

**FOUNDATION FOR MEDIA AND CIVIL SOCIETY
MACEDONIAN INSTITUTE FOR MEDIA
SKOPJE**

**Financial Statements for the Year Ended 31
December 2015 in accordance with
International Financial Reporting Standards
accepted and published in Republic of
Macedonia and**

Independent Auditor's Report

March 2016, Skopje

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To:
The Management of
FOUNDATION FOR MEDIA AND CIVIL SOCIETY
MACEDONIAN INSTITUTE FOR MEDIA
SKOPJE

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the Foundation for media and civil society "Macedonian Institute for Media", Skopje (in the following text "the Foundation"), which comprise the Balance Sheet as of 31 December 2015, the Statement of Revenues and Expenses and Statement of Changes in Funds for the year then 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 the Accounting Law for Non-profit Organizations and the standards for reporting under the cash basis of accounting. 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; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 Standards on Auditing. 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 judgement, 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.

To:
The Management of
FOUNDATION FOR MEDIA AND CIVIL SOCIETY
MACEDONIAN INSTITUTE FOR MEDIA
SKOPJE

INDEPENDENT AUDITOR'S REPORT (Continued)

Auditor's opinion

In our opinion, the financial statements of Foundation for media and civil society "Macedonian Institute for Media", Skopje give a true and fair view of the financial position of the Organization as of 31 December 2015, as well as the operating results and the changes in the funds for the year than ended, in accordance with the Accounting Law for Non-profit Organizations and standards for reporting under the cash basis of accounting.

Skopje, 11 March 2016

Certified Auditor
Zvonko Kocovski



Друштво за ревизија БДО
BDO
ДОО Скопје

Manager
Dragan Dimitrov



STATEMENT OF REVENUES AND EXPENSES
For the Year Ended 31 December 2015 and 2014
In MKD thousands

	Notes	2015	2014
		<u> </u>	<u> </u>
Revenues from donations	4	15.876	21.400
Other revenues	5	8.217	3.105
Financing revenues	6	61	66
TOTAL REVENUES		<u>24.154</u>	<u>24.571</u>
Operating expenses	7	(16.321)	(16.942)
Capital expenses	8	(117)	(32)
TOTAL EXPENSES		<u>(16.438)</u>	<u>(16.974)</u>
Surplus of revenues over expenses		<u>7.716</u>	<u>7.597</u>

The accompanying notes form an integral part of these financial statements.

The accompanying financial statements were authorised for issue by the management of the Organization on 26 February 2016 and were signed on its behalf by:

 Executive Manager
 Biljana Petkovska

BALANCE SHEET
As of 31 December 2015 and 2014
In MKD thousands

	Notes	31 December 2015	31 December 2014
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	9	18.519	18.979
		18.519	18.979
CURRENT ASSETS			
Accounts receivable		-	-
Other current assets and prepayments	10	447	834
Cash and cash equivalents	11	7.716	7.597
		8.163	8.430
TOTAL ASSETS		26.682	27.410
LIABILITIES AND OPERATING FUND			
OPERATING FUND			
Operating Fund	12	18.519	18.979
Surplus of revenues over expenses		7.716	7.597
		26.235	26.576
CURRENT LIABILITIES			
Accounts payable	13	342	763
Other short term liabilities and accruals	14	105	71
		447	834
TOTAL LIABILITIES AND FUNDS		26.682	27.410

The accompanying notes form an integral part of these financial statements.

STATEMENT OF CHANGES IN OPERATING FUND
As of 31 December 2015 and 2014
In MKD thousands

	Operating Fund	Rezerves	Surplus of revenues over expenses	TOTAL
Balance as of 01 January 2014	19.872	320	2.505	22.697
Transferred surplus of revenues over expenses from previous year	-	-	(2.505)	(2.505)
Reduce of rezerves	-	(320)	-	(320)
Sale of investments	(306)	-	-	(306)
Additions of fixed assets	33	-	-	33
Depreciation	(620)	-	-	(620)
Surplus of revenues over expenses	-	-	7.597	7.597
Balance as of 31 December 2014	18.979	-	7.597	26.576
Transferred surplus of revenues over expenses from previous year	-	-	(7.597)	(7.597)
Additions of fixed assets	117	-	-	117
Depreciation	(577)	-	-	(577)
Surplus of revenues over expenses	-	-	7.716	7.716
Balance as of 31 December 2015	18.519	-	7.716	26.235

The accompanying notes form an integral part of these financial statements.