

INDEPENDENT AUDITOR'S REPORT

**To the management and those charged with governance of “New Generation”
Humanitarian Non-Governmental organization**

Opinion

We have audited the special purpose financial statements of “New Generation” Humanitarian NGO (hereinafter “the Organization”) as at 31 December, 2021 and for the year then ended, which comprise the data filled in points 7, 9, 11 and 12 of the Report, provided for in the Article 24 of the RA Law on Public Organizations, as well as Notes to the special purpose financial statements, including a summary of the significant parts of the accounting policies.

In our opinion:

The accompanying financial statements and related notes, in all material respects give a true and fair view of the cash inflows and receipt of goods from the public sources, as well as their source and usage for the period of 01 January, 2021 to 31 December, 2021 in accordance to the RA Law on Public Organizations and according to the principles for preparation of special purpose financial statements defined by the Order No. 477-N of the Chairman of the RA State Revenue Committee, issued on 27 May, 2020.

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 Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in accordance with *The International Code of Ethics for Professional Accountants* (the “IESBA Code”), issued by *International Ethics Standards Board for Accountants* together with the ethical requirements, that are relevant to our audit of the financial statements in the Republic of Armenia, 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.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Notes to the financial statements, which describe the basis of accounting. The financial statements are prepared to assist the Organization in complying with the financial reporting provisions referred to above. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Organization and for the providers of public funds and should not be distributed to or used for other purposes. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the special purpose financial statements in accordance with the financial reporting provisions defined by the Order No. 477-N of the Chairman of the RA State Revenue Committee, issued on 27 May, 2020 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 Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the special purpose financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the special purpose financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies.

