agents | 154,825 | 154,825 | 100% | 154,825 | 100% | 0 | 0 |
| A-1120 | Salaries | 5,094 | 5,094 | 100% | 5,094 | 100% | 0 | 0 |
| A-1125 | Seconded from supervisory authorities | 738,792 | 638,099 | 86% | 235,901 | 32% | 402,198 | 100,694 |
| A-1130 | Insurance against sickness | 89,492 | 85,257 | 95% | 85,257 | 95% | 0 | 4,235 |
| A-1131 | Insurance against accidents and occupational disease | 20,477 | 17,804 | 87% | 17,804 | 87% | 0 | 2,673 |
| A-1132 | Insurance against unemployment | 36,348 | 33,532 | 92% | 33,532 | 92% | 0 | 2,816 |
| A-1140 | Birth and death grants | 10,000 | 0 | 0% | 0 | 0% | 0 | 10,000 |
| A-1141 | Travel expenses for annual leave | 72,976 | 30,764 | 42% | 30,764 | 42% | 0 | 42,211 |
| A-1142 | Other allowances and repayments | 0 | 0 | 0% | 0 | 0% | 0 | 0 |
| A-1150 | Overtime | 10,000 | 10,000 | 100% | 0 | 0% | 10,000 | 0 |

| | Title | Appropriations (1) | Committed (2) | % Committed (3) = (2)/(1) | Paid (4) | % Paid (5) = (4)/(1) | Carried Forward (6) | Appropriations cancelled (7)= (1)-(4)-(6) |
|--------|--|-----------------------|------------------|------------------------------------|------------------|----------------------------|---------------------------|---|
| A-1160 | Salary weighting | 986,912 | 948,855 | 96% | 948,855 | 96% | 0 | 38,057 |
| A-1200 | Expenditure on recruitment procedure | 66,000 | 65,610 | 99% | 23,741 | 36% | 41,869 | 390 |
| A-1210 | Travel expenses of recruited staff and family | 45,000 | 4,313 | 10% | 4,313 | 10% | 0 | 40,687 |
| A-1220 | Installation, resettlement and transfer allowances | 212,220 | 168,543 | 79% | 168,543 | 79% | 0 | 43,677 |
| A-1230 | Removal expenses | 44,000 | 23,271 | 53% | 23,271 | 53% | 0 | 20,729 |
| A-1240 | Temporary daily subsistence allowances | 122,742 | 95,697 | 78% | 95,697 | 78% | 0 | 27,045 |
| A-1260 | Provisional appropriation | 0 | 0 | 0% | 0 | 0% | 0 | 0 |
| A-1270 | Freelance proofreading | 0 | 0 | 0% | 0 | 0% | 0 | 0 |
| A-1290 | External services | 130,029 | 121,659 | 94% | 87,361 | 67% | 34,298 | 8,370 |
| A-1300 | Administrative mission expenses | 237,650 | 236,321 | 99% | 235,677 | 99% | 644 | 1,329 |
| A-1400 | Medical service | 23,000 | 13,832 | 60% | 11,205 | 49% | 2,627 | 9,168 |
| A-1410 | Early childhood centres and other creches | 5,000 | 0 | 0% | 0 | 0% | 0 | 5,000 |
| A-1600 | Training | 64,500 | 23,060 | 36% | 13,387 | 21% | 9,673 | 41,440 |
| A-1700 | Representation expenses, receptions and events | 33,000 | 15,574 | 47% | 15,074 | 46% | 500 | 17,426 |
| | Title 1 - Staff expenditure | 6,407,650 | 5,810,459 | 91% | 5,308,649 | 83% | 501,809 | 597,191 |
| A-2000 | Rental of building | 828,381 | 612,691 | 74% | 438,023 | 53% | 174,668 | 215,691 |
| A-2010 | Insurance | 67,253 | 22,638 | 34% | 21,823 | 32% | 815 | 44,615 |
| A-2020 | Water, gas, electricity, heating | 380,400 | 220,200 | 58% | 72,212 | 19% | 147,988 | 160,200 |

| | Title | Appropriations (1) | Committed (2) | % Committed (3) = (2)/(1) | Paid (4) | % Paid (5) = (4)/(1) | Carried Forward (6) | Appropriations cancelled (7)= (1)-(4)-(6) |
|--------|--|-----------------------|------------------|------------------------------------|-------------|----------------------------|---------------------------|---|
| A-2030 | Maintenance and cleaning | 40,352 | 24,886 | 62% | 19,115 | 47% | 5,770 | 15,466 |
| A-2040 | Taxes - London Business rates | 381,994 | 243,754 | 64% | 243,754 | 64% | 0 | 138,240 |
| A-2050 | Fitting out premises and refurbishment works | 274,000 | 12,609 | 5% | 2,925 | 1% | 9,684 | 261,391 |
| A-2100 | Purchase of hardware and software | 122,525 | 86,707 | 71% | 57,099 | 47% | 29,608 | 35,818 |
| A-2103 | Maintenance of hardware and software | 78,416 | 67,532 | 86% | 64,220 | 82% | 3,312 | 10,884 |
| A-2105 | Website | 96,679 | 45,781 | 47% | 37,592 | 39% | 8,189 | 50,898 |
| A-2201 | Hire of technical equipment and installations | 15,120 | 4,834 | 32% | 2,494 | 16% | 2,340 | 10,286 |
| A-2202 | Maintenance and repairs | 38,880 | 9,363 | 24% | 7,713 | 20% | 1,651 | 29,517 |
| A-2300 | Stationery and office supplies | 74,167 | 66,154 | 89% | 52,658 | 71% | 13,496 | 8,013 |
| A-2301 | Subscriptions to newspapers and periodicals | 44,841 | 30,109 | 67% | 30,109 | 67% | 0 | 14,732 |
| A-2310 | Bank and financial charges | 3,533 | 2,067 | 58% | 1,893 | 54% | 173 | 1,467 |
| A-2320 | Legal advise | 33,600 | 29,127 | 87% | 26,570 | 79% | 2,557 | 4,473 |
| A-2332 | Other administrative expenditure | 4,500 | 2,777 | 62% | 2,314 | 51% | 463 | 1,723 |
| A-2400 | Postal and delivery charges | 5,000 | 5,000 | 100% | 2,632 | 53% | 2,368 | 0 |
| A-2410 | Telecommunication charges | 121,000 | 117,784 | 97% | 97,624 | 81% | 20,161 | 3,216 |
| A-2420 | Telecommunication equipement and installations | 10,000 | 0 | 0% | 0 | 0% | 0 | 10,000 |
| A-2500 | Information and publication costs | 141,112 | 102,678 | 73% | 100,798 | 71% | 1,880 | 38,434 |
| A-2501 | Translation costs, including the CdT | 89,047 | 24,564 | 28% | 21,895 | 25% | 2,669 | 64,483 |
| A-2502 | Studies | 0 | 0 | 0% | 0 | 0% | 0 | 0 |

| | Title | Appropriations (1) | Committed (2) | % Committed (3) = (2)/(1) | Paid (4) | % Paid (5) = (4)/(1) | Carried Forward (6) | Appropriations cancelled (7)= (1)-(4)-(6) |
|--------|--|-----------------------|------------------|------------------------------------|------------------|----------------------------|---------------------------|---|
| A-2600 | General meeting expenses | 75,000 | 61,032 | 81% | 58,616 | 78% | 2,416 | 13,968 |
| A-2610 | Reimbursement of costs for BSG members | 108,000 | 42,916 | 40% | 27,916 | 26% | 15,000 | 65,084 |
| A-2612 | Expenses relating to consultations | 79,200 | 0 | 0% | 0 | 0% | 0 | 79,200 |
| A-2620 | Management Board meetings | 26,000 | 0 | 0% | 0 | 0% | 0 | 26,000 |
| A-2630 | Board of Supervisors meetings | 63,000 | 7,275 | 12% | 2,355 | 4% | 4,920 | 55,725 |
| A-2631 | Other expenses relating to Board of Supervisors | 20,000 | 12,241 | 61% | 8,241 | 41% | 4,000 | 7,759 |
| A-2640 | Reimbursement of members cost and per diem | 30,000 | 4,600 | 15% | 0 | 0% | 4,600 | 25,400 |
| | Title 2 - Administrative expenditure | 3,252,000 | 1,859,319 | 57% | 1,400,590 | 43% | 458,729 | 1,392,681 |
| B3-100 | Training for national supervisors, staff exchanges | 450,134 | 33,702 | 7% | 1,336 | 0% | 32,366 | 416,432 |
| B3-110 | Operational missions of staff | 346,645 | 191,033 | 55% | 143,177 | 41% | 47,856 | 155,612 |
| B3-200 | Reporting application | 525,000 | 381,000 | 73% | 143,500 | 27% | 237,500 | 144,000 |
| B3-210 | Financial institutions register | 50,000 | 35,000 | 70% | 0 | 0% | 35,000 | 15,000 |
| B3-220 | Collaboration & document management | 60,000 | 49,000 | 82% | 25,000 | 42% | 24,000 | 11,000 |
| B3-230 | Secure communication | 150,000 | 120,000 | 80% | 120,000 | 80% | 0 | 30,000 |
| B3-240 | Upgrade EBA infrastructure | 140,000 | 5,638 | 4% | 5,638 | 4% | 0 | 134,362 |
| B3-250 | Maintenance and running costs | 400,000 | 326,000 | 82% | 119,000 | 30% | 207,000 | 74,000 |
| B3-260 | Steering | 115,000 | 100,594 | 87% | 50,594 | 44% | 50,000 | 14,406 |
| B3-270 | Ad hoc reporting and requests | 122,000 | 0 | 0% | 0 | 0% | 0 | 122,000 |

| | Title | Appropriations (1) | Committed (2) | % Committed (3) = (2)/(1) | Paid (4) | % Paid (5) = (4)/(1) | Carried Forward (6) | Appropriations cancelled (7)= (1)-(4)-(6) |
|--------|--|-----------------------|------------------|------------------------------------|------------------|----------------------------|---------------------------|---|
| B3-280 | Training & Promotion | 100,000 | 6,350 | 6% | 0 | 0% | 6,350 | 93,650 |
| B3-290 | Feasibility studies / Information planning | 200,000 | 3,691 | 2% | 3,691 | 2% | 0 | 196,309 |
| B3-300 | Support Systems implementation | 139,571 | 131,929 | 95% | 114,726 | 82% | 17,202 | 7,642 |
| B3-310 | Audits & Advices equivalent services | 75,000 | 316 | 0% | 316 | 0% | 0 | 74,684 |
| B3-320 | XBRL Network | 150,000 | 0 | 0% | 0 | 0% | 0 | 150,000 |
| | Title 3 - Operational expenditure | 3,023,350 | 1,384,252 | 46% | 726,978 | 24% | 657,275 | 1,639,098 |
| | GRAND TOTAL | 12,683,000 | 9,054,030 | 71% | 7,436,217 | 59% | 1,617,813 | 3,628,970 |

5. BUDGETARY AND FINANCIAL MANAGEMENT REPORT

5.1. General Accounting

The financial statement of EBA is set up according articles 76 to 82 of to the EBA Financial Regulation. EBA applies the principles of budgetary accounting and accrual based accounting compliant with the accounting rules of the European Communities and the International Public Sector Accounting Standards (IPSAS).

5.2. Financial Systems and Management

The major focus of EBA in 2011 was the setting up and the further extension of the Authority.

EBA, a newly created Agency took up activities on 1 January 2011 as the legal successor of the Committee of European Banking Supervisors (CEBS). By the date of establishment of EBA, all assets, liabilities and all pending operations of CEBS were automatically transferred to EBA.

In its inauguration meeting on 12 January 2011 the EBA Management Board adopted and approved the principal financial rules and the EBA Financial Regulation in order to enable EBA to execute its powers as European Agency.

EBA introduced ABAC, the accounting system used by the European Commission for the budgetary accounting, on 10 June 2011. During a transition period, from 1 January to 10 June 2011, EBA used an Excel-based tool for its budgetary accounting. At the date of the transition a report with commitments and payments loaded in ABAC was drawn up.

Payments made prior to the implementation of ABAC are not reflected in ABAC (only in the transition system). Each time that a report on budgetary consumption and execution is tracked from ABAC a manual aggregation in an Excel spread sheet is being made to fully reflect the initial budget and the consumption of commitments and payments for the entire financial year. Starting 2012 ABAC all financial transactions are fully represented in ABAC.

For the general accounting EBA implemented SAP on 10 June 2011. SAP is the accounting system used by the European Commission which is directly linked to ABAC. Until this date, it used SAGE¹, the system established by CEBS, for the financial accounting. A transition balance as at 10 June 2011 was established.

¹ SAGE is tailor-made accounting system for small and medium-sized business companies, organisations and institutions.

On 28 August 2011 EBA established the asset registration system of the European Commission (ABAC Assets) in order to track physically the individual items of the fixed assets. ABAC Assets is integrated in the Agency's accounting system.

No system existed for that purpose in CEBS.

During the months of August and September 2011, EBA proceeded with a physical inventory of the fixed assets received from CEBS. No significant variances have been identified.

5.3. Budget Execution

The EBA Management Board approved the budget 2011 in its inauguration meeting on 12 January 2011.

At the end of its first year, EBA registered a budget execution ratio for commitments of 71% and for payments of 59%. The concrete split per title is as follows:

| Title | Budget Appropriations (1) | Committed (2) | Committed % | Paid (3) | % Paid (3/1) | Carry Forward | Not Committed |
|--------------------------------------|---------------------------|------------------|-------------|------------------|--------------|------------------|------------------|
| Title 1 - Staff expenditure | 6,407,650 | 5,810,459 | 91% | 5,308,649 | 83% | 501,809 | 597,191 |
| Title 2 - Administrative expenditure | 3,252,000 | 1,859,319 | 57% | 1,400,590 | 43% | 458,729 | 1,392,681 |
| Title 3 - Operational expenditure | 3,023,350 | 1,384,252 | 46% | 726,978 | 24% | 657,275 | 1,639,098 |
| Total | 12,683,000 | 9,054,030 | 71% | 7,436,217 | 59% | 1,617,813 | 3,628,970 |

The commitment execution rate of 91% in Title 1 is in line with the number of positions filled at 31/12/2011 (41 out of 46 foreseen in the establishment plan). The lower rate in terms of payments (83%) is mainly due to the late invoicing of the seconded staff by the National Supervisory Authorities.

Lower level of execution in Title 3 relates mainly to the IT area. It is explained by both a longer than expected recruitment of the necessary IT staff and length in the procurement procedure. Though the Authority's internal objectives were not fully achieved, the objectives related to the Development and maintenance of a central database, belonging to the core mission of the Authority, were actually achieved.

Other expenses in title 3 such as trainings related to Supervisory culture were mainly financed by National Supervisory Authorities as opposed to by the EBA, as originally anticipated.

The report on detailed implementation of the budget by budget line is shown in note 4.4

6. BUDGET TRANSFERS

| Budget Line | Description | INITIAL Budget appropriations (a) | Transfers 2011 (b) | FINAL Budget (after transfers) appropriations (a+b) |
|-------------|--|-----------------------------------|--------------------|---|
| A-1100 | Basic salaries | 2,528,036.00 | | 2,528,036.00 |
| A-1101 | Family allowances | 145,362.00 | 40,000.00 | 185,362.00 |
| A-1102 | Expatriation and foreign residence allowances | 342,195.00 | | 342,195.00 |
| A-1110 | Seconded national experts | 120,000.00 | 124,000.00 | 244,000.00 |
| A-1111 | Contract agents | 300,000.00 | -145,175.26 | 154,824.74 |
| A-1120 | Salaries | 250,000.00 | -244,905.84 | 5,094.16 |
| A-1125 | Seconded from supervisory authorities | 859,387.00 | -120,594.69 | 738,792.31 |
| A-1130 | Insurance against sickness | 89,492.00 | | 89,492.00 |
| A-1131 | Insurance against accidents and occupational disease | 20,477.00 | | 20,477.00 |
| A-1132 | Insurance against unemployment | 31,348.00 | 5,000.00 | 36,348.00 |
| A-1140 | Birth and death grants | 10,000.00 | | 10,000.00 |
| A-1141 | Travel expenses for annual leave | 120,000.00 | -47,024.05 | 72,975.95 |
| A-1142 | Other allowances and repayments | 5,000.00 | -5,000.00 | 0.00 |
| A-1150 | Overtime | 10,000.00 | | 10,000.00 |
| A-1160 | Salary weighting | 582,006.00 | 404,905.84 | 986,911.84 |
| 11 | total chapter 11 | 5,413,303.00 | 11,206.00 | 5,424,509.00 |
| A-1200 | Expenditure on recruitment procedure | 66,000.00 | | 66,000.00 |
| A-1210 | Travel expenses of recruited staff and family | 45,000.00 | | 45,000.00 |
| A-1220 | Installation, resettlement and transfer allowances | 242,220.00 | -30,000.00 | 212,220.00 |
| A-1230 | Removal expenses | 14,000.00 | 30,000.00 | 44,000.00 |
| A-1240 | Temporary daily subsistence allowances | 122,742.00 | | 122,742.00 |
| A-1260 | Provisional appropriation | 86,206.00 | -86,206.00 | 0.00 |
| A-1270 | Freelance proofreading | 30,000.00 | -30,000.00 | 0.00 |

| Budget Line | Description | INITIAL Budget appropriations (a) | Transfers 2011 (b) | FINAL Budget (after transfers) appropriations (a+b) |
|-------------|--|-----------------------------------|--------------------|---|
| A-1290 | External services | 25,029.00 | 105,000.00 | 130,029.00 |
| 12 | total chapter 12 | 631,197.00 | -11,206.00 | 619,991.00 |
| A-1300 | Administrative mission expenses | 471,000.00 | -233,350.00 | 237,650.00 |
| 13 | total chapter 13 | 471,000.00 | -233,350.00 | 237,650.00 |
| A-1400 | Medical service | 23,000.00 | | 23,000.00 |
| A-1410 | Early childhood centres and other creches | 5,000.00 | | 5,000.00 |
| 14 | total chapter 14 | 28,000.00 | 0.00 | 28,000.00 |
| A-1600 | Training | 64,500.00 | | 64,500.00 |
| 16 | total chapter 16 | 64,500.00 | 0.00 | 64,500.00 |
| A-1700 | Representation expenses, receptions and events | 26,000.00 | 7,000.00 | 33,000.00 |
| 17 | total chapter 17 | 26,000.00 | 7,000.00 | 33,000.00 |
| | TOTAL TITLE 1 | 6,634,000.00 | -226,350.00 | 6,407,650.00 |
| A-2000 | Rental of building | 847,381.00 | -19,000.00 | 828,381.00 |
| A-2010 | Insurance | 67,253.00 | | 67,253.00 |
| A-2020 | Water, gas, electricity, heating | 410,400.00 | -30,000.00 | 380,400.00 |
| A-2030 | Maintenance and cleaning | 40,352.00 | | 40,352.00 |
| A-2040 | Taxes - London Business rates | 381,994.00 | | 381,994.00 |
| A-2050 | Fitting out premises and refurbishment works | 300,000.00 | -26,000.00 | 274,000.00 |
| 20 | total chapter 20 | 2,047,380.00 | -75,000.00 | 1,972,380.00 |
| A-2100 | Purchase of hardware and software | 122,525.00 | | 122,525.00 |
| A-2103 | Maintenance of hardware and software | 78,416.00 | | 78,416.00 |
| A-2105 | Website | 96,679.00 | | 96,679.00 |
| 21 | total chapter 21 | 297,620.00 | 0.00 | 297,620.00 |
| A-2201 | Hire of technical equipment and installations | 15,120.00 | | 15,120.00 |
| A-2202 | Maintenance and repairs | 38,880.00 | | 38,880.00 |
| 22 | total chapter 22 | 54,000.00 | 0.00 | 54,000.00 |
| A-2300 | Stationery and office supplies | 44,167.00 | 30,000.00 | 74,167.00 |
| A-2301 | Subscriptions to newspapers and periodicals | 25,000.00 | 19,841.00 | 44,841.00 |

| Budget Line | Description | INITIAL Budget appropriations (a) | Transfers 2011 (b) | FINAL Budget (after transfers) appropriations (a+b) |
|-------------|--|-----------------------------------|--------------------|---|
| A-2310 | Bank and financial charges | 3,533.00 | | 3,533.00 |
| A-2320 | Legal advise | 5,300.00 | 28,300.00 | 33,600.00 |
| A-2332 | Other administrative expenditure | 0.00 | 4,500.00 | 4,500.00 |
| 23 | total | 78,000.00 | 82,641.00 | 160,641.00 |
| A-2400 | Postal and delivery charges | 5,000.00 | | 5,000.00 |
| A-2410 | Telecommunication charges | 95,000.00 | 26,000.00 | 121,000.00 |
| A-2420 | Telecommunication equipment and installations | 10,000.00 | | 10,000.00 |
| 24 | total chapter 24 | 110,000.00 | 26,000.00 | 136,000.00 |
| A-2500 | Information and publication costs | 111,112.00 | 30,000.00 | 141,112.00 |
| A-2501 | Translation costs, including the CdT | 119,047.00 | -30,000.00 | 89,047.00 |
| A-2502 | Studies | 19,841.00 | -19,841.00 | 0.00 |
| 25 | total chapter 25 | 250,000.00 | -19,841.00 | 230,159.00 |
| A-2600 | General meeting expenses | 75,000.00 | | 75,000.00 |
| A-2610 | Reimbursement of costs for BSG members | 108,000.00 | | 108,000.00 |
| A-2612 | Expenses relating to consultations | 100,000.00 | -20,800.00 | 79,200.00 |
| A-2620 | Management Board meetings | 26,000.00 | | 26,000.00 |
| A-2630 | Board of Supervisors meetings | 83,000.00 | -20,000.00 | 63,000.00 |
| A-2631 | Other expenses relating to Board of Supervisors | 0.00 | 20,000.00 | 20,000.00 |
| A-2640 | Reimbursement of members cost and per diem | 30,000.00 | | 30,000.00 |
| 26 | total chapter 26 | 422,000.00 | -20,800.00 | 401,200.00 |
| | TOTAL TITLE 2 | 3,259,000.00 | -7,000.00 | 3,252,000.00 |
| B3-100 | Training for national supervisors, staff exchanges | 500,000.00 | -49,866.00 | 450,134.00 |
| B3-110 | Operational missions of staff | 0.00 | 346,645.16 | 346,645.16 |
| 31 | total chapter 31 | 500,000.00 | 296,779.16 | 796,779.16 |
| B3-200 | Reporting application | 525,000.00 | | 525,000.00 |
| B3-210 | Financial institutions register | 50,000.00 | | 50,000.00 |
| B3-220 | Collaboration & document management | 60,000.00 | | 60,000.00 |
| B3-230 | Secure communication | 150,000.00 | | 150,000.00 |

| Budget Line | Description | INITIAL Budget appropriations (a) | Transfers 2011 (b) | FINAL Budget (after transfers) appropriations (a+b) |
|-------------|--|-----------------------------------|--------------------|---|
| B3-240 | Upgrade EBA infrastructure | 140,000.00 | | 140,000.00 |
| B3-250 | Maintenance and running costs | 400,000.00 | | 400,000.00 |
| B3-260 | Steering | 115,000.00 | | 115,000.00 |
| B3-270 | Ad hoc reporting and requests | 150,000.00 | -28,000.00 | 122,000.00 |
| B3-280 | Training & Promotion | 100,000.00 | | 100,000.00 |
| B3-290 | Feasibility studies / Information planning | 200,000.00 | | 200,000.00 |
| 32 | total chapter 32 | 1,890,000.00 | -28,000.00 | 1,862,000.00 |
| B3-300 | Support Systems implementation | 175,000.00 | -35,429.16 | 139,570.84 |
| B3-310 | Audits & Advices equivalent services | 75,000.00 | | 75,000.00 |
| B3-320 | XBRL Network | 150,000.00 | | 150,000.00 |
| 33 | total chapter 33 | 400,000.00 | -35,429.16 | 364,570.84 |
| | TOTAL TITLE 3 | 2,790,000.00 | 233,350.00 | 3,023,350.00 |
| | Grand Total | 12,683,000.00 | 0.00 | 12,683,000.00 |

The standard and general budget structure adopted by the EBA at the beginning of the 2011 needed to be adapted according to the real needs of the Authority. In general, because the budget was prepared before the first year of the activity, there was no past experience available. The transfers were essentially made within the title except one related to missions in order to correctly record operational missions under Title 3 as operational expenditures.