

COMPANIA DE AUDIT "AUDIT-LV" S.R.L.**Compania de audit „Audit-LV” SRL.**Codul fiscal 1003600061423 Contul bancar № 2224710SV12113737100
BC "Mobiasbanca-Groupe Societe Generale",
C/b MOBBMD22

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Auditing Company «Audit-LV» Ltd.

24 Valea Crucii str., of. 41, Chişinău, Moldova

BC "Mobiasbanca-Groupe Societe Generale",

C/b MOBBMD22, Fiscal Code 1003600061423

Bank Account Nr. 2224710SV12113737100

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INDEPENDENT AUDITOR'S REPORT*To the Board of Information Centre GENDERDOC-M Nonprofit Association**72/1 Valeriu Cupcea Str. , Municipality of Chisinau, Republic of Moldova**Corporate Identity Number 1010620005634 (Reg. no. 0522)***Opinion**

We have audited the financial statements of the Information Centre GENDERDOC-M Nonprofit Association (the Association), which comprise the balance sheet as at December 31, 2016, and the income and expenses statement, statement of changes in funding sources for the year then ended, report on income and expenditures related to the implemented projects and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 2016 and its financial performance and its cash flows for the year then ended in accordance with National Accounting Standards and the legislation in force of the Republic of Moldova.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (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 the Association in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)* together with the ethical requirements that are relevant to our audit of the financial statements in Republic of Moldova, 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the

context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Strategic communication services

As disclosed in the Explanatory note to financial statements, during the audited period the Association has incurred expenses with strategic communication services within the campaign *NoFear*, amounting to 38.623,00 EUR (857.546,80 MDL). The premises which were the basis for the selection of the services provider and for the services price approval are important, but also subjective, considering the difficulty of a fair evaluation and justification of the incurred expenses. Therefore the selection of the services provider and the evaluation of the compliance to the market prices were significant to our audit.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with National Accounting Standards and the legislation in force of the Republic of Moldova 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 Association'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 management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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 judgment 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 the Association'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 Association'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 Association 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.

We communicate with those charged with governance regarding, among other matters, 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.

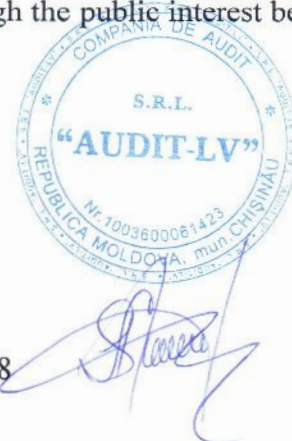
We also provide those charged with governance with a statement that we have complied with the relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Veaceslav Ciobanu
Manager

Adrian Știrbu

Auditor – Auditor's Certificate AG 000030 from February 08, 2008



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License A MMII 029589 of 25 August 2008
September 18, 2017

Funder	Name of the project	Rest 2015	Income 2016	Expenditure2016 (in USD)						
				Budget line	Lobby and Advocacy	LGBT	Organizational development	Total	Balance	
American Bar Association Rule of Law Initiative	National partnership for equal rights	814	8 645	Staff costs	1969	1018	1954	4941		
				Purchases			0	0		
				Operational costs			3030	3030		
				Costs of activities	738			738		
				Returned			R	0		
				subtotal	2707	1018	4984	8709		750
Fundatia Soros Moldova	Making protection from discrimination real	0	20 000	Staff costs	3803		3112	6915		
				Purchases			600	600		
				Operational costs			1550	1550		
				Costs of activities	6900	4035		10935		
				subtotal	10703	4035	5262	20000		0
				Open Society Foundations	Fighting discrimination by means of strategic litigation and awareness raising	30	20 000	Staff costs		6552
Purchases								0		
Operational costs			2383					2383		
Costs of activities	13603	567						14170		
subtotal	20155	567	5883					26605	-6 575	
UNW	Organization and facilitation of one workshop on Innovating for LGBT rights and several follow up meetings and briefings on LGBT rights with Government and UN partners	0	1 460					Staff costs		303
				Purchases				0		
				Operational costs				0		
				Costs of activities		484		484		
				subtotal	0	787	70	857	603	
				TOTAL, USD		844	50 105		33565	6407

Funder	Name of the project	Rest 2015	Income 2016	Expenditure2016 (in Euro)						
				Budget line	Lobby si Advocacy	Health	LGBT	Organizational development	Total	Balance
Sigrid Rausing Trust	General Support of Organizational Activity	20751	50339	Staff costs	8946		10629	3601	23176	
				Purchases				216	216	
				Operational costs				2721	2721	
				Costs of activities	20517		6794	1533	28844	
				subtotal	29 463	0	17423	8071	54957	
Civil Rights Defenders	Raising Awareness of Equality and Observing Respect for LGBT Rights	1729	45 825	Staff costs	7660		6681	7389	21730	
				Purchases				0	0	
				Operational costs				5755	5755	
				Costs of activities	14503		3410	422	18335	
				subtotal	22163	0	10091	13566	45820	
Fundatia Soros Moldova	Mobilizing and engaging BSB and the LGBT community in the national response to HIV grant grant 14332	0	121 720	Staff costs		66505		7389	73894	
				Purchases		36728		235	36963	
				Operational costs				2829	2829	
				Costs of activities		8034			8034	
				subtotal	0	111267	0	10453	121720	
Fundatia Soros Moldova	Mobilizing and Engaging BSB and the LGBT Community in the National Response to HIV Response 14565	0	3 974	Staff costs		342			342	
				Purchases					0	
				Operational costs					0	
				Costs of activities		3632			3632	
				subtotal	0	3974	0	0	3974	
PAS	Strengthening control over HIV	0	4 545	Staff costs		4084		657	4741	
				Purchases					0	
				Operational costs					0	
				Costs of activities					0	
				subtotal	0	4084	0	657	4741	
TGEU	ProTrans 2: Protecting transgender persons from violence	-5	9 826	Staff costs			4190	923	5113	
				Purchases				0	0	
				Operational costs				545	545	
				Costs of activities			2022		2022	
				subtotal	0	0	6212	1468	7680	
RFSL	Eastern Coalition for LGBT Equality	4332	32 104	Staff costs	1450		2899	2132	6481	
				Purchases					0	
				Operational costs				2454	2454	
				Costs of activities	22625		4496		27121	
				subtotal	24075		7395	4586	36056	
FEM	Support for the Group of Feminist Initiatives in Moldova		10 080	Staff costs			3142	370	3512	
				Purchases					0	
				Operational costs					0	
				Costs of activities			5317		5317	
				subtotal	0		8459	370	8829	
Article19	Tackling the Roots of Hate against LGBTI People in Europe and Central Asia		12 682	Staff costs	524			821	1345	
				Purchases					0	
				Operational costs				10	10	
				Costs of activities					0	
				subtotal	0		0	831	1355	
TOTAL, Euro		26807	291 095		75 701	119 325	49 580	40 002	285 132	32 770