



**INDEPENDENT AUDITOR'S REPORT
ON THE FINANCIAL STATEMENT**

OF

**FOUNDATION
POLSKA AKCJA HUMANITARNA
Al. Solidarności 78A
00-145 Warsaw**

**FOR THE FINANCIAL YEAR
ENDED DECEMBER 31, 2019**

TPA Sp. z o.o. Sp. k.

8th Business Division of the National Court Register | KRS 0000671994 | NIP: 778-143-20-33 | REGON: 300184858

ul. Młyńska 12,
61-730 Poznań
Tel.: +48 61 63 00 500

ul. Przyokopowa 33,
01-208 Warszawa
Tel.: +48 22 64 79 700
office@tpa-group.pl www.tpa-group.pl

ul. Sienna 82
00-815 Warszawa
Tel: +48 22 586 57 00

Albania | Austria | Bulgaria | Croatia | Czech Republic | Poland | Romania | Serbia | Slovakia | Montenegro | Slovenia
| Hungary

A Baker Tilly Europe Alliance member

INDEPENDENT AUDITOR'S REPORT

To the Management and the Board of Foundation of Polska Akcja Humanitarna

Report on the Audit of the Financial Statements

Opinion

We have carried out the audit of the financial statements of Foundation Polska Akcja Humanitarna, located in Warsaw, at Solidarności 78A Av., 00-145 Warsaw ("the Foundation"), which comprise the balance sheet prepared as of December 31, 2019 the profit and loss account for the financial year from January 1, 2019 to December 31, 2019 and the description of accounting principles and notes to the financial statements ("the financial statements").

In our opinion, the audited financial statements:

- disclose a true and fair view of the Foundation's property, financial condition as of December 31, 2019, as well as of the financial result for the financial year from January 1, 2019 to December 31, 2019, in accordance with applicable Accounting Act ("Accounting Act" – Official Journal from 2019, item 351, with further amendments) regulations and adopted accounting principles;
- are in respect of the form and content in accordance with legal regulations and the Foundation's Articles of Association, and;
- were prepared based on properly kept books of accounts, in accordance with principles of Chapter 2 of the Accounting Act.

Basis for Opinion

We conducted our audit in accordance with the National Standards on Auditing in the wording of International Standards on Auditing (ISAs) adopted by the resolution no 3430/52a/2019 of the National Council of Statutory Auditors on March 21, 2019 concerning national standards on auditing and other documents and in accordance with the Act of May 11, 2017 on Statutory Auditors, Audit Firms and Public Oversight (Official Journal from 2019, item 1421 with further amendments). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report.

We are independent of the Foundation within the meaning of Code of Ethics for Professional Accountants issued by International Federation of Accountants adopted by the resolution no 3431/52a/2019 of the National Council of Statutory Auditors on March 25, 2019 and other ethical requirements which apply to audit of financial statements in Poland. We have fulfilled our ethical obligations in accordance with these requirements and International Code of Ethics for Professional Accountants.

During the audit, the lead certified auditor and the audit firm remained independent of the Foundation in accordance with the independence requirements set out in the Act on Statutory Auditors, Audit Firms and Public Oversight.

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

Responsibilities of the Management and the Board of the Foundation for the Financial Statements

The Management Board of the Foundation is responsible for the correctness of the accounting books, preparation and fair presentation of the financial statements compliant with the Accounting Act dated 29 September 1994 ("the Accounting Act"), implementing regulations issued on its basis and other binding regulations and Foundation's Articles of Association. The Management Board of the Foundation is also responsible for such internal control as determined is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, The Management Board of the Foundation is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Board of the Foundation either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

In accordance with the Accounting Act, the members of the Management Board as well as members of the Board of Foundation are required to ensure that the financial statements meet the requirements outlined in the Accounting Act.

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with National Standards of Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The scope of the audit does not include the assurance on the future profitability of the Foundation nor effectiveness of conducting business matters now and in the future by the Foundation's Management Board.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism and we also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit 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;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Foundation's Management Board;
- conclude on the appropriateness of the Management Board of the Foundation's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material

uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report on the audit of the financial statements to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report on the audit of the financial statements. However, future events or conditions may cause the Foundation to cease to continue as a going concern;

- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Other information including Management's Report on the Foundation's Activity

The Foundation is not required to prepare the Management's Report.

Magdalena Lichočka-Rak

No 12796

Lead certified auditor responsible for the audit the outcome of which is this this audit report

On behalf of TPA Spółka z ograniczoną odpowiedzialnością sp.k. located in Poznań, at Młyńska 12, 61-730 Poznań, entered into the list of audit companies under no 3082

Warsaw, June 29, 2020

English language version of the auditor's report is a translation of Polish original. Solely Polish language version in a form of electronic document is binding.