



## INDEPENDENT AUDITOR'S REPORT

**TO  
THE MANAGING BOARD OF  
FOUNDATION ACCESS TO  
INFORMATION PROGRAMME**

We have audited the accompanying financial statements of Foundation Access to Information Programme (the Foundation), which comprise the balance sheet as at 31 December 2007, and the income statement, statement of equity and cash flow statement 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 National Financial Reporting Standards for Small and Medium-sized Enterprises, adopted for use in the Republic of Bulgaria. 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 the professional requirements of 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 judgment, 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.

*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Foundation as at 31 December 2007, and its financial performance and its cash flows for the year then ended in accordance with the National Financial Reporting Standards for Small and Medium-sized Enterprises, adopted for use in the Republic of Bulgaria.



**AFA OOD**

*Registered Specialised Audit Firm*

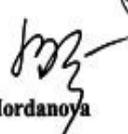
**Renny Georgieva Iordanova**

*General Manager*



**Valia Iordanova Iordanova**

*Registered CPA in charge of the audit*



**11.02.2008**

**38, Oborishte Street  
1504-Sofia, Bulgaria**

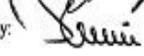
*This is a translation from Bulgarian of the Independent Auditor's Report on the Financial Statements of Foundation Access to Information Programme for the year ended 31 December 2007.*

**INCOME STATEMENT**  
for the year ended 31 December 2007  
FOUNDATION ACCESS TO INFORMATION PROGRAMME

	2007	2006
	BGN '000	BGN '000
<b>Operating revenue</b>		
<i>Regulated activities</i>	387	370
conditional donations	381	365
unconditional donations	6	5
<i>Business activities</i>	5	7
<b>Total</b>	<u>392</u>	<u>377</u>
<b>Financial income</b>		
Foreign currency exchange gains	4	5
Interest income	1	2
<b>Total</b>	<u>5</u>	<u>7</u>
<b>Total operating revenue</b>	<u>397</u>	<u>384</u>
<b>Operating expenses</b>		
<i>Expenses on regulated activities</i>		
Expenses on hired services	(194)	(190)
Other expenses	(95)	(81)
<i>Administrative expenses</i>	(100)	(98)
<i>Business activities expenses</i>	(2)	(2)
<b>Total</b>	<u>(391)</u>	<u>(371)</u>
<b>Financial expenses</b>		
Foreign currency exchange losses	(18)	(12)
<b>Total</b>	<u>(18)</u>	<u>(12)</u>
<b>Total operating expenses</b>	<u>(409)</u>	<u>(383)</u>
<b>Income tax expense</b>	-	(1)
<b>Result</b>	<u>(12)</u>	<u>-</u>

Date: 29.01.2008

Executive Director: 

Prepared by: 



Note: This is a translation from Bulgarian of the official income statement prepared in accordance with Bulgarian accounting legislation.

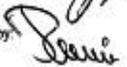
 138-  
AUDITED BY AIA

**BALANCE SHEET**  
as at 31 December 2007  
FOUNDATION ACCESS TO INFORMATION PROGRAMME

ASSETS	31 December 2007 BGN '000	31 December 2006 BGN '000
<b>A. Non-current assets</b>		
<i>I. Property, plant and equipment</i>		
Computers	6	9
Other property, plant and equipment	1	2
<b>Group I total</b>	<b>7</b>	<b>11</b>
<i>II. Intangible assets</i>		
Software	1	1
<b>Group II total</b>	<b>1</b>	<b>1</b>
<b>Section A total</b>	<b>8</b>	<b>12</b>
<b>B. Current assets</b>		
<i>I. Inventories</i>		
	2	2
<i>II. Short-term receivables</i>		
Receivables from financing organisations	29	33
Other short-term receivables	4	4
<b>Group II total</b>	<b>33</b>	<b>37</b>
<i>III. Cash and cash equivalents</i>		
Cash at bank	129	128
Cash in hand	2	3
<b>Group III total</b>	<b>131</b>	<b>131</b>
<i>IV. Prepayments</i>		
	3	3
<b>Section B total</b>	<b>169</b>	<b>173</b>
<b>Total assets (A+B)</b>	<b>177</b>	<b>185</b>
<b>EQUITY AND LIABILITIES</b>		
<b>A. Equity</b>		
<i>I. Reserves</i>		
Other reserves	48	60
<b>Group I total</b>	<b>48</b>	<b>60</b>
<b>Section A total</b>	<b>48</b>	<b>60</b>
<b>B. Current liabilities</b>		
<i>I. Short-term payables</i>		
Payables to suppliers	5	8
Tax obligations	-	1
<b>Group I total</b>	<b>5</b>	<b>9</b>
<i>II. Grants</i>		
Grants related to income	124	115
Grants related to non-current assets	-	1
<b>Group II total</b>	<b>124</b>	<b>116</b>
<b>Section B total</b>	<b>129</b>	<b>125</b>
<b>Total equity and liabilities (A+B)</b>	<b>177</b>	<b>185</b>

Date: 29.01.2008

Executive Director: 

Prepared by: 

Note: This is a translation from Bulgarian of the official balance sheet prepared in accordance with Bulgarian accounting legislation.



  
AUDITED BY 

**STATEMENT OF CHANGES IN EQUITY EQUIVALENT**  
for the year ended 31 December 2006  
**FOUNDATION ACCESS TO INFORMATION PROGRAMME**

	Share capital BGN '000	Reserves BGN '000	Total equity BGN '000
Balance at 1 January 2007	-	60	60
Result for the year	-	(12)	(12)
Balance at 31 December 2007	-	48	48

Date: 29.01.2008

Executive Director: *[Signature]*

Prepared by: *[Signature]*



Note: This is a translation from Bulgarian of the official statement of changes in equity prepared in accordance with Bulgarian accounting legislation.

*[Signature]* BS  
**AUDITED BY AFA**