



VALUTA družba za revizijo d.o.o., Slovenska ulica 39, Maribor, tel.: (02) 234 24 80, fax: (02) 234 24 81, e-mail: info@valuta.si

AUDIT REPORT

For
TRANSPARENCY INTERNATIONAL SLOVENIA
- DRUŠTVO INTEGRITETA

Vožarski pot 12
1000 Ljubljana

For the year 2018

Maribor, 7th June 2019

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SUPPLEMENTS:

Supplement 1: Balance Sheet per 31st December 2018;

Supplement 2: Profit & Loss Account from 1st January 2018 to 31st December 2018.

1. INTRODUCTION OF ORGANISATION

1.1. Basic data

Name and address of the Institute:	TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA, Vožarski pot 12, 1000 LJUBLJANA, REPUBLIC OF SLOVENIA
Registration Number:	4008219000
VAT Number:	57790507;
IBAN:	SI56 1010 0004 6449 609 SI56 1010 0005 3412 560 SI56 1010 0004 9230 890 SI56 1010 0005 3055 309
Business Year:	Calendar year (1.1.-31.12.)

1.2. Sphere of activity (current projects)

Current projects of TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA are as follows:

1. Training on anti-match-fixing, the project is supported by the European Commission (ongoing until 2020);
2. Integrity Pacts - Civil Control Mechanism for Safeguarding EU Funds, Phase II - European Commission, Transparency International (December 2019);
3. Enhancing the transparency between public and private, the project is supported by the Forum of International Research and Development Pharmaceutical Companies, EIG (September 2018)
4. Anti Match-Fixing Top Training (AMATT also AMF) – financed by European Commission
5. Watchdogs against corruption – financed by embassy of USA in Ljubljana

1.3. Legal representatives

Legal representative of TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA is dr. Alma Sedlar.

2. INDEPENDENT AUDITOR'S REPORT

2.1. Legal base of audit

Our audit was carried out on a base of signed contract with the legal representatives of TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA. The organisation is not qualified for statutory audit according to Slovenian Corporate Law and other legislation concerning the organisation. Financial statements are composed according to Slovenian Accounting Standards and International Financial Reporting Standards.

Our audit was carried out in respect with:

- International auditing standards;
- Basic auditing principles;
- International auditing directions.

2.2. Scope of audit

We have audited the balance sheet per 31st December 2018 and profit and loss account from 1st January 2018 to 31st December 2018. Financial statements are composed in accordance with Slovenian Accounting Standards and International Financial Reporting Standards. We have read the financial report, which is harmonized with audited financial statements.

We have performed our audit on a basis of documentation and data presented by the representatives of the organisation. All necessary explanations were presented to us by Mr. Vid Tomić and Mrs. Renata Jutriša Lukežič.

2.3. Subsequent events

No events occurred until the day of our audit which would require changing presented financial statements of the organisation.



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INDEPENDENT AUDITOR'S REPORT

To the founders of the organization

TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA, Vožarski pot 12, Ljubljana

Opinion

We have audited the financial statements of the organization TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA, Ljubljana, which comprise the balance sheet as at 31 December 2018, and the related profit & loss statement, resume of main accounting principles and other explanatory notes for the year then ended.

In our opinion, the attached financial statements present a true and fair view of the financial position of the organization TRANSPARENCY INTERNATIONAL SLOVENIA - DRUŠTVO INTEGRITETA, Ljubljana as at 31 December 2018 and the results of its operations for the year then ended in conformity with the Slovenian Accounting Standards and International Financial Reporting Standards. The financial report is consistent with the audited financial statements.

Basis for our opinion

We have conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities based on these Standards are described in this Report in the paragraph Auditor's Responsibility for Auditing Financial Statements. Pursuant to the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants (the IESBA Code) and ethical requirements referring to the audit of financial statements in Slovenia, we confirm that we are independent from the company and that we have met all other ethical requirements in accordance with these requirements and the IESBA Code.

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

Other information

The management is responsible for other information.

Our opinion on the financial statements does not refer to other information, for which we do not express any form of assurance.

Our responsibility in relation to the audit of financial statements conducted is to read other information and by doing so determine any material inconsistency of other information with financial statements, legal requirements or our knowledge acquired by auditing or if it can otherwise be identified as a material misstatement. If based on the work performed we discover a material misstatement regarding other information, we have to report about such circumstances. There is nothing with regard to this that we would have to report.

On the basis of the described procedures, we would like to recommend in this regard that

- other information is in all significant respects adjusted with the audited financial statements;
- other information is prepared in compliance with the applicable laws and regulations; and
- based on our knowledge and understanding of the company and its surroundings obtained during our audit, we have not established any substantially false statements regarding other information.

Responsibility of the management and the persons responsible for the management of financial statements

The management is responsible for the preparation and fair presentation of these financial statements in accordance with the Slovene Accounting Standards and for such internal control as the management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

By preparing the financial statements of the company, the management is responsible for assessing its ability to continue operating on a going-concern basis, disclose the matters related to the operation on a going-concern basis and to perform accounting based on a going-concern assumption, unless the management either intends to liquidate the company or to cease trading, or has no realistic alternative but to do so.

The supervisory board is responsible for controlling the preparation of financial statements and for confirming the audited annual report.

Auditor's responsibility for auditing financial statements

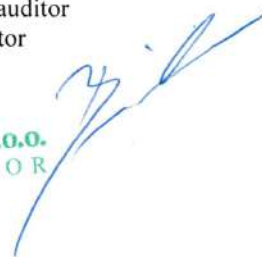
Our objectives are to obtain a reasonable assurance on whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and issue an auditor's report including our opinion. A reasonable assurance is a high degree of assurance, but no guarantee that the audit conducted in accordance with ISAs will always discover material misstatement if it exists. A misstatement can derive from a fraud or an error and is considered material if it can be reasonably expected that it, individually or together, would affect the economic decisions of the users adopted based on these financial statements.

While conducting the audit in accordance with ISAs, we use professional judgement and maintain professional scepticism. We also:

- recognise and assess the risk of material misstatement in financial statements, whether due to error or fraud, develop and perform audit procedures as a response to the assessed risks and obtain sufficient and appropriate audit evidence providing a basis for our opinion. The risk of not discovering a material misstatement deriving from a fraud is higher than that connected with errors, as a fraud can include secret agreements, counterfeiting, voluntary omission, misinterpretation or avoidance of internal controls;
- perform procedures of verifying and understanding internal controls significant for the audit with the purpose of designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal controls;
- evaluate the appropriateness of accounting policies used and the acceptability of accounting estimates and management's disclosures related to them;
- adopt a decision on the suitability of the accounting performed by the management based on a going-concern assumption on the basis of audit evidence obtained on the existence of material uncertainty regarding the events or circumstances questioning the ability of an organisation to continue operating on a going-concern basis. If a decision on the existence of material uncertainty is adopted, we are obliged to draw attention to suitable disclosures in financial statements in the auditor's report, or if such disclosures are not suitable, adjust the opinion. Auditor's decisions are based on audit evidence obtained by the date of issue of the auditor's report. However, subsequent events or circumstances can cause an organisation to stop operating on a going-concern basis;
- evaluate the overall presentation, structure and content of financial statements including disclosures and whether the financial statements fairly present the transactions and events concerned;
- we will inform the persons responsible for management among other things about the planned extent and time of the audit and significant audit findings including the deficiencies of internal controls discovered during our audit.

Darko Branilovič
Certified auditor
Director


VALUTA d.o.o.
2000 MARIBOR



Maribor, 7th June 2019

VALUTA, družba za revizijo d.o.o.
Slovenska ulica 39, 2000 Maribor

BALANCE SHEET 31/12-2018

		in EUR	
		2018	2017
	ASSETS	75.250	89.777
	A. LONG-TERM ASSETS	0	100
I.	Intangible assets and long-term deffered costs and accrued revenues	0	0
II.	Tangible fixed assets	0	100
III.	Investments in real estate	0	0
IV.	Long-term financial investments	0	0
V.	Long-term operating receivables	0	0
VI.	Deffered tax assets and receivables	0	0
	B. CURRENT ASSETS	75.250	71.478
I.	Assets (disposal groups) intended for sale	0	0
ii.	Inventories	0	0
III.	Short-term investments	0	0
IV.	Short-term operating receivables	486	228
IV.	Cash and bank	74.764	71.250
	C. SHORT-TERM DEFERRED EXPENSES AND ACCRUED REVENUE	0	18.199
	OFF-BALANCE SHEET EVIDENCE	0	0

		in EUR	
		2018	2017
	LIABILITIES AND EQUITY	75.250	89.777
	A. EQUITY	7.118	4.619
1.	Original and subsequent contributions	7.117	4.619
2.	Revaluation adjustment surplus	0	0
	B. PROVISIONS AND LONG TERM ACCRUED COSTS AND DEFERRED REVENUES	0	0
	Č) LONG TERM LIABILITIES	0	3.486
1.	Long-term financial liabilities	0	0
2.	Long-term operating liabilities	0	3.486
3.	Deffered taxes liabilities	0	0
	D. SHORT TERM LIABILITIES	12.373	36.517
1.	Liabilities of disposal groups	0	0
2.	Short term financial liabilities	0	16.356
3.	Short-term operating liabilities	12.373	20.161
4.	Short term debts to founders	0	0
	E. ACCRUED EXPENSES AND DEFERRED REVENUES	55.760	45.155
	OFF-BALANCE SHEET EVIDENCE	0	0

PROFIT AND LOSS STATEMENT from 01/01-2018 to 31/12-2018

		In EUR	
		2018	2017
	OPERATING REVENUES	155.088	175.445
a)	OPERATING REVENUES FROM PERFORMANCE OF NON-COMMERCIAL PUBLIC SERVICES	0	0
1.)	Revenues from public funds	0	0
2.)	Other revenues from non-commercial public services	153.048	173.953
3.)	Increase in inventories of products and work-in-progress	0	0
4.)	Decrease in inventories of products and work-in-progress	0	0
5.)	Other operating revenues	2.040	1.492
b.)	OPERATING REVENUES FROM OWN ACTIVITES	0	0
1.)	Operating revenues from own activities	0	0
2.)	Increase in inventories of products and work-in-progress	0	0
3.)	Decrease in inventories of products and work-in-progress	0	0
c.)	FINANCIAL REVENUES	195	0
č.)	OTHER REVENUES	21	0
d.)	TOTAL REVENUES	155.304	175.445
e.)	Costs of materials, goods and services	(49.351)	(63.225)
1.)	Cost of goods sold	0	0
2.)	Cost of material	(300)	(1.527)
3.)	Costs of services	(49.051)	(61.698)
f.)	Labour costs	(103.232)	(109.470)
g.)	DEPRECIATION	(196)	(1.677)
h.)	PROVISIONS	0	0
i.)	OTHER COSTS	0	0
j.)	FINANCIAL EXPENCES	(27)	(551)
k.)	OTHER EXPENCES	0	0
l.)	TOTAL EXPENCES	(152.806)	(174.923)
m.)	SURPLUS OF REVENUES	2.498	522
n.)	TAX ON REVENUES FROM COMMERCIAL ACTIVITIES	0	0
o.)	NET SURPLUS OF REVENUES FOR THE PERIOD	2.498	522