

To the Partner

OF THE NON PROFIT CIVIL SOCIETY "LESVOS SOLIDARITY NGO"

LESVOS SOLIDARITY NGO

(Fiscal year 01/01/2018 – 31/12/2018)

Report of findings of an Independent Certified Public Accountant by the Conduct of Pre-Agreed Procedures in order for this report to be submitted to the Ministry of Migration and Asylum for the registration of the company in the Register of Greek and Foreign Non-Governmental Organizations (NGOs) as defined in the Government Gazette 3820/B/9.9.2020 (K.Y.A. 10616/24.8.2020)

Our responsibility is to carry out the following pre-agreed procedures in accordance with the International Standard of Related Services 4400, which applies to "Assignments for the execution of pre-agreed procedures related to financial reporting" and to report our findings.

Procedures carried out:

Specifically, the procedures we carried out are summarized as follows:

- 1) Comparison of the funds included in the Summary Statement of Results for the period 31/12/2018, which was prepared by the "NGO" and submitted to the Ministry of Migration and Asylum with a book of income-expenses kept by the "NGO".
- 2) Verification of the maintenance of a separate accounting portion and a separate bank account for the projects implemented by the "NGO" and provided for by special requirements of the individual financing agreements.
- 3) Examination by random sample, at the discretion of the auditor, the existence of legal reporting documents of income - expenses that have been registered in the income-expense book kept by the "NGO".



To the Partners

OF THE NON-PROFIT CIVIL SOCIETY " LESVOS SOLIDARITY NGO"

According to the mandate we received from the Non-Profit Organization "LESVOS SOLIDARITY" (hereinafter non-profit organization/NPO/NGO), we carried out the following pre-agreed procedures agreed with the agreement dated 08/10/2021.

The responsibility of the Management

The Management is solely responsible for the preparation of the Profit and Loss Statement for the Financial Year 2018.

Our responsibility

Our responsibility, is to carry out the following pre-agreed procedures in accordance with the International Standard of Related Services 4400, which applies to "Assignments for the Execution of Pre-Agreed Procedures related to Financial Reporting" and to report our findings.

Procedures carried out:

Specifically, the procedures we carried out are summarized as follows:

- 1) Comparison of the funds included in the Summary Statement of Results for the period 1/1 - 31/12/2018, which was prepared by the "NGO" and submitted to the Ministry of Migration and Asylum, with a Book of Income-Expenses kept by the "NGO".
- 2) Verification of the maintenance of a separate accounting portion and a separate Bank Account for the projects implemented by the "NGO" and provided for by special requirements of the individual Financing Agreements.
- 3) Examination by random sample, at the discretion of the auditor, the existence of legal supporting documents of income - expenses that have been registered in the Income-Expense Book kept by the "NGO."



- 4) Verification of the correct recording of the audited sample of income-expenses in the Income-Expense Book in the correct accounting portion of the action in the context of which it was carried out.
- 5) Examination of the correct entry in the kept Book of Income-Expense of all payroll statements for the year 2018.
- 6) Cross-checking of the audited cost documents with the corresponding contracts (where they are provided for and exist).
- 7) For the audited sample of expenses, examination of the conduct of legal deductions in favour of the Greek State and the Insurance Funds.
- 8) For the audited sample, confirmation of the returns to the Greek State and the Insurance Funds through Bank Accounts.
- 9) For the checked sample, a confirmation of payment to personnel and to third parties, in accordance with the applicable Legislation.

The Government Gazette published on September 9, 2020 (file no. 3820) defined the operating framework of the registry of "Greek and foreign Non-Governmental Organizations (NGO)" for the registration of Greek and foreign non-governmental and voluntary organizations active in issues of international protection, migration and social integration, as well as the registration and certification of natural persons operating in them.

The purpose of this paper is to examine the data included in the Summary Statement for the fiscal year 2018, which has been prepared, in accordance with the provisions of the Greek Accounting Standards (E.L.P. of Law 4308/2014), in order to be submitted to the Registry mentioned above.

Legal Form of the "NPO"

The "NPO" has the legal form of a civil non-profit company (NPO) and is governed by the provisions of Article 741 of the Civil Code. The "NPO" uses the name "SOLIDARITY OF LESVOS" and was founded in the Municipality of Mytilene, on 18.03.2016. The English language version of the brand is "Lesvos Solidarity". It was posted on 18.03.2016 in the General Commercial Register (G.C.R.). with G.C.R. number. 138309542000.



The duration of " LESVOS SOLIDARITY " is of indefinite duration.

Purpose of the "NPO"

The company's objectives are:

Support for the operation of open accommodation and solidarity structures

Collective kitchens

Operation of social crafts, manufacturing workshops

Job creation for the unemployed, refugees, vulnerable people

Supporting groups affected by the crisis

Information

Education-training

Creative workshops

Productive laboratories

Actions against discrimination, racism, xenophobia and social exclusion

Cultural activities-events

Cinematic, theatrical events - cultural events

Creation of audiovisual material and cinematographic creations

Cleaning of premises

Export-trading of bags or other utilitarian articles from recyclable materials

Counseling - Processing - Mentoring

Creation of a Library for vulnerable groups

Organization of a festival



Publication and marketing of books

Internet radio station

Actions related to the protection of the environment, the landscape and the promotion of local products

Employment of immigrants, refugees and the unemployed with the right to work

Production and marketing of agricultural products

Contributions – revenues and resources

To achieve its objectives, the company can:

1. Carry out any economic activity which is not contrary to its objectives and character.
2. Accept contributions and subscriptions, regular or extraordinary, of the partners appointed by the general meeting.
3. Accept donations/sponsorships of the partners.
4. Receive grants, donations, sponsorships, grants from any institution or natural or legal person, or community and public grants, inheritances or bequests.
5. Obtain income from social activities and events as well as contributions of members without voting right, which will be consumed for the realization of its purposes and not for the formation of profit.

Administration and management

The bodies that manage and coordinate corporate affairs are the following: a) the General Assembly of the partners and b) Two (2) Managers.

a) The General Assembly is the highest body of the Company. The company's partners participate in the General Assembly. Each partner has one vote. The G.A. is convened by one of the managers once a year in January or whenever the administrator deems it necessary or one third (1/3) of the partners requests so. The G.A. is in quorum when half and one partner are present in it and after the second convocation,



whoever they are present. The G.A. decides by a simple majority of those present, unless otherwise provided for in the Articles of Association.

b) The Company's Managers are elected for a maximum of eighteen months (amendment of the Articles of Association of the KAK 1536289 23/10/2018) with a term of office renewable by the G.A. In case of renewal of the term, no amendment of the Articles of Association is required. Manager can be elected partner of the company and implements the decisions of the General Assembly on any matter related to the current administration, management and course of the company. The manager, in the event of any crash, is entitled to authorize another partner to carry out specific management or representative actions. The authorization must be in writing and is given, either by a notarial power of attorney, or by a private document with confirmation of the authenticity of the signature of the administrator - representative by a competent authority.

Activity

The main activity of "NPO" is to support refugees and other vulnerable units in matters of covering basic living needs and providing services in relation to their adaptation to their new environment in Greece and Europe in general, and their promotion to their final destination countries, where possible based on legal procedures. For these purposes, lawyers, social workers and other employees with related specialties are employed. (<https://www.lesvossolidarity.org/el/>)

Secondarily and always with the aim of supporting the main purpose of the "NPO", a workshop for the production of bags and related items with reusable materials, which come from the inflatable boats with which the refugees and their life jackets traveled. The laboratory employs exclusively refugees with an employment relationship who are paid according to the provisions of the Greek labor and insurance legislation.

The income statement for the fiscal year 01/01/2018 – 31/12/2018 is as follows:

LESVOS SOLIDARITY LESVOS NGO

G.C.R 138309542000

3rd CORPORATE USE (1st JANUARY - 31st DECEMBER 2018)

PROFIT AND LOSS STATEMENT

	2018	2017
DONATIONS	490,474.96	376,665.29
OTHER COMMON REVENUE	154,330.41	82,147.38
INVENTORY CHANGES	1,325.21	0.00
Minus: PURCHASES FOR GOODS AND MATERIALS	-12,166.92	0.00
Minus: EMPLOYEE BENEFITS	-318,902.35	-224,592.81
Minus: DEPRECIATION OF FIXED AND INTANGIBLE ASSETS	-7,384.45	-2,744.68
Minus: RENTS	-28,681.00	-10,200.00
Minus: OTHER EXPENSES	-185,154.57	-176,896.97
INTEREST AND RELATED EXPENSES	-3,495.32	
RESULTS BEFORE TAXES (LOSS)	90,345.97	44,378.21
Minus: Taxes	1,986.51	2,560.88
NET RESULTS FOR THE PERIOD AFTER TAXES	88,359.46	41,817.33

The Legal Representative

ΑΛΛΗΛΕΓΥΗ ΛΕΣΒΟΥ
ΑΣΤΙΚΗ ΜΗ ΚΕΡΔΟΣΚΟΠΙΚΗ ΕΤΑΙΡΕΙΑ
ΣΑΠΦΟΥΣ 9 - ΜΥΤΙΑΝΝΗ 81100
ΤΗΛ: 22510 62.000
ΑΦΜ: 997256876 - ΔΟΥ ΜΥΤΙΑΝΝΗΣ
ΑΡ.ΓΕΜΗ: 0001383094542000

Efthimia Latsoudi

The Accountant

ΙΑΤΡΕΛΛΗΣ ΓΙΑΝΝΗΣ
Μ.Σ.Σ. ΔΙΟΙΚΗΣΗΣ ΕΠΙΧΕΙΡΗΣΕΩΝ
Λογιστής Α' Τάξης - Αρ. Πρωτ. 4485
ΑΡΙΘΜΟΣ 17 - ΔΟΥ ΜΥΤΙΑΝΝΗΣ 22510 27430
ΑΦΜ 942557010 - ΔΟΥ ΜΥΤΙΑΝΝΗΣ

Stamp/Signature



Findings:

1) We have received from the company the kept Book of Income - Expenses for the period 01/01/2018 - 31/12/2018, which is kept in accordance with the accruals principle. We matched the items of the attached Profit and Loss Statement for the Financial Year 2018 with the Book of Income - Expenses for the period 01/01/2018 - 31/12/2018 and there were no differences on the total declared income and expenses.

Regarding the content of the items of the Profit and Loss Statement for the financial year 2018, we note the following:

- The item "Other usual" revenue amounting to EUR 154,330.41 includes revenues from sales of the products of the laboratory producing bags and related items.
- The item "Other normal revenue amounting to EUR 490,474.96 includes the donations received from various independent donors, who have nothing to do with the Greek state or other international state bodies. Donors are attracted through the site and the promotion of the work of the "NPO" and fund raising through the internet.
- The line "Stock/Inventory changes" amounting to € 1,325.21 concerns the inventory of raw materials and materials on 31/12/2018.
- The line "Purchases of goods and materials" amounting to € - 12,166.92 refers to purchases during the fiscal year 2018.
- The line "Employee Benefits" amounting to € - 318,902.35 concerns the gross earnings and employer contributions of employees for the year 2018.
- The line "Depreciation of fixed and intangible assets" amounting to € - 7,384.45 includes the depreciation of the company's furniture and other equipment for the fiscal year 2018, which was carried out in accordance with article 24 LAW 4172/2013 AND POL. 1073/31.3.2015.

- The line "Rents" amounting to € - 28.681,00 includes the following rents:

<u>Rents</u>	<u>Months</u>		<u>Amount</u>
RENT VASILOPOULOS MOSAIC 9 Sappous street, Mytilene 81100	3m*1,577.00 € = € 4,731.00 8m*1,707.00 € = € 13,656.00 1m*1,750.00 € = € 1,750.00	€	20,137.00
RENT KARIOTIS GEORGE 1 Agioritou street, Mytilene 81100	12m*712.00 € = € 8,544.00	€	8,544.00
TOTAL		€	28,681.00

- The line "Other expenses" amounting to € - 185,154.57 concerns expenses for the support of beneficiaries, refugees and other vulnerable groups.

- The line "Interest and related Expenses" amounting to € - 3,495.32 concerns the cost of the account PayPal and other bank charges of National Bank of Greece (NBG).

- The line "Taxes" amounting to € -1,986.51 refers to Income Tax on the profits that occurred in the fiscal year 2018 and as it results from the Income Tax Return of the year 2018.

2) The other procedures described above have not resulted in any derogations.

Given that the work carried out does not constitute an audit or an overview, in accordance with the International Auditing Standards or the International Standards for the Assignment of Review Works, we do not express any other assurance beyond what we mention above. If we had carried out additional



procedures or carried out an audit or overview, we might have been aware of other issues, in addition to those mentioned in the previous paragraph.

The current Report is addressed exclusively to the Board of Directors of the "NPO SOLIDARITY OF LESVOS", in order for this report to be submitted to the Ministry of Migration and Asylum for the registration of the company in the Register of Greek and Foreign Non-Governmental Organizations (NGOs)" as defined in the Government Gazette 3820/B/9.9.2020.

Athens, 04 November 2021

Georgia P. Roucha
Reg. No SOEL: 27471

IAN AUDITOR

AUDIT CONSULTING COMPANY

Reg. No SOEL: 195

28 Av. Eirinis, Pefki
151 21, Maroussi