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SOS CHILDREN'S VILLAGES OF UZBEKISTAN

INDEPENDENT AUDITOR'S REPORT

ON THE FINANCIAL STATEMENTS AS OF 31 DECEMBER 2022 AND FOR THE YEAR THEN ENDED

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Financial Statements of the SOS Children's Villages of Uzbekistan

International standardised audit questionnaire

Social obligation check

Navision accounting registers

List of the members of the Board of Association

ABBREVIATIONS

CV	SOS Children's Village
Association, Subsidiaries	Association «SOS Children's Villages of Uzbekistan», including National office in Tashkent and Subsidiaries (Children's Village Tashkent, Children's Village Samarqand, Children's Village Khorezm)
SOS Children's Village Tashkent	Subsidiary of Association «SOS Children's Villages of Uzbekistan» in Tashkent
SOS Children's Village Samarqand	Subsidiary of Association «SOS Children's Villages of Uzbekistan» in Samarqand
SOS Children's Village Khorezm	Subsidiary of Association «SOS Children's Villages of Uzbekistan» in Khorezm region
HGFD	Hermann-Gmeiner Fonds Deutschland e. V.
NO	National Office
BMZ	Bundesministerium für Wirtschaftliche
SOS KDI IO	SOS-Kinderdorf International, International Office
IBPP	Institution Building and Partnership Programme
SOS KDI	SOS-Kinderdorf International
YC	Youth Care
SFC	SOS Family Care
FS	Family Strengthening
UZS	Uzbek Soum
RU	Republic of Uzbekistan
UNICEF	United Nations Children's Fund

INDEPENDENT AUDITOR'S REPORT

Addressee: The Board of SOS Children's Villages of Uzbekistan

Attention: To Ms. Gulnoza Abidova, Director of SOS Children's Villages of Uzbekistan

Opinion

We have audited the accompanying Balance Sheet of the Association "SOS Children's Villages of Uzbekistan" (hereinafter as Association) as of 31 December 2022 and the related Statements of Financial Activities, Statement of Changes in the Accumulated Funds, Movement of Restricted Funds, Cash Flow Statement for the year then ended, and a Summary of disclosures and other explanatory notes.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as of December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with SOS Accounting Standard (version 1.0).

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 the Republic of Uzbekistan, 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.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with SOS Accounting Standard (version 1.0) based on International Financial Reporting Standards (IFRSs), 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 consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism 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 statement, including the disclosures, and whether the financial statements present the underlying transactions and in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Association to express an opinion on the financial statement. We are responsible for the direction, supervision and performance of the Association audit. We remain solely responsible for our audit opinion.

We communicate with the Association's management 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 the Association's management with a statement that we have complied with 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.

May 03, 2023
Tashkent, Uzbekistan

Sincerely,

Sobir Safaev
Director
TSIAR-FINANS LLC




Client:
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