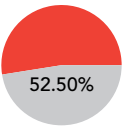
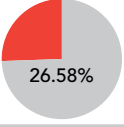
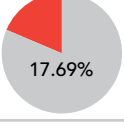
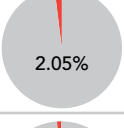
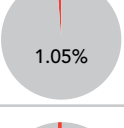
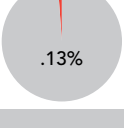


CONFERENCE ON JEWISH MATERIAL CLAIMS AGAINST GERMANY

SUMMARY OF FINANCIAL STATEMENTS YEAR ENDED 2012

The following is a summary and explanation, prepared by the Claims Conference, of the 2012 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, 2012

Direct Compensation to Survivors¹	\$334 million	
Implementation of Social Welfare Programs²	\$169 million	
Income Regarding Property³	\$113 million	
Reimbursement of Administrative Expenses⁴	\$13 million	
Other⁵	\$7 million	
Reimbursement for Implementation of Technical Services⁶	\$1 million	
Total – Statement of Activities	\$637 million	
Funds from Swiss Banks Settlement for Payments to Account Holders and Heirs⁷	\$10 million	
Total Funds Received	\$647 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, Central and Eastern European Fund and the Holocaust Victim Compensation 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 (\$87 million), rental income (\$3 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 (\$22 million).

⁴⁾ Reimbursement of Administrative Expenses refers to the amount the Claims Conference receives in reimbursement for administrative expenses from various sources.

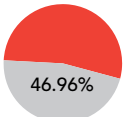
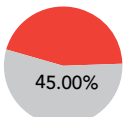
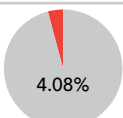
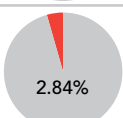
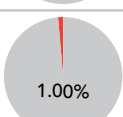
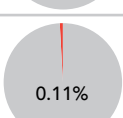
⁵⁾ Other is composed primarily of investment and interest income from assets.

⁶⁾ Reimbursement for Implementation of Technical Services refers to reimbursement of expenses incurred by

the Claims Conference in providing technical assistance primarily for the Swiss Banks Settlement Deposited Assets program.

⁷⁾ Funds from Swiss Banks Settlement for Payments to Account Holders and Heirs (\$10 million) refers 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 2012. These disbursements are not recorded in the 2012 Statement of Activities of the Claims Conference.

Expenses for the Year Ended December 31, 2012

Direct Compensation to Survivors¹	\$345 million	
Allocations²	\$330 million	
Administration³	\$30 million	
Heirs of Property - Goodwill Fund⁴	\$21 million	
Other⁵	\$7 million	
Implementation of Technical Services⁶	\$1 million	
Total – Statement of Activities	\$734 million	
Funds from Swiss Banks Settlement for Payments to Account Holders and Heirs⁷	\$10 million	
Total Funds Distributed	\$744 million	

¹⁾ Direct Compensation to Survivors is comprised of payments for compensation programs for individual survivors (contractual programs) totaling approximately \$345 million. In certain limited cases, heirs also received payments. These payments are 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). \$235 million was paid in 2012.

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. \$58 million was paid in 2012.

Central and Eastern European Fund: Monthly pensions for Holocaust survivors in Eastern Europe and the republics of the Former Soviet Union. \$47 million was paid in 2012.

Holocaust Victim Compensation Fund: One-time payments for Jewish victims of Nazi persecution in the European Union countries of the former Soviet bloc who did not receive a payment under the German Federal Indemnification Law and who suffered damage to health. \$5 million was paid in 2012.

²⁾ Allocations to institutions totaled approximately \$330 million, net of cancellations and other adjustments.

Approximately \$158 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 2012 to benefit needy Jewish victims of Nazism:

\$162 million for in-home services to needy survivors funded by the German government;

\$8 million comprised primarily of certain ongoing government programs; 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.

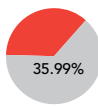


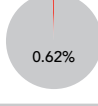
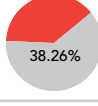
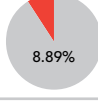
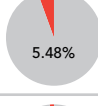
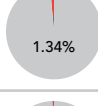
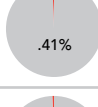
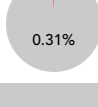
⁴⁾ Heirs of Property - Goodwill Fund is the net amount representing applications that were approved as a liability under the Goodwill program during 2012.

⁵⁾ Other is composed primarily of costs of management and other costs of restituted properties as well as the property restitution program (which reflects an amount of approximately \$7 million of general Frankfurt office Successor Organization administrative costs which is attributable to the property restitution program, i.e., to represent costs of recovering property).

⁶⁾ Implementation of Technical Services refers to the expenses incurred by the Claims Conference in providing technical assistance for the Court under the Swiss Banks Settlement (primarily regarding dormant accounts). Costs incurred by the Claims Conference are reimbursed.

⁷⁾ Funds from Swiss Banks Settlement for Payments to Account Holders and Heirs (\$10 million) refers 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 2012. These disbursements are not recorded in the 2012 Statement of Activities of the Claims Conference.

Liabilities and Net Assets as of December 31, 2012

Grants Payable – Previously Allocated¹	\$348 million	
Goodwill Fund Awardees – Property Owners and Heirs²	\$59 million	
Accrued Expenses³	\$25 million	
Deferred Income and Other⁴	\$6 million	
Designated for Programs⁵	\$370 million	
Designated for Goodwill, Late Applicants Fund & Other Uses⁶	\$86 million	
Designated for Longer-Term Needs⁷	\$53 million	
Designated for Future Costs⁸	\$13 million	
Designated for Contractual Obligations⁹	\$4 million	
Estimated Value of Unsold Restituted Properties (Net)¹⁰	\$3 million	
Total Liabilities and Net Assets	\$967 million	

¹) Grants Payable – Previously Allocated refers primarily to funds on hand at December 31, 2012 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 Gold Train Settlement, 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 2012 for disbursement during 2013.

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 2012 that are anticipated to be paid in 2013.

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 two years. It includes funds from the Successor Organization and other various programs.

⁶) Designated for Goodwill Fund and Late Applicants Funds and 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 2013 and thereafter.

⁹) Designated for Contractual Obligations is composed of funds received in 2012 that are designated for payments to individuals to be identified under individual compensation programs in 2013.

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.