



Cabinet Antoine Haddad

Comptabilité et Expertise

مكتب أنطوان حداد
محاسبة وتدقيق

ANTA AKHI

LEBANON

REPORT AND FINANCIAL STATEMENTS

For the year ended 30, June, 2019



INDEPENDENT AUDITOR'S REPORT
TO THE PRESIDENT AND MEMBERS OF THE GENERAL ASSEMBLY
OF ANTA AKHI - LEBANON
The "Association"

Opinion

We have audited the accompanying financial statements of Anta Akhi (the "Association"), which comprise the statement of financial position as at June 30, 2019, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects the financial position of Anta Akhi as at June 30, 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

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 Code of Ethics of the Lebanese Association of Certified Public Accountants that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 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 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.

Zouk Mosbeh, 30 September 2019

Independent Auditor



Antoine J. HADDAD
L.A.C.P.A. N° 919

ANTA AKHI - Financial position as at 30.06.19 (in LBP)

Assets	30.06.19	30.06.18	Liabilities	30.06.19	30.06.18
Net book value of fixed assets	690 313 940	795 726 384	Investment subsidies	1 739 557 937	1 795 126 385
Deposits	5 400 000	5 400 000	Brought Forward results	-994 565 101	-1 058 200 195
Total Fixed Assets	695 713 940	801 126 384	Result of the period	-159 073 912	63 635 094
Inventory	55 556 231	49 407 703	Equity	585 918 924	800 561 284
Advances to suppliers	0	1 692 723	Provision for end of service indemnities	283 917 427	280 257 724
Suppliers of fixed assets	4 495 612	0	Social security - bills	287 413 156	384 343 090
Projects	0	1 725 537	Long Term Debts	571 330 583	664 600 814
Advances to personnel	17 777 452	19 965 750	Suppliers	24 528 007	36 736 419
V.A.T. claimed	43 182 638	15 116 438	Equipments - projects	4 095 474	11 396 594
Other receivables	12 155 939	74 648 135	Personnel	351 137	1 693 111
Donations receivable	10 828 000	8 700 000	N.F.S.S. and Taxes	20 373 079	5 617 791
Total Receivables	88 439 641	121 848 583	Other Payables	93 219 532	107 407 381
Prepaid charges	68 117 630	89 407 163	Accrued expenses	10 025 255	14 882 465
Cash & Banks	425 864 549	604 032 064	Accrued income	23 850 000	22 926 038
Total Current Assets	637 978 051	864 695 513	Current Liabilities	176 442 484	200 659 799
Total Assets	1 333 691 991	1 665 821 897	Total Equity & Liabilities	1 333 691 991	1 665 821 897

<u>Contract Account</u>		1 000 000
Guaranty to the Ministry Of Social Affairs in k		1 000 000
<u>Contract Account</u>		1 000 000
Guaranty from Audi Bank In KLBP		1 000 000

ANTA AKHI - Income statement as at 30.06.19
(in LBP)

	30.06.19	30.06.18
Self-Financing income	558 733 478	584 356 458
Donations	1 189 993 715	1 388 155 445
Other Income	420 385 461	359 738 396
Write back of provision	<u>55 568 448</u>	<u>68 165 188</u>
Ordinary Income	<u>2 224 681 102</u>	<u>2 400 415 487</u>
Less:		
Inventory Variation	-6 148 528	-2 415 309
Operating Expenses	1 765 758 168	1 747 006 868
Donations in kind / Emergency aids	441 463 326	336 347 857
Amortizations and provisions	124 564 643	134 794 459
Self-Financing charges	<u>93 607 435</u>	<u>130 517 549</u>
Ordinary charges	<u>2 419 245 044</u>	<u>2 346 251 424</u>
Results from operations	-194 563 942	54 164 063
Financial income	32 499 059	31 540 226
Financial charges	-7 258 537	-4 630 659
Financial results	25 240 522	26 909 567
Net operational results	-169 323 420	81 073 631
Non operating income	11 592 797	0
Non operating Charges	-1 343 289	-17 438 537
Non operating results	10 249 508	-17 438 537
Net result of the period	-159 073 912	63 635 094