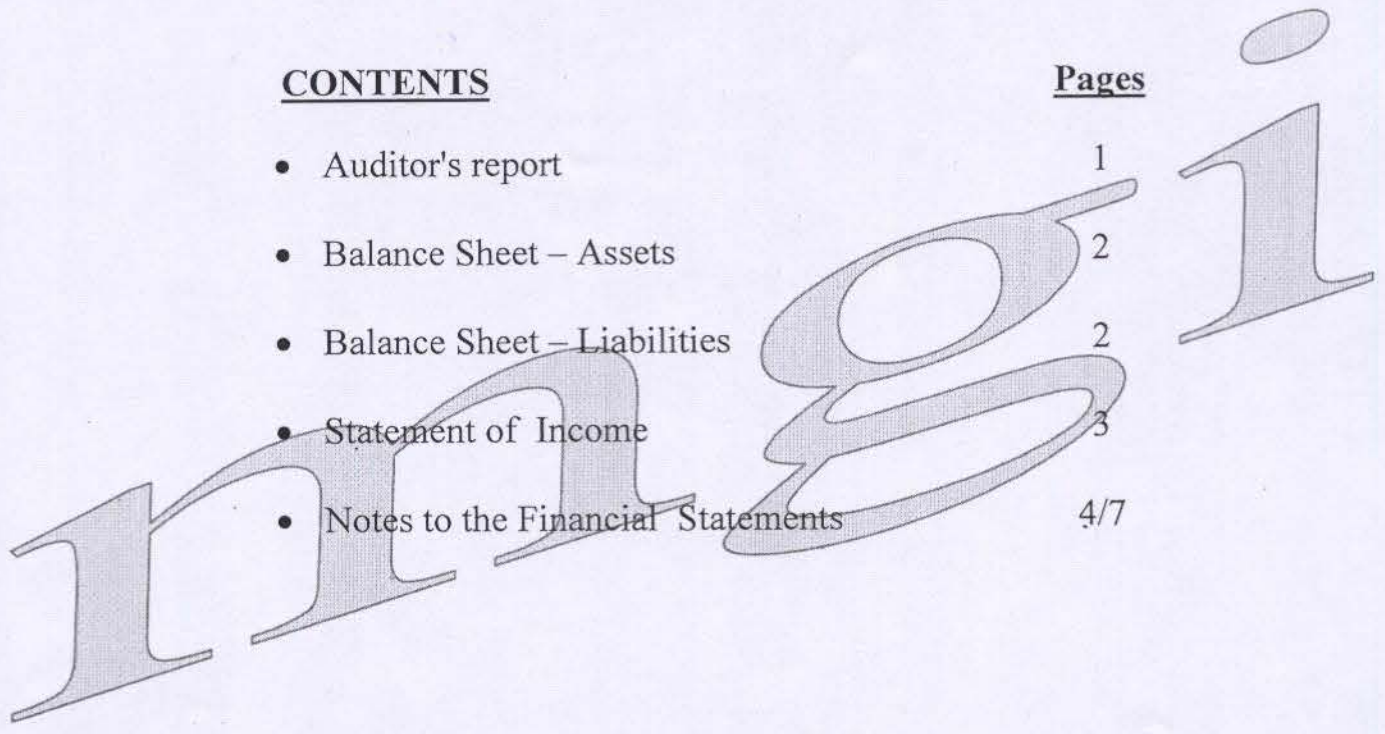


The Safety Nets Foundation-NGO
Report and Financial Statements
From the period 01/01/2014 till 31/12/2014

CONTENTS

Pages

• Auditor's report	1
• Balance Sheet – Assets	2
• Balance Sheet – Liabilities	2
• Statement of Income	3
• Notes to the Financial Statements	4/7



Report of the Auditors

To The Members of
The Safety Nets Foundation
Beirut – Lebanon

We have audited the accompanying Balance sheet of **The Safety Nets Foundation – NGO** from the period 01/01/2014 till 31/12/2014, and the related statements of activities for the period then ended as set out on pages 2 to 3.

Respective responsibilities of the company's directors and the auditors

These financial statements are the responsibility of the Association's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

Basis of opinion

We conducted our audit in accordance with the International Standards on Auditing. Those standards require that we plan and perform the audit to obtain a reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as, evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of **The Safety Nets Foundation - NGO** from the period 01/01/2014 till 31/12/2014, the result of its operations, in accordance with International Financial Reporting Standards.

Other matters

In addition, in our opinion the association has maintained proper accounting records and the financial statements are in agreement therewith during 2014. We are not aware of any violation of the laws govern the Association rules and regulations having occurred during the period which might have had a material effect on the business of the association or its financial position till 31/12/2014. Satisfactory explanations and information have been provided to us by the management in response to all our requests.

Beirut - Lebanon
Date: 14/01/2015

The Safety Nets Foundation-NGO
Balance sheet
From the period 01/01/2014 till 31/12/2014

<u>Assets</u>	<u>Note</u> <u>No</u>	<u>2014</u> <u>USD</u>	<u>2013</u> <u>USD</u>
Current assets			
Al Mawarid Bank	1	375890	363614
Total current assets		<u>375890</u>	<u>363614</u>
Total assets		<u><u>375890</u></u>	<u><u>363614</u></u>
 Liabilities			
Current Liabilities			
Other Payables	2	625	625
Total Current Liabilities		<u>625</u>	<u>625</u>
 Capital & Equity			
Capital	3	350984	350984
Profit Brought Forward		12005	2113
Result of the period-surplus		12276	9892
Total Capital & Equity		<u>375265</u>	<u>362989</u>
Total Liabilities		<u><u>375890</u></u>	<u><u>363614</u></u>

The financial statements on pages 2 to 7 were approved by the Executive Board and signed on their behalf by:

Samih Daou
President

The Safety Nets Foundation-NGO
 Income Statement
 From the period 01/01/2014 till 31/12/2014

<u>Revenues</u>	<u>Note</u> <u>No</u>	<u>2014</u> <u>USD</u>	<u>2013</u> <u>USD</u>
Interest Revenues		12276	10523
Total Net Revenues		<u>12276</u>	<u>10523</u>
<u>Expenses and other charges</u>			
Other Expenses		---	625
Financial and bank charges		---	6
Total Expenses & Other		<u>---</u>	<u>631</u>
Charges			
Result of the period - surplus		<u>12276</u>	<u>9892</u>

The financial statements on pages 2 to 7 were approved by the Executive Board and signed on their behalf by:

Samih Daou
 President

1-Legal Status And Principal Activities

a. Establishment and objective of the association

The Safety Nets Foundation - NGO was established as a Druze NGO, and it was approved and licensed by the Ministry of Interior on the 24th of May 2012.

The safety Nets Foundation is a charitable and non-profit organization aiming at providing financial support to those who are in need among our people. It supports the following categories :

1. Widowed and orphans
2. Elderly and disabled
3. University students
4. High school students
5. Patients

b. Premises

Beirut - Lebanon.

2- Significant Accounting Policies

The following are the significant accounting policies used in preparing the financial statements.

a. Basis of presentation

The financial statements have been prepared in accordance with the International Financial Reporting Standards.

b. Accounting convention

The Financial statements are prepared under the historical cost convention. The accounting policies are consistent with those used in the previous year.

c. Revenue Recognition

Donations, registration fees and other Revenues are recognized as revenues on cash basis; Sponsorship and Contribution are recognized as revenues when the sponsors or the minister of Youth and Sports demonstrates a commitment and or sign a contract.

d. Expenses Recognition

Expenses are recorded on accrual basis.

e. Foreign currency

Transactions in Foreign currencies are recorded at the rate ruling at the date of the transactions. Monetary assets and liabilities in foreign currencies are retranslated into Lebanese pounds at the rate of exchange ruling at the balance sheet date. Differences on exchange are taken to the statement of activities.

The Safety Nets Foundation
Notes to the financial statements
From the period 01/01/2014 till 31/12/2014

1-Al Mawarid Bank

<u>Account No:</u>	<u>Kind of Contributions</u>	<u>USD</u>
273773-100	Widowed and orphans	109520.08
273773-101	Elderly and disabled	53587.46
273773-102	University Students	96425.02
273773-103	High school students	64144.44
273773-104	Patients	52212.73
Total in Bank		<u>375889.73</u>

2- Other Payables

Samih Daou	625
Total	<u>625</u>

This amount was paid from the account of Mr. Samih Daou personally to pay taxes and fees.