

ALLIANCE FOR INTERNATIONAL MEDICAL ACTION (ALIMA)

Association loi 1901

15 Rue des immeubles industriels, 75011 PARIS

SIRET : 831 620 398 00022

AUDITOR REPORT on STATUTORY ACCOUNTS

EXERCICE CLOSED THE 31/12/2018

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1. Opinion on the annual accounts

Under the terms of the assignment entrusted to us by your annual general assembly, we submitted a "deficiency" report on June 7, 2019, in which we indicated the impossibility of carrying out the audit of the financial statements and annual report, as these had not been produced within the statutory time-limits. Given that they were communicated to us after that date, we have been able to audit the annual accounts of the ALIMA association for the year ended December 31, 2018, as attached to this report.

We certify that the consolidated accounts provide, in accordance with French accounting rules and principles, a fair and accurate view of the results of operations, of the financial situation and of the assets of the association at the end of the financial year under review.

2. Basis of the audit opinion

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our responsibilities under these standards are set out in the section of this report entitled: "Auditor's Responsibilities for the Audit of the Annual Accounts".

Independence

We carried out our audit mission with due regard to the principle of independence, from January 1, 2017 to the date of issuance of this report, and we did not provide services which are prohibited by the statutory auditors' code of ethics.

Observation

Without qualifying our opinion, we draw attention to:

- Note 11 relating to the "Annual Accounting of the Use of Funds (CER)" in the appendix to the annual accounts for the year ended December 31, 2018;
- Note 12 relating to the accounting treatment of "Foreign exchange differences – countries" in the appendix to the annual accounts for the year ended December 31, 2018

Justification of our assessments

In application of the provisions of Article L. 823-9 of the French Commercial Code relating to the justification of our assessments, we draw to your attention the following matters:

- Your association set aside reserves to cover the risks of calling into question the eligibility of the project expenditure financed by donors, as described under Note 7 in the appendix to the annual accounts. Our work consisted of assessing the data and assumptions on which these estimates are based, comparing the accounting estimates with the historical data from the project audits, and examining senior management's procedures for approving these estimates.
- Your association capitalizes the cost of software and application development, as described under Note 2 in the appendix to the annual accounts. Our work consisted of assessing the capitalization criteria of these software and applications, checking the perpetuity aspect of the valuation methods of this development costs, and ensuring accurate reporting in the appendix to the annual accounts.



- Note 3 of the appendix to the annual reports describes the accounting methods for recording inventories of the "CUBE", which the association acquired. Our work consisted of assessing "CUBES" as current assets, verifying the valuation methods and reconciling stocks with inventories as recorded on December 31, 2018, and ensuring accurate reporting in the appendix to the annual accounts.
- Note 6 in the appendix to the annual accounts entitled "Projects resources and expenditure" sets out the rules and methods of accounting for donors' grants. As part of our assessment of the accounting principles applied by your association, we examined the way in which donors' financial contributions were linked to the result of the association and we made sure that Note 8 in the appendix of the annual accounts provided appropriate information on the distribution of funds to be received and committed for each donor.
- As part of our assessment of the accounting principles followed by your association, we have also verified the compliance of Notes 10, 11, and 12 in the appendix to the annual accounts – respectively relating to dedicated funds, accounting of the use of funds, and foreign exchange differences - with the provisions of accounting regulations applicable to associations.
- Your association receives in-kind contributions from specific partners, as described under Note 13 in the appendix to the annual accounts. Our work consisted of assessing the Finance Department's methods of collecting information relating to in-kind contributions, verifying the methods for valuing these in-kind contributions, and ensuring accurate reporting in the appendix to the annual accounts.

The appreciations thus given are based on our audit of the annual accounts, taken as a whole and thus contributed to shaping our opinion expressed in the first part of this report.

Audit of the financial report and other documents addressed to members of the general assembly.

In accordance with the professional standards applicable in France, we also carried out specific checks required by law.

We have no comment to make as to the fair presentation and the consistency with the annual accounts of the information given in the financial report drawn up by the treasurer and in all other documents addressed to the members of the general assembly regarding the financial situation and the annual accounts.

3. Responsibilities of management and other members of the governing body relating to the annual accounts

It is the management's responsibility to prepare annual accounts presenting a true and fair view in accordance with French accounting rules and principles and to set up the internal control system necessary for the preparation of annual accounts free of material misstatement, whether resulting from fraud or errors.

When preparing the annual accounts, it is the management's responsibility to assess the ability of the association to continue its operations, and to present in these accounts, as the case may be, the necessary information relating to the continuity of operations and to apply the accounting policy for a going concern, unless it intends to liquidate the association or cease its activity.

The annual accounts have been adopted by the board of directors.



4. Responsibilities of the statutory auditor for the audit of annual accounts

It is our responsibility to prepare a report on the annual accounts. Our objective is to obtain reasonable assurance that the financial statements taken as a whole are free of material misstatements. Reasonable assurance corresponds to a high level of assurance; however, it is not guaranteed that an audit performed in accordance with the standards of professional practice can systematically detect any material misstatement. Misstatements may arise from fraud or error and are deemed material when it can reasonably be expected that they, whether individually or in the aggregate, may influence the economic decisions that account users take in the course of business.

As specified by Article L.823-10-1 of the French Commercial Code, our duty is to audit the accounts and it is not to guarantee the quality or sustainability of the association.

As part of an audit conducted in accordance with the professional standards applicable in France, the statutory auditor exercises his or her professional judgment throughout this audit. In addition:

- The auditor identifies and assesses the risks that the annual accounts may contain material misstatements, whether due to fraud or error, he or she defines and implements audit procedures to address such risks and collects information he or she considers sufficient and appropriate to form the basis of their opinion. The risk of not detecting a material misstatement from fraud is higher than that of a material misstatement resulting from an error, as the fraud may involve collusion, falsification, voluntary omissions, misrepresentation or circumventing internal control;
- The auditor uses the understanding of internal control relevant to the audit to define appropriate audit procedures and not to express an opinion on the effectiveness of the internal control procedures;
- The auditor assesses the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, and all related information provided in the annual accounts;
- The auditor assesses the appropriateness of management's application of the going concern accounting policy and, depending on the evidence gathered, the existence or otherwise of significant uncertainty related to events or circumstances likely to jeopardize the association's ability to continue operating. This assessment is based on the information gathered up to the date of the report, however it is recalled that subsequent circumstances or events could jeopardize the continuity of operations. If the auditor concludes that there is significant uncertainty, he or she draws the readers' attention to the information provided in the annual accounts about this uncertainty or, if this information is not provided or is not relevant, the auditor formulates a qualified certification or a refusal to certify;
- The auditor assesses the overall presentation of the annual accounts and assesses whether the annual accounts reflect the underlying transactions and events so as to give a true and fair view.

Paris 20th of June 2019

Pour DONNADIEU & ASSOCIES,
Ludovic DONNADIEU



Commissaire aux comptes

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Balance Sheet ASSETS in EUR €

		Exercice N, closed on :			
		31/12/2018	31/12/2017		
		Brut 1	Dépreciation	Net 3	Net 4
INTANGIBLE ASSETS	INTANGIBLE ASSETS				
	Concessions, patents and similar rights	35 411	9 564	25 847	27 315
	TANGIBLE ASSETS				
	Fields				
	Construction				
	Other intangible assets	259 103	121 217	137 886	141 542
	Current intangible assets	23 007		23 007	43 568
	Advanced payments on intangible assets	373 700		373 700	
	FINANCIAL ASSETS (2)				
	Participations	20 000		20 000	
CURRENT ASSETS	Receivable from equity interests				
	T.I.A.P				
	Other fixed securities				
	Loan				
	Other Financial	69 137		69 137	74 681
	Total (I)	780 358	130 782	649 576	287 106
	RECEIVABLE				
	Merchandises	97 872		97 872	
	Advanced payments				
	Attached accounts	15 916		15 916	
Regularisation Accounts	Other Current Assets	5 926 121		5 926 121	4 856 631
	V.M.P	16 470		16 470	
	Liquidities	6 398 260		6 398 260	3 636 738
	Prepaid Expenses (3)	83 859		83 859	50 654
	Total (II)	12 538 499		12 538 499	8 544 023
	(V)				
	TOTAL GENERAL (I à V)	13 318 857	130 782	13 188 075	8 831 129



Balance Sheet Liabilities & Equities in EUR €

		31/12/2018	31/12/2017
ASSOCIATIVE FUNDS & RESERVE	UNRESTRICED NET ASSETS		
	Réserves	1 004 640	824 680
	Net Assets		566 216
	Net Result for this Exercise	100 408	-386 256
	Total (I)	1 105 047	1 004 640
OTHER ASSOCIATIVE FUNDS	Social Bonds	2 000 000	2 000 000
SubTotal	SubTotal (II)	2 000 000	2 000 000
Provisions	Risk Accruals	270 249	101 821
	Total (III)	270 249	101 821
DEBTS	Long Term Debt	770 935	519 998
	Financial Debt	11 209	4 896
	Supplier Debt	1 273 310	941 322
	Social & Fiscal Debt	917 669	305 802
	Other Debt	744 867	448 169
Regularisation	Deferred Income	6 094 789	3 504 482
	Total (IV)	9 812 779	5 724 668
	(V)		
	TOTAL GENERAL (I à V)	13 188 075	8 831 129
Maturity of Loans			
	(1) Including More than one year	363 379	524 894
	Including Less than one year	9 449 400	5 199 774
	(2) Including current bank loans, bank overdrafts	397 935	519 998

INCOME STATEMENT in EUR €

				31/12/2018	31/12/2017
	N° of Months during this Period			12	12
OPERATING INCOMES			France	Total	Total
	Sales of goods				
	Sold production	Goods			
		Services	3 703	3 703	
	NET TURNOVER (4)		3 703		
	Operation Grants			43 999 435	36 553 635
	Provision recovery			103 261	101 882
	Contributions			3 403	1 586
	Donations			969 547	726 564
	Other products			190 106	35 650
Total Operating Income (I)			45 269 455	37 419 318	
OPERATING EXPENSES					
	Other purchases & External			28 025 310	23 751 579
	Charges Taxes & Duties			137 104	102 161
	Salaries & Wages			15 957 275	12 963 309
	Social Costs			704 544	540 519
				60 864	45 512
	Accruals Allowance			168 428	
	Other Expenses			105 066	188 141
Total Operating Expenses (II)			45 158 592	37 591 221	
1 – OPERATING RESULT (I - II)				110 863	-171 903
OPERATIO					
FINANCIAL INCOMES	Gain on Foreign Changes			202 245	346 695
	Total Financial Incomes (V)			202 245	346 695
	Interest payables & similar charges			106 455	15 814
	Losses on Foreign Exchange			106 245	543 659
	Total Financial Charges (VI)			212 700	559 473
2 – FINANCIAL RESULT (V - VI)				-10 455	-212 778
3 – NET RESULT (I-II+III-IV+V-VI)				100 408	-384 681



**INCOME STATEMENT in
EUR €**

		31/12/2018	31/12/2017
EXCEPTIONAL INCOMES	Exceptional Incomes on operations		11 197
	Total Exceptional Incomes (VII)		11 197
Exceptional expenses	Exceptional Expenses on operations		9 301
	Exceptional Expenses on Capital transactions		271
	Depreciation & Provision Allowances		3 201
	Total Exceptional Expenses		12 773
4 - EXCEPTIONNEL RESULT (VII - VIII)			-1 576
TOTAL INCOMES (I+III+V+VII+X)		45 471 700	37 777 211
TOTAL EXPENSES (II+IV+VI+VIII+IX+XI)		45 371 292	38 163 467
5 – NET RESULT (total Incomes - total Expenses) (15)		100 408	-386 256

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