



:HVWRQ 6XSHU 0DUH
1RUWK 6RPHUVHW
%6 %3

'HDU 6LUV

\$XGLW DQG 5HJXODULW\ \$VVXUDQFH (QJDJHPHQW RI 7KH 3ULRU\ /HDUO

,QWURGXFWLRQ

,Q RUGHU WR FDUU\ RXW RXU GXWLHV DQG UHVSQRVLELOLWLHV DV DXGLW
RQ \$XGLWLQJ&RPPXQDFDWRQ ZLWK WKRVH FKDQJHG 'ZLWK RFRPHXQDQDWH
PDWWHUV DULVLQJ IURP WKH DXGLW RI WKH DERYH QDPHG 7UXVW WR \RX

2XU ILHOGZRUN LV FRPSOHWH DQG ZH SURSRVH WR LVVXH DQ XQPRGLLHO

2XU \$\$\$URDFK WR WKH \$XGLW

2XU ZRUN ZDV SODQQHG WR SURYLGH D IRFXVHG DQG UREXVW DXGLW VR
x 3URYLGH DQ LQGSHQGHQW RSLQLRQ DV WR ZKHWKHU WKH ILQDQFL
DQG

x 6WDWH ZKHWKHU WKH ILQDQFLDO VWDWHPHQWV KDYH EHQ SURSH
&RPSDQLHV \$FW DQG WKH UHOHYDQW \$FDGHPHV \$FFRXQWV 'LUH

2XU ZRUN ZDV DOVR SODQQHG WR SURYLGH D 'OLPLWHG DVVXUDQFH' UH
UHOHYDQW \$\$' LVVXH E\ WKH (GXFWRQ DQG 6NLOOV)XQGLQJ \$JHQF\

%HFDXVH RI WKH LQKHUHQW OLPLDWRQV RI DQ DXGLW WRJHWKHU ZLWK
LV DQ XQDYRLGDEOH ULVN WKDW VRPH PDWHULDO PLVVWDWHPHQWV PD
SURSHUO\ SODQQHG DQG SHUIRUPHG LQ DFFRUGDQFH ZLWK ,6\$ 8.

:KHQ SODQQLQJ RXU DXGLW ZRUN ZH VRXJKW WR PLQLPLVH WKH ULVN RI
ILQDQFLDO VWDWHPHQWV 7R GR WKLV ZH FRQVLGHUH ERWK WKH ULVN I
DQG WKH FRQWURO HQYLURQPHQW LQ ZKLFK \RXU \$FDGHP\ 7UXVW RSHU





5HVSQRQVLELOLWLHV RI WKH 7UXVWHHV

7KH WUXVWHHV DUH UHVSQRQVLEOH IRU WKH SUHSDUDWLRQ RI WKH ILQDQ
DOO WKH LQIRUPDWLRQ DQG H[SODQDWRQV ZH FRQVLGHU QHFHVVDU\

7KH PDWWHUV GHDOV ZLWK LQ WKLV OHWWHU FDPH WR RXU DWWHQWLR
DVVXUDQFH SURFHGXUHV ZKLFK DUH GHVLJQHG SULPDULO\ IRU WKH SXU
ILQDQFLDO VWDWHPHQWV RI WKH DERYH 7UXVW DQG SURYLGLQJ D OLPLW

,Q FRQVHTXHQFH RXU ZRUN GLG QRW HQFRPSDVV D GHWDLOHG UHYLHZ R
DQG FDQQRW EH UHOLHG XSRQ QHFHVVDULO\ WR GLVFORVH GHIDOFDWL
SRVVLEOH LPSURYHPPHQWV LQ LQWHUQDO FRQWURO WKDW D PRUH H[WHQV

:H ZRXOG EH SOHDVHG WR GLVFXVV DQ\ IXUWKHU ZRUN LQ WKLV UHJDUG

\$XGLW 0DWHULDOLW\

,Q FDUU\LQJ RXW RXU DXGLW ZRUN ZH FRQVLGHUHG ZKHWKHU WKH ILQD
PLVVWDWHPHQW\

0DWHULDOLW\ LV DQ H[SUHVVLRQ RI WKH UHODWLYH VLJQLILFDQFH RI D S
VWDWHPHQW DV D ZKROH \$Q LWHP ZLOO QRUPDOO\ EH FRQVLGHUHG P
LQIOXHQFH WKH GHFLVLRQV RI WKRVH XVLQJ WKH ILQDQFLDO VWDWHPHQW

7KH DVVHVVPHQW RI ZKHWKHU D PLVVWDWHPHQW LV PDWHULDO LQ WKH F
RI SURIHVVLRQDO MXGJHPHQW DQG ZLOO KDYH UHJDUG WR ERWK WKH D
7KXV GLIIHUHQW PDWHULDOLW\ OHYHOV PD\ EH DSSURSULDWH ZKHQ FRQ
VWDWHPHQWV

7KH DVVHVVPHQW RI ZKHWKHU D PLVVWDWHPHQW LV PDWHULDO LQ WKH F
EHHQ HYDOXDWHG LQ WKH VDPH ZD\ DV WKH 'WUXH DQG IDLU' DXGLW RI V

\$XGLW DGMXVWPHQWV

'XULQJ WKH FRXUVH RI RXU DXGLW ZH KDYH LGHQWLILHG DGMXVWPHQWV
VWDWHPHQWV RQ WKH DJUHHPHQW RI PDQDJHPHQW 7KHVH DUH DWWDFK

,QWHUQDO ILQDQFLDO FRQWUROV

2XU UHYLHZ RI WKH 7UXVW V\WHP RI LQWHUQDO FRQWURO LV FDUULH
WKH ILQDQFLDO VWDWHPHQWV RI WKH 7UXVW LV QRW SULPDULO\ GLUHFV
RI ZHDNQHVVHV RU WKH GHWHFWLRQ RI IUDXG RU RWKHU LUUHJXODULWLV
IRUPLQJ WKDW RSLQLRQ DQG VKRXOG QRW WKHUHIRUH EH UHOLHG XSRQ



7KLV OHWWHU KDV EHHQ SUHSDUHG IRU WKH VROH XVH RI WKH %RDUG RI 7
RI WKH \$FDGHP\ 7UXVW :H XQGHUVWDQG WKDW \RX DUH UHTXLUHG WR SU
DQG 6NLOOV)XQGLQJ \$JHQF\ ZKR PD\ VKDUH WKLV LQIRUPDWLRQ LQWHU
PDNLQJ SXUSRVHV :LWK WKH H[FHSWLRQ RI WKLV QR UHSRUWV PD\ EH S
FRQVHQW 1R UHVSQRVLELOLWLHV DUH DFFHSWHG E\ %LVKRS)OHPLQJ W
DFWLRQ DV D UHVXOW RI WKLV UHSRUW

)LQDOO\ ZH ZRXOG OLNH WR WDNH WKLV RSSRUWXQLW\ WR WKDQN \RXU
WKURXJKRXW RXU DXGLW ,I WKHUH DUH DQ\ IXUWKHU PDWWHUV ZKLFK \RX
GR QRW KHVLWDWH WR FDOO XV

<RXUV IDLWKIXOO\



%,6+23)/(0,1*//3