

GOOD SHEPHERD INTERNAZIONALE FOUNDATION - ONLUS

Via Raffaello Sardiello n. 20 – ROMA (RM)

Cod. Fisc. 97512090586

Registered on the Register of Legal Entities held by the Prefecture of Rome with no. 628/2009

**Registered on the List of O.N.L.U.S. held by the Regional Direction of the Inland Revenue Agency
of Rome as of 18/05/2009**

**AUDIT REPORT TO THE FINANCIAL STATEMENTS OF
THE YEAR ENDED DECEMBER, 31ST, 2019**

To the Board of Directors of "GOOD SHEPHERD INTERNAZIONALE FOUNDATION ONLUS"

Dear Directors,

The Financial Statements for the year ended 31 December 2019 of the "Good Shepherd International Foundation - Onlus", which are submitted for your approval, prepared in compliance with the provisions of the law, the Foundation's Articles of Association and in accordance with the accounting standards for non-profit entities and the guidelines for the preparation of the financial statements of non-profit entities of the Agency for the third sector, is formed by the Balance Sheet, the Income Statements, the Supplementary Notes, accompanied by the schedules of items and changes with respect to the previous year, and the Mission Report.

During the financial year ended 31 December 2019, the audit activity was inspired by the law and the provisions of the Foundation's Articles of Association, the "Principles of Conduct of the Board of Statutory Auditors" issued by the Italian Accounting Body, as well as the recommendations contained in the document "the independent audit for non-profit entities and the professional contribution of the chartered accountant and accounting expert" issued by the National Council of Chartered Accountants and Accounting Experts in February 2011.

In particular, by carrying out the prescribed periodic checks:

- I supervised the compliance with the law and the articles of association, as well as the compliance with the principles of proper administration and operation of the foundation;
- I have attended the meetings of the Board of Directors, which were held in compliance with the statutory and law provisions governing its operation and for which I can reasonably ensure that the actions decided upon are in compliance with the law and the foundation's by-laws and are not manifestly imprudent, risky, in potential conflict of interest or such as to compromise the integrity of the foundation's assets;
- I have acquired knowledge and supervised, to the best of my knowledge, the main activities of the foundation, not detecting any issue in this regard;

- I have assessed the administrative and accounting system as adequate, and it has proved reliable in correctly representing management events; I have no particular observations to make in this respect;
- I verified that the institutional activities were carried out correctly and in compliance with the foundation's aims.

By way of a reminder, I would like to draw your attention to the fact that on 10th April 2019 the Foundation adopted a new text of the Articles of Association, in compliance with the requirements of the reform of the Third Sector and even though the act provided for a series of transitional rules, after the deadline set out in Article 104 paragraph 2) of the D. Legislative Decree 117/17, which provides that after the registration of the Foundation in the Unique National Register of the Third Sector (RUNTS) referred to in Articles 45 et seq. of Legislative Decree 117/17, the name of the Foundation will change, losing the acronym O.N.L.U.S. and acquiring instead the acronym "ETS" (Ente del Terzo Settore).

I have examined the financial statements for the year ended 31 December 2019 prepared by the Board of Directors.

I audited this document in accordance with auditing standards in order to obtain all the information necessary to determine whether the Financial Statements, taken as a whole, are reliable. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Financial Statements, as well as assessing the appropriateness and fairness of the accounting policies used and the reasonableness of the estimates made by the management. In view of the health emergency situation that has been going on since the end of February of the current year, the auditing of the Financial Statements was carried out by me with *smart working* approach and on several occasions not continuously, during the process of preparing the Financial Statements, in order to be able to prepare this report in time to be submitted for your approval, without however omitting the necessary controls and completing all the audit controls with the requested diligence.

The financial statements presented are summarized below (amounts in Euro):

STATEMENTS OF ASSETS	
Fixed assets	8.671
Account receivables	308.068
Cash equivalents	1.300.822
Accrued income and prepayments	12.324
TOTAL ASSETS	1.629.885

STATEMENTS OF LIABLILITES	
Endowment fund	150.000
Free equity reserves	400.917

Restricted equity reserves	841.626
Profit (loss) for the year	(15.483)
TOTAL NET EQUITY	1.377.060
Employees severance pay	59.488
Account payables	193.337
TOTAL LIABILITIES AND NET EQUITY	1.629.885

MANAGEMENT REPORT

Income for istitutional activities of fundraising	3.286.258
Core support income	735.294
Expenses for istitutional activities	(3.257.179)
Core support expenses	(793.071)
Financial Income and expenses	13.216
Profit (loss) for the year	(15.483)

The Mission Report illustrates the activities carried out and the future prospects, as well as the Supplementary Notes to the Financial Statements provide the information deemed necessary to give a true and fair view of the foundation's assets and liabilities, income statement and financial position, as well as the information required by law.

I therefore proceeded to examine the documentation delivered and certify that the Financial Statements correspond to the facts and information of which I am aware, based on my participation in the meetings of the corporate bodies, the exercise of my supervisory duties and powers of inspection and control.

All the above having said, I believe, without exception, that the Financial Statements as at 31 December 2019 clearly show and represent in a true and fair manner the financial position of the foundation at that date, indicating the operating result for the year.

Dear Directors, as a result of the above, noting that there no facts worthy of mention have emerged, I express a clear opinion, without exception, on the Financial Statements of the "Good Shepherd International Foundation - Onlus" as at 31 December 2019, confirming my opinion in favour of its approval.

Milan, 27th April 2020

The auditor

Antonello De Gennaro

