

AUDITOR'S REPORT
(Independent Auditors)
about interim financial statements
Public organization "Social Center MHP"
for August 31, 2015

Interested users and Management of Public organization "Social Center MHP"

1. Informations about Audit firm

Audit firm «MK Audit» (Ukraine Audit Chamber Certificate № 4624, from 30.10.2014 year, valid to 30.10.2019 year.

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Number of note from EDRPOU 066 102 0000 010910 from 01.10.2014 year

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Director of Audit firm Karpus Valentin Vladimirovich, auditor certificate № 004330 series A issued by decision of UAC 29.09.2000 p. 94 for the number and valid to 09.29.2019 year.

Auditor Makarets Vyacheslav Alexandrovich Certificate auditor Series A number 005913 issued on 28.04.2005, the Audit Chamber of Ukraine, certificate is valid to 04.28.2020.

2. The main information about agreement.

In accordance with agreement № 09/1 from 07.09.2015 year about audit services for Public Organization «Social Center MHP» for term from 03.03.2015 to 31.08.2015 year signed between Public Organization «Social Center MHP» and Audit Firm «MK Audit» further - Audit Firm MK Audit next services were provided:

Audit services provided at Vinnitsa region Ladyzhin city, St. Peter Kravchik 9.

. All conclusions made by auditor in accordance with checking documents and copies provided PO «Social Center MHP».

The responsibility for the accuracy of the information in these documents audit firm does not carry.

The correctness of accounting and tax accounting, tax correctness of the PO "Center for Social MHP" were not subject to the audit services agreement № 09/1 from 07.09.2015, between "Audit Firm" MK Audit "and PO "Center for Social MHP".

The responsibility for the accuracy of documents provided to the auditors are management of the PO "Center for Social MHP».

3. Basic information about PO "Social Center MHP"

Full name of the legal entity	Public Organization "Center for Social MHP"
Legal form	Public Organization
The identification code of the legal entity	39653270

Address	24321, Vinnitsa District , Ladigin City, st.Petra Crachika 9
Founders	Kucher Oleksandr Nikolayevich, Nagorniy Vladimir Nikolayevich
The amount of statutory fund	0.00

Activities	KVED Code 94.99 Activities of other NGOs, n. a. and. in. (basic)
Director	Oleksandr Kucher - Head from 12.2.2015 (According to the organization's charter);
Date of entry in the Unified State Register of the state registration of legal entities	20.02.2015
Record number in the Unified State Register of the state registration of legal entities	1 177 102 0000 000459
Registration Statistics Department	Body identification code: 21680000; Date of registration: 02/23/2015
Registration bodies DFS	Bershadskyi ODPI PG DFS (Ladyzhynska branch) Body identification code: 39470287; Date of registration: 02/23/2015; Registration number: 025515023801
Registration in Pension and Social Insurance	Bershad ODPI PG DFS (Ladyzhynska branch) agency identification code: 39470287; Date of registration: 02/23/2015; Registration number: 10000000351704 Number of single contribution payer: 10000000351704
Bank account	JSC "Raiffeisen Bank Aval" m. Kyiv, MFO 380805 Account number 26002475794

PO "Center for Social MHP" (hereinafter the PO "Social Center" MHP), established under the laws of Ukraine. Articles of association of the PO "Social Center" MHP "registered Trostyanetsky city district Department of Justice in the Vinnitsa region, according to the order from 02.20.2015, the № 03.2.28 / 4 certificate number 1429971.

Management of PO "Social Center" MHP :

- The highest management body - General meeting of participants of PO "Social Center" MHP ,
- The executive body - Chairman of the Board,
- Monitoring of PO "Social Center" MHP "carries internal Auditor

4. Scope of audit

Audit planned and prepared at the level required to obtain confidence in the absence of significant errors in interim financial statements as at 08.31.2015, the conceptual basis and reporting meets national standards (regulations) of accounting in Ukraine.

The auditors are guided by the Law of Ukraine "About Audit Activities» № 3125-XII of 22.04.1993 year and requirements of "International standards of quality control, audits, reviews, other assurance and related services" (the ISA) International Federation of Accountants adopted as national standards in accordance with the Audit Chamber of Ukraine of 18.04.2003 № 122/2.

4.1. Management personnel responsibility in financial reports' preparation and reliable submission

In the audit period managerial staff of the Public Organization "Social Center MHP" was represented by President Oleksandr Mykolayovych Kucher and Chief Accountant Lesya Hrygorivna Yakovenko.

Responsibility for preparation and reliable submission of financial accounting provided for audit according to the requirements of Law of Ukraine "About Accounting and Financial Reporting in Ukraine" No. 1707-111 dated 11.05.2000 and Financial statements presentation order approved by regulation No. 419 dated 28.02.2000 of the Cabinet of Ministers of Ukraine is born by managerial staff of Public Organization "Social Center MHP".

Public Organization "Social Center MHP" management is responsible for the source documents provided for check, choice and use of appropriate account policy as well as accounting estimates that correspond to conditions and internal control considered necessary by managerial staff to draw up financial reporting that doesn't include considerable deviations caused by cheating or mistake.

4.2. Auditor's responsibility

Auditor is responsible for stating opinion regarding interim financial reporting as per 31.08.2015 based on audit conducted according to International Quality Standards on audit, examination, confidence and accompanying services accepted by Accounting Chamber of Ukraine (according to decision of Accounting Chamber of Ukraine dated 31.03.2011 No. 229/7) as National Audit Standards and to be obligatory used by auditors towards financial accounting for 2015.

According to the Standards auditors should follow ethical principles, plan and perform audit in a way to assure that Public Organization "Social Center MHP" financial reporting doesn't have considerable distortions.

Audit was planned and performed according to International Standard on Auditing 300 "Planning an Audit of Financial Statements", 315 "Identifying and Assessing the Risks of Material Misstatement through Understanding the Entity and its Environment" and 700 "Forming an Opinion and Reporting on Financial Statements".

While conducting audit check auditors considered data and information provided in source documents to be reliable and correspondent to the essence of trade operations performed. We consider audit proofs acquired to be complete and enough to draw up Auditor's conclusion regarding Public Organization "Social Center MHP" interim accounts as per 31.08.2015.

5. Information disclosure on due diligence activities and according to the specified National Accounting Regulations (Standards)

5.1. Accounting and Reporting

Public Organization "Social Center MHP" accounting is based on registration of analytic and synthetic accounting and card of accounts. Accounting is performed according to the Regulations (Standards) to be developed and approved by Law of Ukraine "About Accounting and Financial Reporting in Ukraine" No. 996-XIV dated 16.07.1999 (with changes and addendums).

Excel software is used for accounting.

Public Organization "Social Center MHP" financial accounting is drawn up on estimation basis considering that Public Organization "Social Center MHP" carries out presently and will carry out operations in close future.

5.2. Income, cost keeping and financial results' accounting

Public Organization "Social Center MHP" is non-profit organization according to the decision of Ladyzhin District Department of Bershada State Taxation Inspection No. 1502554600006 dated 13 March, 2015.

Public Organization "Social Center MHP" income estimation and recognition was performed in 2015 in accordance with tax legislation for non-profit civil organizations.

Net income of Public Organization "Social Center MHP" for 9 months period in 2015 comes to 2 363,2 thousand UAH.

Recognized income is classified in accounting by following groups:

Income item	Amount (thousand UAH)
Other income (line 2240 Report on financial results)	2 363,2
Other income	-
Total income (2000+2120+2240)	2 363,2

Public Organization "Social Center MHP" income accounting as per 2015 was performed according to the requirements of Regulations (Standards) of Accounting No.16 "Expenses", approved by Order of the Ministry of Finance of Ukraine dated 31.12.99 No. 18 (with changes and addendums). Expenses were reflected in accounting simultaneously with decrease of assets or increase of obligations.

Expenses of Public Organization "Social Center MHP" are classified the following way:

Article	Amount (thousand UAH)
Other expenses	2 363,2
TOTAL EXPENSES	2363,2
Financial report before taxation	-
Income tax expenses	-
Net income	-

Public Organization "Social Center MHP" is non-profit organization that doesn't get income.

Content and form of Public Organization "Social Center MHP" financial reporting (financial report of small-scale enterprise) correspond to the requirements of Regulations (Standards) of Accounting No. 25 "Financial report of small-scale enterprise", approved by Order of Ministry of Finance of Ukraine dated 25.02.2000 No. 39.

5.3. Assets of Public Organization "Social Center MHP"

5.3.1. Non-negotiable assets

Non-negotiable assets are those used in activity of Public Organization "Social Center MHP" for long period of time (more than one year). Using them organization gets future economic profit and their price may authentically be determined. Total depreciated

cost of fixed and non-negotiable assets belonging to Public Organization "Social Center MHP" as per 31.08.2015 comes to 114,10 thousand UAH.

Accounting unit of fixed assets is separate object. Analytic and synthetic accounting of fixed assets and other non-negotiable assets was performed according to the Regulations (Standards) of Accounting No. 7 "Fixed assets", approved by Order of Ministry of Finance of Ukraine dated 27.04.00 No. 92 (with changes and addendums).

Fixed assets' amortization was performed using linear method. Amortization of non-negotiable assets of little value is calculated this way: 50% of their value during the next month of the object's use and 50% of their value during the month of their charge-off.

5.3.2. Operating assets

Inventories

Inventories are accounted by nomenclatorial titles and by stock places. Purchased inventories are enlisted in the balance of Public Organization "Social Center MHP" by initial price. As per 31.08.15 no inventory rests are left. Accounting of inventory holdings was performed according to the Regulations (Standards) of Accounting No. 9 "Inventories", approved by Order of Ministry of Finance of Ukraine dated 20.10.99 No. 246.

Cash assets

According to the accounting data and abstracts from bank current account Public Organization "Social Center MHP" demand balance consists of current account funds - 45,3 thousand UAH.

Current accounts receivable

Current accounts receivable accounting was performed in 2015 according to the Regulations (Standards) of Accounting No. 10 "Accounts Receivable", approved by Order of Ministry of Finance of Ukraine dated 08.10.99 No. 237.

Total amount of accounts receivable for the products, works and services by net realizable value comes to 25,10 thousand UAH.

Receivables are reflected by net realizable value. Because of absence of calculation terms violation no allowance for doubtful accounts was created. Financial reporting indices correspond to analytic accounting data.

5.4. Public Organization "Social Center MHP" information disclosure by provision and obligation types

5.4.1. Current liabilities

Amount of current liabilities as per 31.08.2015 comes to 183,4 thousand UAH (line 1695 of Balance). It respectively consists of accounts payable for products, works and services to suppliers 9,0 thousand UAH, current liabilities considering labor remuneration 12,9 thousand UAH and deferred income 161,5 thousand UAH (income of non-profitable organization that wasn't spent by the end of period).

5.4.2. Long-term liabilities, target financing and securing

As per 31.08.2015 amount of long-term liabilities, target financing and securing (line 1595 of Balance) comes to 1,1 thousand UAH and consists of reserve to vacation pay.

6. Overall Auditor's conclusion (conventionally positive)

We performed audit check of Public Organization "Social Center MPH" interim financial accounts as per August 31, 2015.

We performed audit procedures according to International Standard on Auditing 500 "Audit Evidence" that correspond to the aim to get complete and sufficient audit proofs. While performing audit procedures we took into consideration relevance and authenticity of information we used as Audit Proofs. Audit Proofs are necessary to justify Auditor's opinion and Report. Proofs are cumulative by their character and were obtained in course of audit procedures performed during audit.

Financial activity in total for the checked period was performed according to the Statute and main activity directions of Public Organization "Social Center MPH". Financial condition of the Organization for 9 months period in 2015 is stable.

We certify that Public Organization "Social Center MPH" accounting policy principles were used in accounting and weren't changed during the period from 03.03.15 till 31.08.15. Classification and estimation of Public Organization "Social Center MPH" assets correspond to the Regulations (Standards) of Accounting in Ukraine.

Accounting faithfully and objectively reflects current condition of financial activity results of Public Organization "Social Center MPH" during the period from 03.03.2015 till 31.08.2015.

Data of separate financial reporting forms of Public Organization "Social Center MPH" correspond to each other and to those of accounting. Financial reporting of Public Organization "Social Center MPH" is drawn up assuming its future uninterrupted functioning.

We weren't present during inventory that took place on 31.08.2015 as organization is newly created and for the 9 months period of 2015 inventory didn't take place.

To the Auditor's opinion except influence of corrections that could be useful for Auditor to confirm quantity of inventories as of inventory date, financial reports of Public Organization "Social Center MPH" reflect its financial condition as per 31.08.2015 in all essential aspects truly and correctly according to Accounting standards applied in Ukraine.

Prepared by:

Accountant-controller A. B. Bondar



Auditor V. O. Makarets

(Auditor's certificate No. 005913 series A, valid till 11/28/2020)

18.09.2015 year

