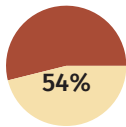
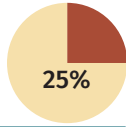
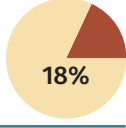
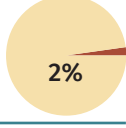



CONFERENCE ON JEWISH MATERIAL CLAIMS AGAINST GERMANY

SUMMARY OF FINANCIAL STATEMENTS YEAR ENDED 2013

The following is a summary and explanation, prepared by the Claims Conference, of the 2013 Financial Statements. Amounts are rounded and may not equal totals due to rounding. The audited Financial Statements are available by calling or writing the Claims Conference, or on our website: www.claimscon.org.

Revenues for the Year Ended December 31, 2013

Direct Compensation to Survivors ¹	\$437.8 million	
Implementation of Social Welfare Programs ²	\$206.8 million	
Income Regarding Property ³	\$146.1 million	
Reimbursement of Administrative Expenses ⁴	\$16.7 million	
Other ⁵	\$5.4 million	
Total – Statement of Activities		\$812.8 million
Funds from Swiss Banks Settlement for Payments to Account Holders and Heirs ⁶	\$1.0 million	
Total Funds Received		\$813.8 million

1) DIRECT COMPENSATION TO SURVIVORS is comprised of revenue used to make individual compensation payments to survivors; primarily German government funding for the Article 2 Fund, Hardship Fund and the Central and Eastern European Fund. This funding is for payments to individual survivors under programs administered according to specific criteria set by the German government. These funds are transferred directly to individual eligible survivors.

2) IMPLEMENTATION OF SOCIAL WELFARE PROGRAMS refers to funds received by the Claims Conference to fund social welfare grants primarily for in-home services on behalf of the German government.

3) INCOME REGARDING PROPERTY refers to the funds generated by the Successor Organization, which recovers and sells or receives compensation for unclaimed Jewish property in the former East Germany. It is comprised primarily of: the sale of and compensation for sold and unsold restituted property (\$83 million), rental income (\$2 million) from property before it is sold and payments to the Claims Conference from the German government resulting from negotiations under the Bulk Settlement related to the textile/ apparel industry and securities for minor stakeholders (\$61 million).

4) REIMBURSEMENT OF ADMINISTRATIVE EXPENSES refers to the amount the Claims Conference receives in

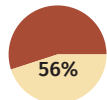
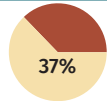
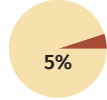
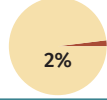
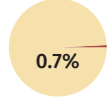
reimbursement for administrative expenses from various sources.

5) OTHER is comprised primarily of investment and interest income from assets (\$4 million) and income related to an insurance settlement (\$1 million).

6) FUNDS FROM SWISS BANKS SETTLEMENT FOR PAYMENTS TO ACCOUNT HOLDERS AND HEIRS (\$1 million) refer to the funds awarded to claimants by the Court under the Swiss Banks Settlement Deposited Assets Class. Under this program, the Claims Conference provides technical assistance with regard to claims processing. The funds were distributed by the Claims Conference in 2013. These disbursements are not recorded in the 2013 Statement of Activities of the Claims Conference.

Note: Numbers do not add up to 100% due to rounding.

Expenses for the Year Ended December 31, 2013

Direct Compensation to Survivors ¹	\$396.0 million	
Allocations to Institutions ²	\$261.4 million	
Administration ³	\$33.2 million	
Heirs of Property - Goodwill Fund ⁴	\$13.4 million	
Other ⁵	\$4.8 million	
Total – Statement of Activities	\$708.8 million	
Funds from Swiss Banks Settlement for Payments to Account Holders and Heirs ⁶	\$1.0 million	
Total Funds Distributed	\$709.8 million	

1) DIRECT COMPENSATION TO SURVIVORS is comprised of payments for compensation programs for individual survivors (contractual programs) totaling approximately \$396 million. In certain limited cases, heirs also received payments. These payments were primarily funded by the German government and included the following: Article 2 Fund: Monthly pensions for Holocaust survivors living in need (not in Eastern Europe or the former Soviet Union). \$245 million was paid in 2013. Hardship Fund: One-time payments for Jewish victims of Nazi persecution who did not receive a payment under the German Federal Indemnification Law and who suffered damage to health. \$74 million was paid in 2013. Central and Eastern European Fund: Monthly pensions for Holocaust survivors in Eastern Europe and the republics of the Former Soviet Union. \$77 million was paid in 2013.

2) ALLOCATIONS TO INSTITUTIONS totaled approximately \$261 million, net of cancellations and other adjustments. Approximately \$67 million was allocated from the Claims Conference Successor

Organization, which recovers and sells unclaimed Jewish property in the former East Germany. Most of these allocations are for social care programs for elderly, needy Jewish victims of Nazi persecution. Programs include provision of homecare and case management, emergency assistance grants, food packages, medical equipment, nursing beds and senior day centers. The remainder supports Shoah research, education and documentation. The Claims Conference made the following further social welfare allocations in 2013 to benefit needy Jewish victims of Nazism: \$179 million for in-home services to needy survivors funded by the German government; \$7 million comprised primarily of certain ongoing government programs; \$6 million under the Swiss Banks Settlement Fund; and \$2 million from the Weinberg Foundation.

3) ADMINISTRATION is comprised of expenses incurred to manage the Claims Conference institutional allocation and contractual obligation programs. A significant portion of these expenses are reimbursed from various sources.

4) HEIRS OF PROPERTY - GOODWILL FUND is the net amount representing applications that were approved as a liability under the Goodwill program during 2013.

5) OTHER expenses of approximately \$5 million is comprised primarily of costs of management and other costs of restituted properties as well as the property restitution program (general Frankfurt office Successor Organization administrative costs which is attributable to the property restitution program (i.e. to represent costs of recovering property)).

6) FUNDS FROM SWISS BANKS SETTLEMENT FOR PAYMENTS TO ACCOUNT HOLDERS AND HEIRS (\$1 million) refer to the funds awarded to claimants by the Court under the Swiss Banks Settlement Deposited Assets Class. Under this program, the Claims Conference provides technical assistance with regard to claims processing. The funds were distributed by the Claims Conference in 2013. These disbursements are not recorded in the 2013 Statement of Activities of the Claims Conference.

NOTE: In these charts, revenues exceed expenditures, mainly due to Successor Organization grants for homecare and other services for Holocaust survivors often being made on a two-year cycle and that large grants were reflected in the 2012 financial statements even though they were for programs in 2013; more than \$36.7 million was received from the German government in late December 2013 for payments to individual survivors that were made in early January 2014; and the Swiss Banks Settlement allocation of \$11.25 million made in 2013 (recorded by the Claims Conference as 2013 revenue) is to be used over a five-year period, out of which the Claims Conference actually received approximately \$1.1 million in 2013.

Note: Numbers do not add up to 100% due to rounding.

Liabilities and Net Assets as of December 31, 2013

Grants Payable – Previously Allocated ¹	\$290.4 million	
Goodwill Fund Awardees – Property Owners and Heirs ²	\$53.8 million	
Accrued Expenses ³	\$23.3 million	
Deferred Income and Other ⁴	\$8.8 million	
Designated for Programs ⁵	\$305.9 million	
Designated for Goodwill, Late Applicants Fund & Other Uses ⁶	\$88.0 million	
Designated for Longer-Term Needs ⁷	\$184.9 million	
Designated for Future Costs ⁸	\$9.4 million	
Designated for Contractual Obligations ⁹	\$48.0 million	
Estimated Value of Unsold Restituted Properties ¹⁰	\$4.8 million	

Total Liabilities and Net Assets

\$1.017 Billion

1) GRANTS PAYABLE—PREVIOUSLY ALLOCATED refers primarily to funds on hand at December 31, 2013 that have already been allocated but not disbursed. It includes grants that are multi-year in nature or for capital projects that take time to complete. The Claims Conference, in keeping with its fiduciary obligation, releases funds to agencies only as and when appropriate accounting and reporting has been provided. It includes grants made primarily from funds of the Successor Organization as well as the German government for in-home services, ICHEIC, the Hungarian government, the Austrian government, the Swiss Banks Settlement and the Weinberg Fund. It also includes funds for payments to identified eligible individuals under compensation programs where the amounts were received at the end of 2013 for disbursement during 2014.

2) GOODWILL FUND AWARDEES—PROPERTY OWNERS AND HEIRS was established by the Claims Conference in order to set aside funds for payments to certain Jewish property owners or heirs who had not filed claims by the German deadline and thus were no longer entitled to the asset or its proceeds under German law.

3) ACCRUED EXPENSES is comprised of expenses incurred in 2013 that are anticipated to be paid in 2014.

4) DEFERRED INCOME AND OTHER is comprised primarily of funds which the Claims Conference has collected on behalf of the German government, mostly representing funds recovered in connection with the Hardship Fund and Article 2 fraud investigation and related asset recovery program.

5) DESIGNATED FOR PROGRAMS refers to funds available for allocation for social welfare programs (e.g., in-home services and case management, emergency assistance grants, food packages, medical equipment, nursing beds and senior day centers, etc.) and other programs to be made over the next three years. It includes funds from the Successor Organization and other various programs.

6) DESIGNATED FOR GOODWILL FUND & LATE APPLICANTS FUNDS & OTHER USES primarily represents funds held for certain Goodwill Fund applications where the approval process has not been completed or where the applicant missed the established deadline. It also includes applications where either the required documentary evidence has still not been presented, a determination has not been made regarding the validity of certain claims, or where it is estimated that the funds may potentially otherwise be subject to Goodwill Fund claims.

7) DESIGNATED FOR LONGER-TERM NEEDS represents certain net assets set aside

by the Board of Directors in 2000 to establish a fund to support longer-term needs of Jewish victims of Nazi persecution and other needs arising from the Holocaust after income from current Claims Conference activities declines. This was based on the recommendations of a Planning Committee which found that there would be a significant number of Nazi victims living in poor conditions over the next number of years. Details are included in the Annual Report as well as in demographic data, which is available on the Claims Conference website, www.claimscon.org.

8) DESIGNATED FOR FUTURE COSTS represents funds designated for future costs, i.e., funds earmarked for expenditures to take place in 2014 and thereafter.

9) DESIGNATED FOR CONTRACTUAL OBLIGATIONS is composed of funds received in 2013 that are designated for payments to individuals to be identified under individual compensation programs in 2014.

10) ESTIMATED VALUE OF UNSOLD RESTITUTED PROPERTIES is the net estimated value of unsold restituted properties after amounts for Goodwill Fund liability and amounts Designated for Goodwill Fund and Late Applicants Fund and Other Uses are taken into account.

Note: Numbers do not add up to 100% due to rounding.