



DE NEDERLANDSE ZAKENCLUB KOREA



Treasurer's Report 2002-2003

Seoul, 31/JUL/03
Albrecht Meeusen

The Dutch Business Club Korea

Notes to Financial Statement Year ending 31 July, 2003

1. General

The Dutch Business Club Korea (the "DBCK") held her first general membership meeting in February 2001. In 2001 the DBCK has initiated the creation of statutes that were approved by the members during that same general membership meeting.

Under the DBCK statutes, the board is to present an annual statement at the end of the activities year for approval by the members in June before the summer holidays. This time the meeting is after the year closing. As member is considered: every person registered as member at the start of the activity year and that has fulfilled related duties (paid membership fee).

Herewith the result of the year 2002/2003, starting July 1, 2002 until and including July 31, 2003.

2. Accounting policies

As per statutes, it is the objective of the Board of the DBCK to cover all activities and expenses by membership fees or contributions to specific activities during the same accounting year. A positive balance at the end of the year taken forward into the next bookyear and be used to finance future activities of the DBCK.

The Board has decided that in the Hamel Year a typical Hamel Gift in the form of Korewijn for speakers would be appropriate. In total 24 bottles were bought (KRW 420,000). The gifts have been booked to the activity when a gift was handed out. The remainder will be transported to next year (KRW 245,000).

The DBCK is a club by and for its members. As a club as the DBCK accept no liability for any costs resulting from acts or mis-behaviour of members. Therefore no reservations nore insurance for these matters have been accounted for. However, this year the Board had to make an exception. On our 12,5 year jubilee DBCK (June 26, 2002) a foto camera was stolen. A similar camera has been bought at KRW 330,000 and was given to the claimant.

More details regarding the Club Cash Box statement can be found hereafter (copy of the statement is attached)

Annual subscriptions and participation fees

The result in year 2002/2003 improved further: in total KRW 5.590.000 subscriptions with a total membership count of 58 (7% increase). All memberships were collected. Each company or private member is liable for a subscription fee of KRW 100.000. Company with three or more members will pay KRW 300.000 per year. Since some members join late in the season the Board has introduced a registration fee for members joining in the last membership quarter starting in May of KRW 30,000.

Activities

The DBCK had a very active year. The total cash balance was KRW 21,400,507 (17% increase against last year). Some of the activities:

- Breakfast regarding the Hamel Year (30/AUG/02),
- Breakfast regarding the Working Relations / 5 day work week by Kim & Chang (27/SEP/02),
- Dinner Sequence on the Korean Economy (McKinsey - 07/OCT/02, Prof Jang - 06/NOV/02), M.Kelder 03/APR/03 & a visit to the Kospi (22/APR/03);
- New year celebration (28/JAN/03)
- Hamel year celebrations
- DBCK Golf (19/MAY/03)

The Board has held three Board Lunch Meetings, which are accounted for in the cash balance on 22/AUG/02, 11/DEC/02, and 04/JUL/03

Interest

KRW 22,341 interest was received over the accounted amount since receivables have been held in cash and in a saving account. Given the lower returns than expected, the DBCK welcomes ideas to increase the return on savings from members (bank or USD accounts).

3. Proposals 2003/2004 and results for 2002/2003

As per last year's statement, in order to make maximum benefit from the memberships fees for next year and save costs the following actions will be taken:

- a. Invoices for membership fees will be forwarded in an attachment to the members via e-mail and for those members who do not have e-mail will be send by mail; also the proof of receipt of the membership fee will be send in the same way;
- b. Cost for No-show (without 24 hrs prior notice deadline stated in the invitation) will be charged to the respective no-show member and will have to be paid;
- c. Soft drinks and beers are served during the lunches. Wine can be sponsored per business lunch by one of the members;
- d. The DBCK Golf Outing (this year KRW 509,350) surplus will also be arranged in 2004. A separate budget will be filed for this occasion and any losses have to be carried by the participants.
- e. All received funds will be put in a bank account to generate interest on the received memberships and other funds

Total potential savings against statement 2002/2003 forward looking was estimated at about KRW 2.000.000. As per statement attached above proposals were realized except under point e. The balance for 2002/2003 has turned out more positive resulting in a saving of 3,823,945 (91% over). As indicated the DBCK Treasury looks for alternatives to increase returns on savings. The reserve will be transferred to the year of 2002/2003 as per statutes.

4. Proposals for 2003/2004

The policy started in 2001/2002 resulted again in a fair result for 2003/2004. Therefore for the new budget year, the Board of the DBCK likes to propose the same tight cash management with an extension that an alternative is searched for to obtain for better interest income on the reserve.

Balance excluding reserve(01/AUG/2002)	KRW 375,002
Total received during Statement year 2002/2003	KRW 21,400,507
Sum of total in cash during reporting year	<u>KRW 21,775,509</u>
Total expenditure during Statement year 2002/2003	<u>KRW 17,951,564</u>
Balance excluding reserve (31/JUL/2003)	<u>KRW 3,823,945</u>
Added to the reserve (incl interest)	<u>KRW 2,059,435</u>
Balance including reserve (31/JUL/2003)	<u>KRW 5,883,380</u>

Since no end year party was arranged for 2002/2003 the DBCK suggests to sponsor the Hamel Cheju Weekend dinner at the Hyatt in Cheju (27-28/SEP/03), depending on whether an agreement can be reached with the Hyatt in Cheju.

Prepared by the Treasurer of the DBCK
Seoul, July 31, 2003

5. Summary Income/Expenses Statement

DUTCH BUSINESS CLUB CASH BOX

AUGUST 1, 2002 U/I JULY 31, 2003

paying members: 55.9 total invoiced members: 57.9

total members: 57.9 (two >3=free)

	IN (KRW)	OUT (KRW)	BALANCE (KRW)	
August 1, 2002 Balance			375,002	
year 2002/2003 Membership fees				
collected memberships	5,590,000			
Invoiced amount	5,590,000			
Balance	-		5,965,002	
August 19, 2002 Dutch Business Club Board Meeting				
Lunch cost		116,820		
Balance			5,848,182	(116,820)
August 22, 2002 Dutch Business Club 's first theft compensation DBCK 12.5years				
1 x camera A10	-	330,000		
Balance			5,518,182	(330,000)
August 30, 2002 Dutch Business Breakfast: Mr. Koets				
Participation	385,000			
Breakfast costs	-	325,000		
November 19, 2002 Admin costs (plaque)		75,000		
Balance			5,503,182	(15,000)
September 27, 2002 Dutch Business Breakfast Kim & Chang				
Participation	467,500			
Breakfast costs	-	490,650		
November 19, 2002 Admin costs (plaque)		75,000		
Balance			5,405,032	(98,150)
October 7, 2002 Dutch Business Dinner Seoul Club: McKinsey				
Participation	630,000			
Dinner Costs	-	538,000		
November 1, 2002 Admin costs (plaque)+flower basket		50,000		
Balance			5,447,032	42,000
November 6, 2002 Dutch Business Dinner Hyatt: Prof. Jang				
Participation	1,100,000			
Dinner Costs	-	1,099,000		
November 19, 2002 Admin costs (plaque)		75,000		
Balance			5,373,032	(74,000)
December 11, 2002 Dutch Business Club Board meeting Q4 - program preparation 2003				
lunch cost		108,000		
Balance			5,265,032	(108,000)
December 15, 2002 interest income				
interest income	6,167		5,271,199	6,167

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January 9, 2003 Dutch Business Club: farewell mr. Peter Oh					
	Plaque + flowers	-	127,000		
	Balance	-	-	5,144,199	(127,000)
January 28, 2003 Dutch Business Club New Year celebration at Frasier suites					
	Participation	10,000			
January 28, 2003	Costs for the drink	-	210,000		
January 28, 2003	Plague		77,000		
January 22, 2003	Mailing costs invitation		92,870		
	Balance	-	-	4,774,329	(369,870)
February 27, 2003 Dutch Business Club Dinner 'Hamel'					
	Participation	680,000			
	Dinner costs	-	820,000		
February 28, 2003	Plague		77,000		
	Balance	-	-	4,557,329	(217,000)
April 3, 2003 Dutch Business Club dinner ' Maarten Kelder - Strategy					
	Participation	1,274,000			
	Dinner Costs	-	1,437,814		
	cash difference previous ev.	104	-		
April 3, 2003	Admin costs (plaque)	-	78,000		
	Balance	-	-	4,315,619	(241,710)
April 22, 2003 Kospi visit + dinner - Gary Pieters					
	participation	280,000			
April 29, 2003	Memory tablet (4x)	-	302,000		
	Balance			4,293,619	(22,000)
April 22, 2003 admin affairs					
April 22, 2003	business cards board		82,000		
May 5, 2003	Gifts bought from Hamel		422,000		
	Receivals for Hamel Bottles	175,000			
	Balance	-	-	3,964,619	(329,000)
May 1, 2003 DBCK GOLF					
	Participation	9,915,000			
	Activity cost (green fees etc)	-	9,405,650		
	Balance			4,473,969	509,350
June 12, 2003 Dutch Business Club Dinner Howard Martin / HeartMath					
	Participation	880,000			
July 7, 2003	plaque		76,500		
	Dinner Costs	-	786,100		
	Balance	-	-	4,491,369	17,400
June 15, 2003 interest income					
	interest income	7,736		4,499,105	7,736
July 4, 2003 DBCK Board meeting (year closing + farewell T.Kluck)					
	Lunch cost		181,660		
	Balance			4,317,445	(181,660)
July 8, 2003 DBCK breakfast with minister of trade					
July 7, 2003	Plague + pins KR/NL costs		476,000		
	Balance			3,841,445	(476,000)
July 26, 2003 DBCK Korean Armistice / Minister of Defence					
	Gift from DBCK to oudstrijders		17,500		
	Balance			3,823,945	(17,500)
July 31, 2003 Closing of the year		21,400,507	17,951,564	3,823,945	
			3,448,943		(2,141,057)