

**FINANCIAL REPORTING PACKAGE (FRP)
OPEN SOCIETY BOSNIA AND HERZEGOVINA
FOUNDATION
FINANCIAL YEAR: 2015**

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PART I : Financial Statements

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Sarajevo, 31.01.2016.

INDEPENDENT AUDITOR'S REPORT

Addressed to: Management/Board of the Open Society Foundation Bosna and Herzegovina

Copy to: Open Society Foundations Audit Department

We have audited the accompanying Open Society Foundations Financial Reporting Package ("the Financial Reporting Package") of Open Society Foundation Bosna and Herzegovina ("the Foundation"), which comprises the Statement of Assets, Liabilities and Fund Balance as at December 31, 2015, and the Statement of Revenues, Expenses and Change in Fund Balance, and the Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information. The Financial Reporting Package has been prepared by management of the Foundation in accordance with the Open Society Foundations' Accounting Policies included in Section A.1 of the Instruction Kit issued for the 2015 external audits of the Open Society Foundations.

Management's Responsibility for the Financial Reporting Package

Management of the Foundation is responsible for the preparation of the Financial Reporting Package in accordance with the Open Society Foundations' Accounting Policies, and for such internal control as management determines is necessary to enable the preparation of the Financial Reporting Package that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the Financial Reporting Package based on our audit. We conducted our audit in accordance with International Standards on Auditing and the Agreed-Upon Procedures described in the Open Society Foundations' Audit Instructions for 2014. International Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Financial Reporting Package is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Reporting Package. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Reporting Package, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Financial Reporting Package 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 Foundation'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 Reporting Package.

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

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Opinion

In our opinion, the Financial Reporting Package of the Foundation for the year ended December 31, 2015 is prepared, in all material respects, in accordance with the Open Society Foundations' Accounting Policies.

Basic of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to NOTE 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the Foundation to comply with the Open Society Foundations' Accounting Policies. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Management of the Foundation and the Open Society Foundations and should not be distributed to or used by parties other than the Management of the Foundation and the Open Society Foundations.



Slaven Đuroković

Board member and certified auditor

Ernst & Young d.o.o.

Zagreb, Republic of Croatia

22 April 2016

PART I : FINANCIAL STATEMENT
Open Society Foundation Bosnia and Herzegovina
Statement of Assets, Liabilities and Fund Balance as at 31 December 2015

	Note	USD 2015	USD 2014
ASSETS			
Current assets			
Cash and cash equivalents	3	535,999	253,614
Receivables	4	86,393	677,631
Advances/prepayments	5	1,283	2,535
Investments MC	7	<u>1,414</u>	<u>1,414</u>
		<u>625,089</u>	<u>935,194</u>
Non-current assets			
Property, Plant and Equipment	6	<u>208,136</u>	<u>212,629</u>
TOTAL ASSETS		<u>833,225</u>	<u>1,147,823</u>
LIABILITIES AND FUND BALANCES			
Current liabilities			
Liabilities	8	1,177	6,943
Accruals	9	496,478	718,828
Deferred Revenue	10	<u>1,831</u>	-
		<u>499,486</u>	<u>725,771</u>
Non-current liabilities			
Non-current grants	18	<u>10,000</u>	<u>93,819</u>
		<u>10,000</u>	<u>93,819</u>
Fund balance			
Fund balance	12	<u>323,739</u>	<u>328,233</u>
TOTAL LIABILITIES AND FUND BALANCE		<u>833,225</u>	<u>1,147,823</u>

The accompanying accounting policies and notes are an integral part of these financial statements. Signed on behalf of the Foundation on 22 April 2016


Dobrila Govedarica, Executive Director

Open Society Foundation Bosnia and Herzegovina
Statement of Revenues, Expenses and Change in Fund Balance
For the year ended 31 December 2015

	Note	USD 2015	USD 2014
Contribution income			
OSF income	13	2,447,459	3,494,799
Third party funding	14	<u>47,834</u>	<u>231,507</u>
		2,495,293	3,726,306
Expenses			
FPOS related expenses	15	(1,769,415)	(2,750,206)
FOSI related expenses	16	(700,808)	(806,205)
Third party related expenses	17	<u>(46,200)</u>	<u>(224,302)</u>
		<u>(2,516,423)</u>	<u>(3,780,713)</u>
(Deficit) of contribution income over expenses before other income		(21,130)	(54,407)
Other income			
FPOS foreign exchange gain/(loss)		16,131	40,768
FOSI foreign exchange gain/(loss)		2,139	3,336
Third party foreign exchange gain/(loss)		<u>(1,634)</u>	<u>(7,205)</u>
		16,636	36,899
		<u>16,636</u>	<u>36,899</u>
Surplus / (deficit) for 2015		(4,494)	(17,508)

The accompanying accounting policies and notes are an integral part of these financial statements. Signed on behalf of the Foundation on 22 April 2016



 Dobrila Govedarica, Executive Director

Statement of Cash Flow for the year ended 31 December 2015

	USD 2015	USD 2014
Cash flows from operating activities		
Surplus/(deficit) for the year	(4,494)	(17,508)
<i>Adjustments for :</i>		
Depreciation	9,670	18,042
Decrease/(increase) in receivables	591,238	(230,102)
Decrease/(increase) in prepayments	1,252	(632)
(Decrease)/increase in liabilities	(5,766)	4,054
(Decrease)/increase in accruals etc.	(306,169)	(26,131)
(Decrease)/increase deferred revenue	1,831	(71,962)
Translation difference	-	-
Net cash flows from operating activities	287,562	(324,238)
Payments for fixed assets	(5,177)	(534)
Net cash flows from investing and financing activities	<u>(5,177)</u>	<u>(534)</u>
Increase in cash and cash equivalents for the year	282,385	(324,772)
Cash and cash equivalents at the beginning of the year, 1 January	253,614	578,386
Cash and cash equivalents at the end of the year, 31 December	535,999	253,614

The accompanying accounting policies and notes are an integral part of these financial statements. Signed on behalf of the Foundation on 22 April 2016


 Dobrila Govedarica, Executive Director