AUDIT FIRM «MK AUDIT»

+38 044 451 60 59
+38 067 348 73 85

01033, Ukraine, Kyev,
Tarasovskay 30 (in Poltava Bank)

www.audit-mk.com.ua
mkaudit.ua@gmail.com

Makarets Viacheslav Oleksandrovych
Director of Audit Firm «MK Audit»
Certified Auditor Registration number in the Register 100109
Auditor's Certificate: No.005913, issued by the decision of The Audit Chamber of Ukraine from 28.04.05 №148

Kyiv, Ukraine *July 09, 2020*

INDEPENDENT AUDITOR'S REPORT

Management of "INDEPENDENT DEFENCE ANTI-CORRUPTION COMMISSION"

Report on the audit of financial statements

Opinion

We have audited the financial statements of small business entity of "INDEPENDENT DEFENCE ANTI-CORRUPTION COMMISSION', comprise the statement of financial position as at December 31, 2019 and its financial results for the year 2019 that ended on that date. In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Public Organization as at December 31, 2019, its financial results for the year then ended in accordance with the Law of Ukraine 'On Accounting and Financial Reporting in Ukraine' No 996-XIV dated 16 July 1999, the National Accounting Standards, other legislative and regulatory acts that regulate the accounting and financial reporting in Ukraine.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (hereinafter – ISAs). 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 "INDEPENDENT DEFENCE ANTI-CORRUPTION COMMISSION" in accordance with International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (hereinafter – IESBA Code) together with ethical requirements that are relevant to our audit in Ukraine, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matters

The Audit of financial statement of "INDEPENDENT DEFENCE ANTI-CORRUPTION COMMISSION" for the year ended December 31, 2019 was conducted by our company, who expressed an unmodified opinion as at July 09, 2020 on this financial statement.

Responsibilities of Management for the Financial Statements

Management of "INDEPENDENT DEFENCE ANTI-CORRUPTION COMMISSION" is responsible for the preparation and fair presentation of the financial statements in accordance with National Accounting Standards 25, which applies to small entities, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the "INDEPENDENT DEFENCE ANTI-CORRUPTION COMMISSION" ability to continue as a going concern, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Public Organization or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Public Organization`s financial reporting process.

Auditor`s Responsibilities for the Audit of the Financial Statements

Our objectives 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 ISAs 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.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. 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 Public Organization`s internal control;

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;

- conclude on the appropriateness of management`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 Public Organization`s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor`s report 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 auditor`s report. However, future events or conditions may cause the Public Organization`s to cease to continue as a going concern.

We communicate with those charged with governance regarding, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The audit was performed by a certified auditor of Audit Firm "MK Audit" Bondar A.B.

Certified auditor Bondar AB
Registration number in the Register of Auditors and Audit Entities № 100111

For and on behalf of Audit firm "MK Audit"Director, key audit partner Makarets V.O.
Registration number in the Register of Auditors and Audit Entities № 00109

Kyiv, July 9. 2020

Limited Liability Company "Audit Firm" MK AUDIT ", identification code according to USREOU 39419346. Registration number in the register of auditors and auditing entities № 4624. Legal address: 02097, Kyiv, Radunska Street, 36, office 3 Phone. (044) 451-60-59, e-mail -mkaudit.ua@gmail.com
MK Audit LLC is included in the Register of auditors and auditing entities of the Audit Chamber of Ukraine. Register link https://www.apu.com.ua/2018/10/01/реєстр-аудиторів-та-субєктів-аудитор/