

R & P AUDITING

FINANCIAL STATEMENTS FUND FOR ACTIVE CITIZENSHIP NGF PODGORICA DECEMBER 31, 2016

INDEPENDENT AUDITORS' REPORT

March 2018

This is an English translation of the original version in Montenegrin Language

R & P AUDITING

INDEPENDENT AUDITORS' REPORT

*TO THE FOUNDER OF NGF
FUND FOR ACTIVE CITIZENSHIP*

We have audited the accompanying financial statements NGF *FUND FOR ACTIVE CITIZENSHIP* (hereinafter fAKT) for the period from January 01, 2016 to December 31, 2016, (page 3 to19), which comprise of the Statement of Comprehensive Income, Statement of financial position and Statement of Cash Flow.

Management's Responsibility for the Financial Statements

fAKT management is responsible for these financial statements in accordance with the accounting regulation in Montenegro. 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 accomplished audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require compliancy 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 judgment, 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 solid basis for our audit opinion.

Opinion

In our opinion, the fAKT financial statements (page 3 to19) for the period from January 01, 2016 to December 31. 2016, present fairly and objectively, in all material respects, the Income and Expenditures connected with the Grant Agreements awarded by Donors, and its Cash Flows, in accordance with the International Accounting Practices. fAKT complied, in all material respects, with the requirements of the Grant Agreements and its total operations consist only of activities related to the realisation of the upper stated programs.

R&P AUDITING
March 30th ,2018



Radunović Vesna

Radunović Vesna, Authorized Auditor
(License No.017 issued on April 19, 2006.)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER, 2016

STATEMENT OF COMPREHENSIVE INCOME

(In EUR) From January 01 to December 31, 2016

	<i>2016</i>	<i>2015</i>
Income	317.557	357.943
Income from Donors	317.557	357.643
Income from refundation	-	300
Total expenditure	(317.578)	(357.955)
Operational expenses	(116.722)	(113.920)
Office costs	(7.886)	(5.796)
Staff costs	(98.607)	(97.752)
Depreciation	(10.229)	(10.372)
Program costs	(187.524)	(229.493)
Regranting	(134.598)	(182.304)
Seminars	(38.981)	(29.624)
Marketing	(4.357)	(2.916)
Travel	(4.610)	(6.910)
Daily allowance	(4.978)	(7.740)
Other operating expenses	(13.332)	(14.542)
Services	(13.332)	(14.542)
Other expenses	(0)	(0)
Financial expenses/income, net	21	12

Notes on the following pages
form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER, 2016

STATEMENT OF FINANCIAL POSITION

(In EUR) On December 31, 2016

	<i>(U €)</i>	
	2016	2015
<u>ASSETS</u>		
Non – current assets	121.920	132.148
Equipment	121.920	132.148
Current assets	607.994	615.578
Cash and cash equivalents	607.994	615.578
Total assets	729.914	747.726
<u>LIABILITIES</u>		
Equity and reserves	5.000	5.000
Retained earnings		
Long term liabilities	-	-
Accrued liabilities	724.914	742.726
Total liabilities	729.914	747.726

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NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER, 2016

STATEMENT OF CASH FLOW

(In EUR) From January 01 to December 31, 2016

Position	Note	2016	2015
Cash receipts from Donors		299.745	573.647
Cash receipts from refundation			300
Cash regranting		(134.598)	(182.304)
Payments to suppliers and employees		(172.752)	(164.753)
<i>Cash used in operating activities</i>		(7.605)	226.891
Acquisition of equipment			(8.502)
<i>Cash used in investing activities</i>			(8.502)
Inflow from interest a vista		21	12
<i>Cash from financing activities</i>		21	12
Net increase in cash and cash equivalents		(7.584)	218.401
Cash and cash equivalents, beginning of year		615.578	397.177
Cash and cash equivalents, end of year		607.994	615.578

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