

To:
The Management of
PREDA Plus
Prilep

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the Foundation PREDA Plus Prilep, (in the following text "the Foundation"), which comprise the Balance Sheet as of 31 December 2016, 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 the Auditing Standards applicable in the Republic of Macedonia¹. 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.

¹ International Standards on Auditing ("ISA") issued by the International Auditing and Assurance Standards Board (IAASB), which are in effect from 15 December 2009, translated and published in Official Gazette of RM no. 79 from 2010

To:
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INDEPENDENT AUDITOR'S REPORT (Continued)

Auditor's opinion

In our opinion, the financial statements of the Foundation PREDA Plus Prilep, give a true and fair view, in all material aspects, of the financial position of the Foundation as of 31 December 2016, 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.

Other matters

The financial statements as of and for the year ended 31 December 2015 were audited by another auditor which in its report as of 22 November 2015 expressed unqualified opinion on those financial statements.

Certified Auditor, Partner

Darko Kalin



Director

Darko Kalin

29 January 2018

STATEMENT OF REVENUES AND EXPENSES
For the Year Ended 31 December 2016 and 2015
In MKD thousands

PREDА Plus Prilep

	Notes	2016	2015
ASSETS			
NON-CURRENT ASSETS			
Granted donations	4	43.868	25.348
Sales	5	-	31
Other income	6	1	25
Surplus of revenues over expenses from previous years		9.103	2.423
TOTAL REVENUES		52.972	27.827
TOTAL ASSETS			
Operating expenses	7	(33.347)	(8.236)
Expenses for employees	8	(6.882)	(5.546)
Capital expenses	9	(270)	(61)
Other services	10	(4.998)	(4.848)
TOTAL EXPENSES		(45.497)	(18.691)
Surplus of revenues over expenses before taxes		7.475	9.136
Income Tax	11	(44)	(33)
Surplus of revenues over expenses after taxation		7.431	9.103

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

The accompanying financial statements were authorised for issue by the management of the Foundation and were signed on its behalf by:

 

Marjan Stepanovski,

Executive Director

BALANCE SHEET
As of 31 December 2016 and 2015
In MKD thousands

	Notes	31 December 2016	31 December 2015
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	12	597	566
		597	566
CURRENT ASSETS			
Cash and cash equivalents	13	7.654	8.699
Other current assets and prepayments	14	32	470
		7.686	9.169
TOTAL ASSETS		8.283	9.735
LIABILITIES AND OPERATING FUND			
OPERATING FUND			
Operating Fund		653	622
Surplus of revenues over expenses after taxation		7.431	9.103
	15	8.084	9.725
CURRENT LIABILITIES			
Accounts payable	16	164	10
Other current liabilities	17	35	-
		199	10
TOTAL LIABILITIES AND FUNDS		8.283	9.735