

To:
The Management of
Foundation for Sustainable Economic Development
PREDA PLUS
PRILEP

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the Foundation for Sustainable Economic Development "PREDA PLUS" from Prilep (in the following text "the Foundation"), which comprise the Balance Sheet as of 31 December 2014, the Statement of Revenues and Expenses and Statement of Changes in Funds for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Accounting Law for Non-profit Organizations and the standards for reporting under the cash basis of accounting. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

STATEMENT OF REVENUES AND EXPENSES
For the Year Ended 31 December 2014 and 2013
in MKD thousands

To:

The Management of

Foundation for Sustainable Economic Development

PREDA PLUS

PRILEP

INDEPENDENT AUDITOR'S REPORT (Continued)

Auditor's opinion

In our opinion, the financial statements of Foundation for Sustainable Economic Development "PREDA PLUS", Prilep give a true and fair view, in all material aspects, of the financial position of the Foundation as of 31 December 2014, as well as the operating results and the changes in the funds for the year than ended, in accordance with the Accounting Law for Non-profit Organizations and standards for reporting under the cash basis of accounting.

Skopje, 22 November 2016

Certified Auditor
Zvonko Kocovski



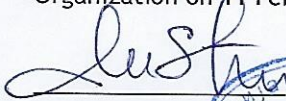

Manager
Dragan Dimitrov

STATEMENT OF REVENUES AND EXPENSES
For the Year Ended 31 December 2014 and 2013
In MKD thousands

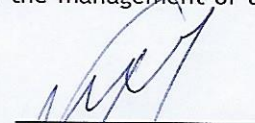
	Notes	2014	2013
ASSETS			
NON-CURRENT ASSETS			
Granted donations	4	5.470	5.872
Income from services	5	919	1.615
Finance income / (expenses)	6	3	37
Other revenues	7	11	106
Transferred surplus of revenues from previous year		3.384	496
TOTAL REVENUES		9.787	8.126
EXPENSES			
Operating expenses	8	(2.215)	(1.851)
Expenses for employees	9	(3.666)	(1.804)
Capital expenses	10	(34)	(7)
Social and other transfer	11	(1.395)	(1.195)
Taxes	12	(25)	-
TOTAL EXPENSES		(7.334)	(4.857)
Surplus of revenues over expenses before taxes		2.453	3.405
Income Taxes	13	(31)	(21)
Surplus of revenues over expenses after taxation		2.423	3.384

The accompanying notes form an integral part of these financial statements.

The accompanying financial statements were authorised for issue by the management of the Organization on 11 February 2015 and were signed on its behalf by:


Executive Director
Marjan Stepanovski




Finance Officer
Goce Kostoski

BALANCE SHEET
As of 31 December 2014 and 2013
In MKD thousands

PREDALUS - PRILEP

	Notes	31 December 2014	31 December 2013
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	14	771	998
		<u>771</u>	<u>998</u>
CURRENT ASSETS			
Cash and cash equivalents	15	2.041	2.565
Accounts receivable	16	-	444
Other current assets and prepayments	17	444	452
		<u>2.485</u>	<u>3.461</u>
TOTAL ASSETS		<u>3.256</u>	<u>4.459</u>
LIABILITIES AND OPERATING FUND			
OPERATING FUND			
Operating Fund	18	827	1.054
Surplus of revenues over expenses		2.423	3.384
		<u>3.250</u>	<u>4.438</u>
CURRENT LIABILITIES			
Accounts payable	19	4	21
Other short term liabilities, accruals and deferred income	20	2	-
		<u>6</u>	<u>21</u>
TOTAL LIABILITIES AND FUNDS		<u>3.256</u>	<u>4.459</u>

The accompanying notes form an integral part of these financial statements.