

URBAN SUSTAINABLE DEVELOPMENT FOUNDATION

FINANCIAL STATEMENTS

For the year ended 31 December, 2022

Registered in the State Register of Legal Entities of RA on 28 April 2004

Registration Certificate: 03 A 064891

Address: 9 Alek Manukyan Str., Yerevan, RA



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This report was initially prepared in Armenian and then translated to English. In case of inaccuracies or linguistic misinterpretations, the Armenian version is the basis.



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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of “Urban” Sustainable Development Foundation

Opinion

We have audited the financial statement of “Urban” Sustainable Development Foundation (hereinafter referred as Foundation), which comprise the statement of financial position as at December 31, 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flow for the year then ended, and notes to the financial statements, including summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-Sized Enterprises (IFRS for SMEs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in the code of the Ethics for Professional Accountant set by the International Ethics Standards Board for Accountants (IESBA code) and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS for SMEs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Foundation’s ability to continue as a going concern, disclosing, as applicable, matters relates to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or ha no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation’s financial reporting process.

Statement of Comprehensive Income

(Presented in thousand AMD)	Notes	<u>For the year ended 31 December, 2022</u>	<u>For the year ended 31 December, 2021</u>
Income			
Grants recognized as income	9	99,371	44,589
Other revenues	10	30,821	54,284
		130,192	
Total income			98,873
Expenses			
Projects implemented	11	(67,873)	(49,283)
Management & administrative costs	12	(45,516)	(48,287)
Other expenses	13	(16,492)	(961)
		(129,881)	(98,531)
Total expenses			(98,531)
Net income (loss)		311	342
Financial income		4	-
Financial expenses		(315)	(342)
Financial results		(311)	(342)
Net profit (loss) for the year before taxes		-	-
Profit tax		-	-
Net profit (loss)		-	-

N. Ghazakheisyan
Executive Director



19 January, 2023



K. Gharibyan
Chief Accountant



Cash Flow Statement

(Presented in thousand AMD)	Notes	<u>For the year ended 31 December, 2022</u>	<u>For the year ended 31 December, 2021</u>
Opening cash balance	7	37,546	5,496
Operating activities			
<i>Cash inflow from operating activities</i>			
Grants received		106,074	89,693
Other inflow		26,339	49,983
<i>Total cash inflow from operating activities</i>		139,676	139,676
<i>Cash outflow from operating activities</i>			
Purchase of goods		79	120
Works done and services provided		14,944	8,826
Salaries paid and equivalent payments		57,182	63,978
Social security payments		1,004	617
Taxes paid		14,371	20,174
Projects implemented		-	-
Other cash outflow from operating activities		13,731	3,566
<i>Total cash outflow from operating activities</i>		101,311	97,281
Net cash flow from operating activities		31,102	42,395
Investing activities			
<i>Cash inflow from investing activities</i>			
Sales of property, plant and equipment		-	-
Cash inflow from other investing activities		-	-
<i>Total cash inflow from investing activities</i>		-	-
<i>Cash outflow from investing activities</i>			
Purchase of property, plant and equipment		-	11,095
Cash outflow from other investing activities		-	-
<i>Total cash outflow from non-operating activities</i>		-	11,095
Net cash flow from non-operating activities		-	(11,095)

