

## **AUDITOR'S REPORT**

prepared in accordance with the Czech Act No 93/2009 on Auditors amending certain other legislation (the Act on Auditors), as amended by the Act No 227/2009.

**Audited accounting unit:**            **The Project Syndicate o.p.s.**  
Identification Number (IČ): 282 49 429  
Registered office: 120 00 Praha 1 – Na Kozačce 7

**Auditor:**                                Ing. Eva Vitoušová,  
Number of the certificate issued by the Chamber of  
Auditors of the Czech Republic (hereinafter KA  
ČR): 0463

I have audited the prepared annual financial statements of the public benefit corporation as at the balance sheet date (31 December 2009) in compliance with the Act No 93/2009 as amended and with the guidelines of the Chamber of Auditors of the Czech Republic. During the audit, the statutory body of the public benefit corporation was informed that the preparation and fair presentation of the financial statements as defined in Act No 563/1991 on Accounting as amended, are their responsibility as well as compliance with the tax obligations.

The prepared financial statements and the accounting procedures applied were audited at the request of the founders of the public benefit corporation. A joint stock company has a statutory obligation to have its accounts audited.

The auditor's responsibility is to prepare the audit procedures in such a manner that the risk of misstatements is eliminated during the audit testing and so that the auditor obtains reasonable assurance as to whether the financial statements are free of material misstatements.

I conducted my audit in accordance with the Czech legislation, the International Standards on Auditing and the related application guidelines of the Chamber of Auditors of the Czech Republic, and I can declare that, after the amendments to the 2009 accounts made by the accounting firm, I did not reveal any material misstatements. The financial statements were prepared by an accounting firm; the corporate tax had to be prepared subsequently as the public benefit corporation is liable to pay tax from the interest on term deposits, which was omitted by the accounting firm.

As part of the audit, I verified the amended inventories of documents as at the balance sheet date; the opening balances of the balance sheet accounts as at 1 January 2009 were also amended in compliance with the newly prepared financial statements as at 31 December 2008. The results of the findings were discussed with the company management.

According to the Czech accounting standards, a public benefit corporation is not liable to prepare an annual report; the latter was therefore not subject to the audit.

After having evaluated all the findings, I believe that the prepared (amended) financial statements give a true and fair view of the assets and liabilities of the Company. The 2009 expenses including the estimated expenses related to the year 2009 were settled exclusively from the contributions to the company activities and from grants provided to organize conferences. The drawing of the funds covering the operations was in compliance with the purpose of a public benefit corporation. The zero profit/loss shown is in compliance with the Czech accounting provisions and the provisions governing public benefit corporations.

I therefore express an  
unqualified opinion.

Appendices:  
Full income statement  
Full balance sheet

Prague, 17 February 2011

Ing. Eva Vitoušová  
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147 00 Praha 4