



**Independent Auditors' Report
issued on the
2015 Special Purpose Financial Information
of Robert Burns International Foundation**

This is an English translation of the Independent Auditors' Report on the 2015 Special Purpose Financial Information of Robert Burns International Foundation issued in Hungarian. If there are any differences, the Hungarian language original prevails. This report should be read in conjunction with the complete set of simplified annual report it refers to. This translation has been prepared solely for the information of the members of the Company and must not be distributed to any other party.





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Independent Auditors' Report on Special Purpose Financial Information

To Foundation's Curatorium and donors

We have audited, the accompanying special purpose financial information of Robert Burns International Foundation which comprises the balance sheet as at 31 December 2015, and statement of the financial activities for the year then ended and related notes. This special purpose financial information has been prepared solely to provide summary financial information in a format which management believes will meet the needs of the Foundation's Curatorium and donors for reliable and useful financial information about the Robert Burns International Foundation.

Management's Responsibility for the Special Purpose Financial Information

Management is responsible for the preparation of this special purpose financial information in accordance with the accounting policies as described in Note 3, for determining the acceptability of the basis of accounting and for such internal control as management determines is necessary to enable the preparation of special purpose financial information that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on this special purpose financial information based on our audit.

We conducted our audit in accordance with International Standards on Auditing.

International Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the special purpose financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special purpose financial information. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the special purpose financial information, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of the special purpose financial information in order to





control relevant to the entity's preparation of the special purpose financial information 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 special purpose financial information.

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 accompanying special purpose financial information for Robert Burns International Foundation as of 31 December 2015 and for the year then ended has been prepared, in all material respects, in accordance with the accounting policies as described in Note 3.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 2, which describes the basis of accounting and explains that the special purpose financial information is not the statutory financial statements of Robert Burns International Foundation. The special purpose financial information is prepared to provide reliable and useful financial information to the Foundation's Curatorium and donors. As a result, the special purpose financial information may not be suitable for another purpose.

Budapest, 30 May 2016

KPMG Hungária Kft.

Elek Votin

Partner



Robert Burns International Foundation

Financial statements as at and for the year ended 31 December 2015

(Expressed in Thousands of Forint)

Statement of financial activities for the year ended 31 December 2015

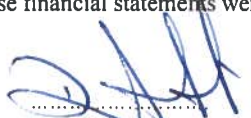
	<u>Note</u>	<u>2015</u>	<u>2014</u>
Voluntary income			
Donations received	4	17 853	13 555
Other income	5	264	43
Total income		18 117	13 598
Expenses	7	6 955	8 534
Donations to hospitals and others	9	10 000	10 121
Net movement in funds for the year		1 162	-5 057
Unrestricted funds at the beginning of the year		1 471	6 528
Unrestricted funds at the end of the year		2 633	1 471

Balance Sheet at 31 December 2015

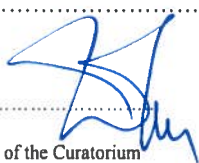
	<u>31 December</u>	<u>1 December</u>
	<u>2015</u>	<u>2014</u>
Current assets		
Receivables	4 464	534
Petty Cash	0	0
Cash at bank	16 288	2 912
Prepayments	321	0
Total assets	21 073	3 446
Less: Creditors and accruals	17 340	875
Total assets less current liabilities	3 733	2 571
Founder's capital and reserves		
Founder's Capital	1 100	1 100
Unrestricted funds	2 633	1 471
Total Founder's Capital and unrestricted funds	3 733	2 571

The accompanying notes on pages 2 to 7 form an integral part of these financial statements.

These financial statements were approved on and signed by:

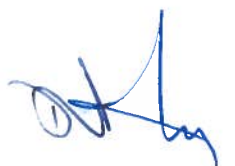


 Douglas Amott
 Chariman of the Curatorium



 Member of the Curatorium
 DR. MOLDOVÁN ANDRÁS

**Independent Auditors' Report
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2015 Special Purpose Financial Information
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A handwritten signature in blue ink, located in the bottom right corner of the page. The signature is stylized and appears to be a name, possibly "John A. Smith" or similar, though it is not clearly legible.

Robert Burns International Foundation

Notes to the 2015 financial statements

Note 1: Robert Burns International Foundation

Robert Burns International Foundation (in Hungarian: Robert Burns Nemzetközi Alapítvány) ("The Foundation") is a non-profit organisation domiciled in Hungary. Its registered address is Bajza u. 54 em I A, 1062 Budapest.

The founder of the Foundation is Mr Zoltán Magyar. The governing body is a Curatorium which is chaired by Mr Douglas Arnott. The Foundation's financial activities have consisted of raising donations, primarily through an annual supper in memory of the Scottish Poet Robert Burns, and the distribution of the surplus to hospitals and others, mainly in the form of cash grants for approved purposes.

Note 2: Financial Statements – Basis of preparation and presentation

The Foundation is required under Act C of 2000 on Accounting and Act CLXXV of 2011 on Non-Profit Organizations to prepare statutory financial statements each year. The Foundation's statutory financial statements which are not required to be audited under the Act on Accounting, will be published on the official website of the Foundation, www.robert-burns-foundation.org, as prescribed by the Act on Non-Profit Organizations.

These financial statements have not been prepared in compliance with the Act and are not the Foundation's statutory financial statements.

These financial statements have been prepared on the historical cost basis and in accordance with the accounting policies described in Note 3 for the purpose of presenting a summary of the financial activities undertaken by the Foundation during 2015 and its financial resources at 31 December 2015 in a format which management believes will meet the needs of members of the Curatorium and donors for reliable and useful financial information about the Foundation. A copy of these special purpose financial statements and the audit report thereon will be published on the Foundation website.

Note 3: Accounting Policies

Recognition of Income

Donations to the Foundation are voluntary and are recognised only when received. Other income is recognised when the Foundation is entitled to the amounts and there is certainty of receipt.

Recognition of expenses

Expenses are recognised when the liability is incurred.

Robert Burns International Foundation
Notes to the 2015 financial statements

Recognition of donations to hospitals and foundations

Donations made by the Foundation are generally recognised when the donation is disbursed except where a donation is received for a specific purpose, in which case the corresponding use of funds is recognised at the time the donation is received. A liability is set up and any amount which has not yet been disbursed by the year end is recorded as a short time liability in the balance sheet.

Short term liabilities and accruals

Short term liabilities are stated at cost. Accruals represent liabilities incurred for which invoices have not yet been received and are stated at estimated cost.

Those donations which are related to the Burns Supper for year of 2016 and estimated cost.

In this financial year the other short term liability consists of the Migration Aid foundation's income with amount of 14 907 THUF. The Migration Aid foundation used the Robert Burns foundation's bank account in order to collect funds, this funds was separated and all of them will transfer to Migration Aid foundation.

The Robert Burns foundation was not participated in the promotion.

Functional currency and foreign exchange

The functional currency of the Foundation is the Hungarian Forint (HUF) and all amounts are presented in Thousand of Forint (THUF). Transactions in other currencies, primarily the Euro, are translated at the exchange rate on the date of the transaction. Monetary assets and liabilities denominated in Euro at the balance sheet date are translated at the foreign exchange rates ruling at that date. Foreign exchange differences arising on translation are recognised in the Statement of Financial Activities.

Note 4: Donations received

a) Analysis of donations by type:

	2015	2014
	THUF	THUF
Burns Suppers		
Auctions	2,873	2,232
Suppers	12,418	5,700
Raffles	1,497	1,489
	<hr/> 16,788	<hr/> 9,421
Curling	725	836
1% of Personal Income Tax	340	157
Other donations	0	2,094
FADD orphanage	0	745
BBC (for ESU public speaking competition)	0	302
	<hr/>	<hr/>
Total	17,853	13,555

Robert Burns International Foundation
Notes to the 2015 financial statements

Burns Suppers are held in late January. Donations for Burns Suppers include any donations received which relate to the supper to be held in the next year.

b) The principal donors in each year were:

	2015	2014
	THUF	THUF
Individual donations of HUF 500,000 or more:		
Evobus Hungaria (Supper)	4,469	0
McKinsey Company (Supper)	1,414	0
Deloitte	1,250	1,250
David Williams (Supper, auction)	542	0
Andras Moldovan (Supper, curling)	466	575
Roscoe Peter John (Supper)	450	0
Adamo Kereskedelmi Bt.	178	520
	<hr/> 8,769	<hr/> 2,963
Donations below 500 THUF in aggregate	8,744	10,435
1% of Personal Income Tax	340	157
	<hr/> 17,853	<hr/> 13,555
Total	17,853	13,555

**Robert Burns International Foundation
Notes to the 2015 financial statements**

Note 5: Other income

	2015	2014
	<u>THUF</u>	<u>THUF</u>
Bank interest	15	7
Foreign exchange gain	249	36
Total	<u>264</u>	<u>43</u>

Note 6: Business Income

The Foundation had no business income in 2015.

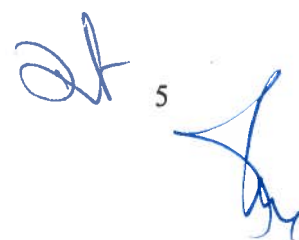
Note 7: Expenses

	2015	2014
	<u>THUF</u>	<u>THUF</u>
Burns Supper	5,157	6,410
Presentation in Manchester	1,177	1,263
Curling	312	250
Financial and other costs	196	279
Sundry	113	41
ESU public speaking competition	0	291
Total	<u>6,955</u>	<u>8,534</u>

Note 8: Remuneration

No member of the Curatorium received any remuneration from the Foundation in 2015.

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Robert Burns International Foundation
Notes to the 2015 financial statements

Note 9: Donations to hospitals and foundations

	2015	2014
	THUF	THUF
Donations given to:		
SOTE II, Tüzoltó St, Budapest	5,000	5,820
Hospital of Péterfy Sándor st.(Incubator)	5,000	3,000
FADD orphanage	0	1,301
Total of donations given	10,000	10,121

Donations were given in 2015 to Semmelweis University (SOTE II) Tüzoltó Street for purchase of medical devices; to the Péterfy Sándor Hospital for the purchase of incubators.

Robert Burns International Foundation
Notes to the 2015 financial statements

Note 10: Cash at bank and petty cash

	2015	2014
	31 December	31 December
	THUF	THUF
Raiffeisen HUF accounts	15,834	1,795
Raiffeisen EUR account	454	1,117
Total	16,288	2,912

The original currency amounts in the EUR account were: 1,451.01 EUR at 31 December 2015 and 3,549.13 EUR at 31 December 2014 .

The Foundation has no Petty cash.

Note 11: Contingencies

The Foundation is exempt from taxation. The Hungarian tax authorities may inspect the books to ensure the conditions of this exemption have not been breached during the 6 years after the end of the related fiscal year.

It is the policy of the Foundation to retain a part of the unrestricted funds as a precaution against any differences of opinion that might arise in case of a tax inspection.

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