



Transparency International - Moldova

Financial Statements

for the period 1 January to 31 December 2016

Table of Contents

Independent auditor's report	1
I. Balance Sheet	3
II. Final Progress Report	4
III. Cash Flow Statement	5
IV. Notes to Financial Statements	
1. Incomes	6
2. Programme activities	7
2.1. TI-Secretariat, EC (NIS), ENPI 2012/310-064	8
2.2. TI-Secretariat, funding Pr. G160458	8
2.3. EU, represented by the EC funding (Monitoring Col)	8
2.4. NED funding Project No. 2016-512	9
2.5. US Embassy Project No.SMD700-16-GR021	9
2.6. MFA Netherlands funded Project BKR/16/AF/01	10
2.7. MFA Netherlands funded Project 28994-AF-03	11
2.8. PASOS funding Grant 354-731	12
2.9. EEFM Grant 357	13
2.10 Other	13
3. Current Assets	
3.1 Cash	13
3.2 Inventory	14
3.3 Short term receivables	14
4. Long Term Assets	
4.1 Tangible Fixed assets	14
5. Targeted Financing	14
6. Liabilities	15
6. Increase in Net Assets	15
7. Significant Accounting Policies	15
Annex 1	17

Abbreviations used within the report:

TI-S – Transparency International e.V. (Secretariat)
NIS – project National Integrity System Assessment
Col – Project Monitoring Conflict of Interests policy Grant Contract European Union
NED – National Endowment for Democracy
MFA Netherlands – Minister of Foreign Affairs of Kingdom of the Netherlands
PASOS – Policy Association for an Open Society
EEFM – East European Foundation Moldova

Independent Auditor's Report

To the management of Transparency International - Moldova Chisinau, Republic of Moldova

1. We have audited the accompanying financial schedules comprising sources and use of targeted financing of Activities within 2016 and TI-Moldova administration costs in order to find out whether they satisfy the Grant Agreements concluded for approved activities in 2016 between donating agencies and Transparency International Moldova (TI-M).

2. We have audited the accompanying financial statements of the Transparency International Moldova (TI-M) as of December 31, 2016, and the corresponding documents on program implementation for the period January 1, 2016 – December 31, 2016.

Management of TI-M is responsible for the reliability of these financial statements. Our responsibility is to express an opinion on the corresponding financial statements based on our audit.

3. We have conducted our audit in compliance with the International Auditing Standards applicable to special-purpose audit engagements. These Standards require that we plan and perform the audit so as to obtain reasonable assurance about whether financial statements are free of material misstatement. An audit includes the examination of evidence that confirms the data of financial statements and information disclosure. It also implies assessment of the accounting principles used and analysis of significant accounting estimates made by the management, as well as evaluation of the overall presentation of financial statements.

4. In conducting the audit, special attention was paid to the following aspects:

- Design and operation of the accounting system within Projects, i.e. documentation, authorization of transactions, procurement of goods and services, business trip documentation, book-keeping and account reconciliation;
- Whether all the necessary supporting documents, records, and accounts were kept in respect of all Programs incomes and expenditure;
- Whether received funds were spent efficiently for Programs purposes in compliance with budgets and other clauses stipulated by Grant Agreements;

- Whether all the expenses were duly documented in compliance with the budgets stipulated by Grant Agreements;
- Whether all the expenses were incurred in compliance with the current legislation;
- Whether all the assets procured from grants exist.

We believe that our audit provides a reasonable basis for an opinion.

5. In our opinion, the financial statements referred to in paragraph 1 above present fairly, in all the significant aspects, the funds received and expenses incurred by the TI-M within January 1 – December 31, 2016, in compliance with the accrual method as described in chapter IV(8).

Director of Audit Firm, Auditor

June 27, 2017



Alla Kulikovskaia

A handwritten signature in blue ink, appearing to read 'Alla Kulikovskaia', written over the printed name.

TRANSPARENCY INTERNATIONAL MOLDOVA
I. Balance Sheets as of December 31, 2016

Assertions	Notes	December 31, 2016	
		MDL	EUR
CURRENT ASSETS:	3		
Cash	3.1	1 670 176	79 953
Inventory	3.2	5 925	284
Debtors and Prepayments	3.3	291159	13 938
TOTAL CURRENT ASSETS		1 967 260	94 175
FIXED ASSETS:	4		
Intangible Fixed Assets	4.1		
Tangible Fixed Assets	4.2	22 128	1 059
TOTAL FIXED ASSETS		22 128	1 059
Total Assets		1 989 388	95 234
LIABILITIES and NET ASSETS			
Targeted Financing	5	1 670 176	79 953
Liabilities	6	7 447	357
Net Assets	7	311735	14 924
Total Net Assets		1 989 388	95 234



Executive Director

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Chief Accountant

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TRANSPARENCY INTERNATIONAL MOLDOVA
II. FINAL PROGRESS REPORT
For 12 month period ended on December 31, 2016

Assertions	12 months period ended December 31, 2016	
	MDL	EUR
Balance at the Beginning of the Reporting Period		
TI-Secretariat, EC, ENPI/2012/310-064	73 863	3 439
EEFM Grant 357	13 004	605
PASOS ENPI 354-731	53 621	2 497
TIM member fee and Other	38 510	1 793
Total as of January 01, 2016	178 998	8 334
Incomes		
TI-Secretariat, funding Pr. G160458	509 906	23 758
EU, represented by the EC funding (Monitoring Col)	610 986	27 358
NED funding Project No. 2016-512	681 780	30 907
US Embassy Project No.SMD700-16-GR021	451 540	20 411
MFA Netherlands funded Project BKR/16/AF/01	342 974	15 300
MFA Netherlands funded Project 28994-AF-03	1342 838	60 000
PASOS ENPI 354-731	248 582	11 354
Total Incomes per Projects	4 188 606	189 088
Exchange rate difference	(91 633)	437
Expenditure		
TI-Secretariat, EC, ENPI/2012/310-064	77 100	3 439
TI-Secretariat, funding Pr. G160458	145 041	6 989
EU, represented by the EC funding (Monitoring Col)	610 986	27 358
NED funding Project No. 2016-512	434 188	18 899
US Embassy Project No.SMD700-16-GR021	361 050	16 233
MFA Netherlands funded Project BKR/16/AF/01	191 453	8 801
MFA Netherlands funded Project 28994-AF-03	473 543	21 733
PASOS funding Grant 354-731	299 429	13 849
EEFM Grant 357	13 004	605
Total Expenditure	2 605 795	117 906
Balance at the End of the Reporting Period		
TI-Secretariat, EC, ENPI/2012/310-064		0
TI-Secretariat, funding Pr. G160458	350 284	16 768
EU, represented by the EC funding (Monitoring Col)	0	0
NED funding Project No. 2016-512	250 844	12 008
US Embassy Project No.SMD700-16-GR021	87 273	4 178
MFA Netherlands funded Project BKR/16/AF/01	135 757	6 499
MFA Netherlands funded Project 28994-AF-03	799 378	38 267
PASOS funding Grant 354-731	34	2
EEFM Grant 357	0	0
TIM member fee and Other	46 605	2 231
Total as of December 31, 2016	1 670 176	79 953

Executive Director
Chief Accountant



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TRANSPARENCY INTERNATIONAL MOLDOVA NGO
III. CASH FLOW STATEMENT
For 12 month period ended on Dacember 31, 2016

Assertions	Amount in MDL	Amount in EUR	Amount in USD
Opening Balance as of 1 January 2016	34 903,26	6 709,02	661,50
Cash Earnings			
Donations		137 769,55	57 006,00
Currency exchange	2 979 596,70	(85 848,53)	(48 154,50)
Total Cash Available for Activities	3 014 499,96		
Cash expenditure	2 605 795,24	1 985,00	
Exchange rate difference	111 897,41		
Closing Balance	296 807,31	56 645,04	9 513,00
Balance in EUR		79 952,91	

* 01.01.2016: 1 EUR = 21,4779, 1 USD=19,6585

** 31.12.2016: 1 EUR = 20,8895, 1USD =19,9814

/Detailed cash flow report in annex 1/



Executive Director _____

Chief Accountant _____



TRANSPARENCY INTERNATIONAL MOLDOVA
IV. NOTES TO THE FINANCIAL SCHEDULES
For 12 month period ended on December 31, 2016

1. INCOMES

Within the reporting period, TI-M received donations from:

Agency	Date of receipt	Amount sent,	Amount sent,	MDL available for use	EUR/MDL Exchange rate applied	Total in EUR
		EUR	USD			
NED						
	10.05.2016		15 220	301 643,66	22,6432	13 321,60
	23.09.2016		9 513	188 404,01	22,2497	8 467,71
	19.12.2016		9 513	191 732,61	21,0283	9 117,84
	subtotal		34 246	681 780,28		30 907,15
Embassy of USA						
	02.03.2016		7 600	152 004,56	21,7516	6 988,20
	09.06.2016		7 600	150 175,24	22,4710	6 683,07
	30.09.2016		7 560	149 359,9	22,1611	6 739,73
	subtotal		22 760	451 539,70		20 411,00
Embassy of Netherlands						
	30.05.2016	15 300		342 973,98	22,4166	15 300,00
	19.08.2016	60 000		1 342 838,00	22,3806	60 000,00
	subtotal	75 300		1 685 811,98		75 300,00
PASOS						
	28.07.2016	11 354		248 582,21	21,8938	11 354,00
	subtotal	11 354		248 582,21		11 354,00
TI-Secretariat						
	28.11.2016	23 757,55		509 905,92	21,4629	23 757,55
	subtotal	23 757,55		509 905,92		23 757,55
EU COI						
	22.02.2016	27 358		610 986,21	22,3330	27 358,00
	subtotal	27 358		610 986,21		27 358,00
TOTAL INCOMES		137 769,55	57 006	4 188 606,30		189 087,70

2. PROGRAMME ACTIVITIES

During the 12 month period ended on December 31, 2016 Transparency International – Moldova Public Association has implemented 7 projects:

1. “A Case-Based Approach to Fighting Grant Corruption” Project (Grant Agreement: with Transparency International e. V. (Secretariat) signed on November 26, 2016 for the period of October 2016 – September 2017.
2. “Engaging Civil Society in Monitoring of Conflict of Interest Policies” Project COI (Grant contract no.213-313-750) EU-funded for the Moldova for the period July1, 2013 to June 30, 2015 – final stage.
3. “Monitoring Conflict of Interest Policy” Project No 2016-512 funded by National Endowment for Democracy (NED) USD 32 246 for the period of 2016;
4. “Increasing the Capacity of Vulnerable Strata of Population to Withstand Corruption” Project No.SMD700-16-GR021 funded by U.S Embassy - USD 22 760 for the period of February 2016 – March 2017.
5. “Building Living Space for poor: Protect the Unprotected” Grant No. BKR/16AF/01 concluded with Minister of Foreign Affairs through Embassy of the Kingdom of the Netherlands in Bucharest for the period of May 2016 – April 2017.
6. “Building a State of Law and Democracy in Moldova: The Contribution of Civil Society” Grant No. 28994-AF-03 concluded with Minister of Foreign Affairs through Embassy of the Kingdom of the Netherlands in Bucharest for the period of July 2016 – December 2018.
7. “Partners in Empowerment” Project awarded to PASOS by European Commission through grant contract no. 354-731 under the grant call EuropeAid/135811/DH/ACT/Multi-ENPI/2014/206 within which TI Moldova recognised as a project co-applicant.

2. PROJECTS

2.1 "National Integrity System Assessments in European Neighbourhood East region" Project (Grant contract: ENPI/2012/310-064)

For the period of 2016

Items	Donation	
	MDL	EUR
Balance at the beginning NIS:	73 863,14	3 439,03
<i>Exchange rate difference</i>	3 237,16	
Total sources available for 2016	77 100,30	3 439,03
Refund to NIS	77 100,30	3 439,03
Balance as of 31.12.2016	0	0

2.2 "A Case-Based Approach to Fighting Grand Corruption" Project G160458

For the period 2016

Items	Donation	
	MDL	EUR
Incomes	509 905,92	23 757,55
<i>Exchange rate difference</i>	-14 580,68	
	495 325,24	23 757,55
A Build the capacity	0	0
A1 Training for civil 8nvesti and mass-media		
B Monitor the asset recovery	131 076,80	6 320,00
B1 Two monitoring reports	131 076,80	6 320,00
D Other Project Costs	13 964,62	669,13
D1 Project manager	13 916,62	666,82
D8 Bank charges	48	2,31
Total direct costs	145 041,42	6 989,13
Balance as of 31.12.2016	350 283,82	16 768,42

2.3 "Engaging Civil Society in Monitoring of Conflict of Interest Policies" Project Col (EU-funded Grant contract no. ENPI 213/313-750)

For the period of 2016

Items	Donation / Expenditure	
	MDL	EUR
Balance at the beginning:	0	0
Incomes:	610 986,21	27 358,00
Expenditure and Sources transferred in other countries	610 986,21	27 358,00
Transparency International –Ukraine, the Ukrainian Public Policy Institute	108 499,69	4 976,00
Transparency International – Ukraine	60 028,06	2 753,00
Stefan Batory Foundation (Poland)	58 894,22	2 701,00