



TO THE ASSEMBLY AND BOARD OF

InSoC – Initiative for Social Change, Skopje

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of InSoC – Initiative for Social Change (hereinafter referred to as the InSoC), which comprise the balance sheet as of December 31, 2021 and the income statement for the year that ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Law on Accounting for Non Profit organizations in Republic of North Macedonia. 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Auditing, accepted and published in the Official Gazette of the Republic of Macedonia no. 79 of June 11, 2010. Those standards require that we comply 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 a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects the financial position of the InSoC – Initiative for Social Change as of December 31, 2021, and its financial performance, for the year then ended in accordance with Law on Accounting for Non Profit organizations in North Macedonia.

Report of other legal and regulatory requirements

Opinion on compliance of Institutional Grant financial statement with contract conditions.

According to institutional grant agreement supported by Macedonian Center for International Cooperation and within Civika Mobilitas project, an independent audit opinion on financial report is required.

In our opinion, the financial statement for Institutional grant implemented by InSoC – Initiative for Social Change presented in Annex I to financial statements, presents fairly all costs and revenues for the period 01.01-31.12.2021 and total costs amounting 1.343.889 MKD are incurred according to Legal regulations in North Macedonia and Institutional grant agreement number 11-185/1-2019 as of July 05, 2019, Annex 11-55/5-2020 as of August 06, 2020 and Annex 11-82/5-2021 as of July 01, 2021. The participation of the Contracting authority is 100% of the costs.

EFEKT PLUS SKOPJE

CERTIFIED AUDITOR

Nikolaki Miov



Manager

Kristina Tilikj



Skopje, 07.04.2022