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**FINANCIAL STATEMENTS FOR THE YEAR
ENDED ON 31 DECEMBER 2022
OF THE CHARITABLE FOUNDATION “Mykola Pyrogov
First Volunteer Mobile Hospital”**

and

INDEPENDENT AUDITOR’S REPORT

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Audit / Tax / Advisory



Table of Contents

Qualified opinion	3
Basis for qualified opinion	3
Material uncertainty related to going concern	3
Responsibility of the managerial board for financial reporting	4
Auditor's responsibility for auditing financial statements	4
Financial Statements of the CHARITABLE FOUNDATION "Mykola Pyrogov First Volunteer Mobile Hospital" for the year that ended on 31 December 2022	7

Independent Auditor's Report

for review by managerial board of CHARITABLE FOUNDATION "Mykola Pyrogov First Volunteer Mobile Hospital"

Qualified opinion

We conducted an audit of the financial statements of the CHARITABLE FOUNDATION "Mykola Pyrogov First Volunteer Mobile Hospital" (hereinafter referred to as the "Organisation"), consisting of the Balance Sheet (Form No. 1-м) as of 31 December 2022, the Statement of Financial Results (Form No. 2) for the year that ended on the date specified and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, with the exception of the possible impact of the issue referred to in the "Basis for Qualified Opinion" section of our report, the attached financial statements of a small business have been prepared in all material respects in accordance with national accounting regulations (standards) adopted in Ukraine (National Accounting Standards) taking into account the National accounting regulation (standard) No. 25 "Simplified financial reporting" and meet the requirements of the Law of Ukraine "On Accounting and Financial Reporting in Ukraine" regarding the preparation of financial statements.

Basis for qualified opinion

Due to the fact that we were appointed as auditors of the Organisation after 31 December 2022, we did not observe the inventory of non-current assets at the beginning and at end of the year. With the help of alternative procedures, we could not verify the availability of fixed assets held as of 31 December 2022 and 2021, which are reflected in the Balance Sheets (Statements of Financial Position), respectively, in the amounts of UAH 35,874,400 and UAH 461,700. Accordingly, we have not been able to determine whether there is a need for any adjustments to the value of assets, reflected or not reflected in the accounts, as well as the items included in the Statement of Financial Results (Statement of Comprehensive Income).

We conducted an audit in accordance with International Standards on Auditing (ISA).

Our responsibilities under those standards are set out in the "Auditor's Responsibility for auditing financial statements" section of this report. We are independent in relation to the Organisation in accordance with the International Code of Ethics for Professional Accountants (including international standards of independence) of the International Ethics Standards Board for Accountants (IESBA Code) and ethical requirements applicable in Ukraine to our audit of financial statements, and have also fulfilled other obligations related to ethics in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to use as a basis for our qualified opinion.

Material uncertainty related to going concern

We draw your attention to Note 2.5 "Operating Environment and Going Concern" in the Organisation's financial statements, which notes that the Organisation is exposed to certain risks associated with the continuation of the ongoing full-scale military invasion of Ukraine by the Russian Federation.

The scale and timing of the further course of events or the term of the completion of hostilities is a factor of uncertainty.

These events or conditions, together with other matters set forth in Note 2.5, indicate that there is a material uncertainty that may cast significant doubt on the Organisation's ability to continue as a going concern.

Our opinion has not been modified on this matter.

During the audit of the financial statements, we came to the conclusion that management's use of the going concern principle in the preparation of these financial statements is appropriate. Our

assessment of management's assumptions about the Organisation's ability to continue as a going concern in accounting included:

- assessment of the continuation of negative consequences related to the military aggression that has been ongoing in Ukraine since 24 February 2022;
- analysis of the scenarios of the development of the situation determined by the managerial board of the Organisation, and possible actions in response by the leadership of Ukraine, the world community and the managerial board of the Organisation;
- discussion with the managerial board of forecasts regarding the further functioning of the Organisation, review and assessment of the validity of the main assumptions used in the forecasts.

We found it very difficult to make forecasts regarding the development of the situation and the corresponding negative consequences due to the unpredictability of military events. At the same time, management's assumptions about the most likely scenarios are appropriate.

Our responsibilities and those of managerial board as a going concern are described in the relevant sections of this report.

Responsibility of the managerial board for financial reporting

The managerial board is responsible for the preparation of financial statements in accordance with the Law of Ukraine "On Accounting and Financial Reporting in Ukraine", National Accounting Standards and for such internal control system which the managerial staff determines necessary to ensure the preparation of financial statements that are free from material misstatement due to fraud or error.

In preparing the financial statements, the managerial board is responsible for evaluating the Organisation's ability to continue its business activity on an on-going basis, disclosing, where applicable, the matters relating to the business continuity principle and using the business continuity assumption as a basis for accounting, unless the managerial board plans to liquidate the Organisation or cease its operations, or has no other viable alternatives.

Auditor's responsibility for auditing financial statements

Our objectives are to obtain reasonable assurance that the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that contains our opinion. Reasonable assurance is a high level of assurance, but does not guarantee that an audit performed in accordance with ISA will always identify a material misstatement, if it exists. Misrepresentations may result from fraud or error; they are considered material if, individually or in the aggregate, they can reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

When performing an audit in accordance with ISA requirements, we use professional judgment and professional scepticism throughout the audit engagement. In addition, we:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, develop and perform audit procedures in response to those risks, and obtain audit evidence that is sufficient and acceptable to use as a basis for our opinion. The risk of not detecting a material misstatement due to fraud is higher than for a misstatement due to error because fraud may involve conspiracy, forgery, intentional omissions, misstatements, or negligence of internal controls;
- obtain an understanding of the internal control measures relevant to the audit in order to develop audit procedures that are appropriate to the circumstances, rather than to express an opinion on the effectiveness of the internal control system;
- evaluate the acceptability of applied accounting policies and the reasonableness of accounting estimates and relevant information disclosures made by the managerial staff;
- conclude on the acceptability of managerial staff's use of the business continuity assumption as a basis for accounting and, based on the audit evidence obtained, conclude whether there is a material uncertainty regarding the events or conditions that would cast significant doubt on

the ability of the Organisation to continue its activity on an on-going basis. If we conclude that such a material uncertainty exists, we must draw attention in our auditor's report to the relevant disclosures in the financial statements or, if such disclosures are inappropriate, modify our opinion. Our conclusions are based on audit evidence obtained prior to the date of our auditor's report. However, future events or conditions may force the Organisation to cease operations on a continuing basis.

We communicate information about the significant audit findings, including any significant deficiencies in internal control measures identified by us during the audit, to the managerial board.

Svitlana PODELKO is a partner in the audit arrangement, the result of which is this independent auditor's report.

**LIMITED LIABILITY COMPANY
AUDIT COMPANY CROWE UKRAINE**

Director on Audit

No. 100613 in the Register
of Auditors and Audit Entities



Olga SAMUSIEVA

Engagement Partner

No. 100610 in the Register
of Auditors and Audit Entities

Svitlana PODELKO

Kyiv

31 July 2023



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About Us

AC Crowe Ukraine – member Crowe Global, ranked as the eighth largest global accounting network, consists of independent accounting and advisory services firms. With operations in more than 150 countries across 833 offices.

In connection with the aggression of the Russian Federation on the territory of Ukraine, Crowe Global decided to exclude representatives of the Russian Federation and the Republic of Belarus from the network.

Link to official source:

<https://www.crowe.com/global/news/crowe-global-statement-on-conflict-in-ukraine>

FINANCIAL STATEMENTS OF A SMALL BUSINESS ENTITY

Enterprise: CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL” Territory: Obolon district Organizational and legal form: Charitable organisation Type of business activity: Provision of other social assistance without provision of accommodation Average number of employees (persons): 5 Unit of measurement: in thousands of UAH Address, telephone: Flat (office) 108, 11 Avtozavodska Street, Kyiv, Obolon district, Ukraine. Tel.: +38 (063) 120-54-34	Date (year, month, day) under EDRPOU under KOATUU¹ under KOPFG under KVED	Codes		
		2023	01	01
		UA800000000000551439		
		845		
		88.99		

BALANCE SHEET as of 31 December 2022

Form No. 1-M under DKUD 1801006

ASSET	Line code	As of the beginning of the reporting period	As of the end of the reporting period
1	2	3	4
1. Non-current assets			
Intangible assets:	1000		
historic cost	1001		
accumulated depreciation	1002	()	()
Capital investments in progress	1005		
Fixed assets:	1010	461,7	35874,4
historic cost	1011	1411,5	39896,3
depreciation	1012	(949,8)	(4021,9)
Long-term biological assets	1020		
Long-term financial investments	1030		
Other non-current assets	1090		
Total under Section I	1095	461,7	35874,4
II. Current assets			
Inventories	1100	4,6	46897,3
including finished goods	1103		
Current biological assets	1110		
Accounts receivable for goods, works and services	1125		
Accounts receivable under settlements related to budget	1135		10,3
including income tax	1136		

¹ Codifier of administrative-territorial units and territories of territorial communities.

Other current accounts receivables	1155		263
Other financial investments	1160		
Cash and cash equivalents	1165	28,3	25994,2
Deferred expenses	1170		1,9
Other current assets	1190		
Total under Section II	1195	32,9	73166,7
III. Non-current assets held for sale and retirement groups	1200		
Balance	1300	494,6	109041,1
LIABILITIES	Line code	As of the beginning of the reporting period	As of the end of the reporting period
1	2	3	4
I. Equity capital			
Registered (share) capital	1400		
Additional capital	1410	319,9	81955,3
Reserve capital	1415		
Undistributed profit (uncovered loss)	1420	174,7	174,7
Unpaid capital	1425	()	()
Total under Section I	1495	494,6	82130
II. Long term liabilities, earmarked financing and provision for deferred charges	1595		25722,1
III. Current liabilities			
Short-term bank loans	1600		
Current accounts payable for: long-term liabilities	1610		
goods, works, services	1615		0,6
settlements related to budget	1620		40,9
including those related to income tax	1621		
insurance settlements	1625		
labour remuneration	1630		
Deferred income	1665		1147,3
Other current liabilities	1690		0,2
Total under Section III	1695		1189
IV. Liabilities related to non-current assets held for sale and retirement groups	1700		
BALANCE	1900	494,6	109041,1

2. Statement of Financial Results for 2022

Form No. 2-M under DKUD 1801007

Financial Results

Item	Line code	For the reporting period	For the same period of the previous year
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1	2	3	4
Net profit (proceeds) from sale of products (goods, works, services)	2000		
Other operating income	2120	23296	
Other income	2240	2371,1	269,2
Total income (2000 + 2120 + 2240)	2280	25667,1	269,2
Cost value of products (goods, works, services) sold	2050	()	()
Other operating costs	2180	(25667,1)	(73,8)
Other expenses	2270	()	()
Total expenses (2050 + 2180 + 2270)	2285	(25667,1)	(412,8)
Financial results before tax (2280 – 2285)	2290		-143,6
Income tax	2300	()	()
Net income (loss) (2290 – 2300)	2350		-143,6

CEO

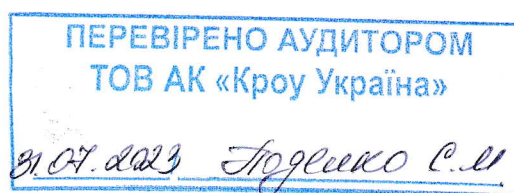
[Signature]
(signature)

Tetiana Samoilenko

Chief Accountant

(signature)

[Official seal: CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL”]



Notes to Financial Statements

compiled in accordance with the National Accounting Regulations (Standards) of Ukraine OF THE CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL”

for the year ended 31 December 2022

These Notes, in addition to the main forms of financial reporting “Financial reporting of a small business entity”, provide information about the **CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL”** (hereinafter referred to as the “Organisation”), the disclosure of which is required by the National Accounting Regulations (Standards) of Ukraine (hereinafter referred to as the “National Accounting Standards”) or which is essential, in the opinion of the Organisation.

Note 1. Information about the Organisation

Name: CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL”

EDRPOU code: 39932886

Location: Flat (office) 108, 11 Avtozavodska Street, Kyiv, Ukraine

Date of state registration: 5 August 2015, entry number in the Unified State Register of Legal Entities, Individuals, Individual Entrepreneurs and Public Organisations 10691020000034915

Organisational and legal form: Charitable Organisation

Strategic goal of the Organisation: provision of charitable assistance

The CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL” is the largest non-governmental project to involve civilian doctors in the provision of medical aid in the area of the operation of the United Forces (formerly the “anti-terrorist operation”) in certain areas of Donetsk and Luhansk regions, which is implemented by the CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL” in cooperation with the Ministry of Health of Ukraine, the Ministry of Defense of Ukraine, the General Staff of the Armed Forces of Ukraine, with the support of the National Security and Defence Council of Ukraine.

The CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL” works on the basis of the Memorandum between the Ministry of Health of Ukraine, the Ministry of Defence of Ukraine, the General Staff of the Armed Forces of Ukraine and the CHARITABLE FOUNDATION “MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL” dated 5 February 2016.

The Charitable foundation is financed exclusively at the expense of voluntary charitable contributions. The Charitable foundation does not spend funds from the state and/or city budgets to implement its projects.

The Charter of the Charitable foundation was approved by the decision of the constituent assembly of the founders (Minutes No. 20, dated 24 March 2021).

As of 31 December 2021 and 31 December 2022, the number of employees of the Organisation was 1 and 17 persons, respectively.

The Charitable foundation is a legal entity from the date of its state registration with the rights and obligations provided for by the current legislation of Ukraine, has an independent balance sheet, current, currency and other accounts in bank institutions, seals and stamps with its full name and symbols, company letterhead, and carries out its activities in accordance with the requirements of the current legislation of Ukraine.

Classification of the main type of activity according to KVED (Classifier of economic activities):

88.99 Provision of other social assistance without provision of accommodation (main type of activity)

The Organisation is a non-profit organisation in accordance with the Decision on inclusion in the Register of Non-Profit Institutions and Organisations No. 1626540900073, dated 20 October 2016 (non-profit attribute — 0036 — charitable organisations).

Note 2. Basis for preparation of financial statements.

2.1. Conceptual basis of financial reporting

The conceptual basis of the financial reporting of the Organisation for the year ended on 31 December 2022 is the national regulations (standards) of financial accounting adopted in Ukraine (hereinafter referred to as the “National Accounting Standards”).

This financial statement of the Organisation for the year ended on 31 December 2022 is prepared in accordance with the form approved by the National Accounting Regulation (Standard) No. 25 “Financial statement of a small business entity” in accordance with the Law of Ukraine “On accounting and financial reporting in Ukraine” and is based on the accounting principles specified in the Organisation's Accounting Policy.

When forming the financial statements, the Organisation was guided by the requirements of the National Accounting Standards of Ukraine, other national legislative and regulatory acts on arranging and keeping accounting records and preparation of financial statements in Ukraine. The presented financial statements for 2022 contain comparative information in all reports and notes to the financial statements of the Organisation.

The financial statements were prepared using the principles established by the Law of Ukraine “On Accounting and Financial Reporting”, the compliance of which ensures reliable presentation of information in financial statements, namely, relevant, reliable, comparable and understandable information.

2.2 Reporting date for the reporting period

The date of the annual financial statements for 2022 is the end of the day on 31 December 2022.

The reporting period for which the financial statements are prepared is the calendar year, i.e. the period from 1 January until 31 December 2022.

These financial statements are prepared for the period beginning on 1 January 2022 and ending on 31 December 2022.

2.3 Functional currency, currency of presentation of financial statements and unit of its measurement, established materiality

The financial statements are presented in the Ukrainian hryvnia, which is the functional currency and the currency of presentation of financial statements of the Organisation. All financial information presented in Ukrainian hryvnias is rounded to the nearest thousand, unless otherwise noted. Transactions in other currencies are treated as foreign currency transactions. Transactions in foreign currency are initially reflected in the functional currency at the exchange rate effective on the date of the transaction. Monetary assets and liabilities denominated in foreign currency are converted into the functional currency at the NBU exchange rate effective on the reporting date.

All exchange rate differences are reflected in the Statement of Financial Results.

The Organisation does not have subsidiaries or associated companies, therefore it does not prepare consolidated financial statements.

The Organisation establishes the materiality of financial statements —

- the Balance Sheet — 0.1% of the balance sheet total,
- the Statement of financial results — 0,1% of operating income.

2.4 Principles of assessments

The financial statements were prepared using the historical cost accounting principle.

2.5 Operating Environment and Ongoing Concern

The financial statements were prepared on the basis of the assumption of continuity of the Organisation's activities, according to which the asset disposal and repayment of liabilities takes place in the course of its normal activities. Financial statements do not include adjustments that would have to be made in the event that the Organisation could not continue further implementation of financial and economic activities in accordance with the principles of continuity of activity.

The political situation that arose as a result of the military invasion of the Russian Federation into Ukraine causes the uncertainty of the economic situation and its subsequent negative impact on the economy of the country as a whole and on the operational activities of the Organisation in particular.

The assumption of continuity of the Organisation's activities is based on the fact that accounting is carried out, and reporting is made on the assumption that the Organisation has neither the intention nor the need to stop or significantly reduce its economic and financial activities in the foreseeable future.

The financial statements of the Organisation are prepared in accordance with the principle of continuity, based on the assumption that the enterprise is continuously operating and will remain so in the future. Currently, the Organisation has neither the intention nor the need to liquidate or significantly reduce the scope of its activities.

The military aggression of the Russian Federation in Ukraine directly poses a risk of significant uncertainty regarding the continuity of the Organisation's activities. This circumstance indicates that there is a material uncertainty that may cast significant doubt on the Organisation's ability to continue as a going concern, and therefore there is a high risk that the Organisation will not be able to dispose its assets and fulfil its obligations in the ordinary course of business.

The direct impact of this circumstance and event on the activities of the Organisation cannot be determined at this time. But we draw attention to this circumstance considering the fact that this circumstance causes uncertainty in the economic situation and there is a significant possibility of its further negative impact on the economy of the country as a whole and on the operational activities of the Organisation in particular.

At the same time, it is known that the management of the Organisation assumes the ability of the Organisation to continue its activities continuously for the next 12 months and does not consider the possibility of terminating its existence.

In connection with the above, it is impossible to reliably assess the effect of the current economic and military-political situation on the financial condition of the Organisation. These financial statements do not include any adjustments that may arise as a result of such uncertainties.

Such adjustments will be notified if they become known and can be estimated. Taking into account the sufficient level of available funds to fulfil its obligations, the cooperation and comprehensive support of donors, as well as the hope for the gradual stabilization of the Ukrainian economy and the military-political situation in the future, the management of the Organisation considers it justified to prepare this financial statement based on the assumption that the Organisation has the ability to continue its activities on a continuous basis.

Note 3. Essential provisions of the accounting policy.

The Organisation's financial statements are compiled on the basis of its accounting data in accordance with the requirements of the current legislation.

The accounting policy of the Organisation (with changes and additions), which was valid in 2022, was approved by Order No. 1 dated 3 January 2022.

In accordance with the chosen accounting policy, the Organisation applies the principles, methods and procedures used by the Organisation for accounting, preparation and presentation of financial statements, which are listed below in Notes 4-5 on reporting articles.

Note 4. Disclosure of accounting policies and material information supporting the items presented in the financial statements

4.1 Non-current assets

Fixed assets

Fixed assets are recorded at original cost.

Fixed assets, the value of which exceeds UAH 20,000, and the expected period of useful life (exploitation) of which is more than one year from the date of commissioning, are recognized as tangible assets in accounting.

Periods of useful life by groups of fixed assets are determined within the following limits:

Office equipment — 48 months;

Tools, devices and inventory — 60 months.

Depreciation on fixed assets is calculated using the straight-line method based on the period of useful life of this item.

Revaluation of fixed assets is carried out if the residual value of the item differs significantly from its fair value on the balance sheet date.

As of the reporting date, the asset is accounted for at cost less accumulated depreciation and impairment losses, if any.

Tangible assets with an expected useful life of more than one year and a value of less than UAH 20,000 and more than the materiality threshold established for low-value non-current assets are considered non-current tangible assets of low cost. The materiality threshold for recognizing low-value items with a useful life of more than one year as non-current assets is UAH 20,000 (items worth up to UAH 20,000 are recognized as low-value current assets).

Accumulation of depreciation according to non-current tangible assets of low cost is carried out starting from the reporting year in the first month of use of the item in the amount of 100 percent of its value.

Information on the movement of fixed assets for 2022 and comparative information for 2021 is given below:

Row	Value	Machinery and equipment	Vehicles	Tools, devices, inventory	Other	Non-current tangible assets of low cost	Total
1	2	3	4	5	6	7	8
2	Book value at the beginning of 2022:	0	433,6	18,3	9,8	0	461,7
3	Historic value	0	1218	94,7	9,8	0	1411,5
4	<i>Depreciation at the beginning of 2022</i>	0	784,4	165,4	0	0	949,8
5	Received in 2022	2745,8	31790,7	3551,6	26,5	4611,9	38583,5
6	Revaluation	0	0	0	0	0	0

7	Retirement (historic cost)	0	88,9	0	9,8	0	98,7
8	<i>Accumulated depreciation on retirement</i>	0	0	0	0	0	0
9	<i>Accrual of depreciation for the year</i>	253,5	2749,0	472,6	1,3	468,9	3945,3
10	Impairment losses	0	0	0	0	0	0
11	Book value at the end of 2022:	2492,3	30259,8	3097,1	25,2	0	35874,4
12	Historic value	2745,8	33008,8	3646,3	26,5	468,9	39896,3
13	<i>Depreciation at the end of 2022</i>	253,5	2749	549,1	1,3	468,9	4021,9

Row	Value	Vehicles	Other fixed assets	Tools, devices, inventory	Non- current tangible assets of low cost	Total
1	2	3	4	5	6	7
2	Book value at the beginning of 2021:	471,8	9,8	63,0	0	544,6
3	Historic value	1104,7	9,8	250,1	0	1364,6
4	<i>Depreciation at the beginning of 2022</i>	632,9	0	187,1	0	820
5	Received in 2022	0	0	0	0	0
6	Revaluation	113,3	0	0	0	0
7	Retirement (historic cost)	0	0	142,8	0	112,8
8	<i>Accumulated depreciation on retirement</i>	0		160,5	0	160,5
9	<i>Accrual of depreciation for the year</i>	240,2	0	49,9	0	290,1
10	Impairment losses	0	0		0	
11	Book value at the end of 2022:	433,6	9,8	18,3	0	461,7
12	Historic value	1218	9,8	94,7	0	1411,5
13	<i>Depreciation at the end of 2022</i>	784,4	0	165,4	0	949,8

Information in the Statement of Financial Position regarding the assets is provided without an inventory due to limited access to assets during martial law.

During 2022, the Organisation did not incur any losses from impairment of fixed assets recognized or reversed directly in equity.

Depreciation deductions.

The total amount of depreciation deductions for the year ended on 31 December 2022 is presented as follows:

(in thousands of UAH)

<i>Recorded in equity:</i>	<i>2022</i>	<i>2021</i>
Other operation expenses	3072,1	949,8
Total depreciation deduction	3072,1	949,8

4.2. Inventories

The Organisation recognizes inventories as assets, if there is a probability of obtaining future economic benefits from their use, associated with the implementation of a set of charitable activities aimed at solving tasks that meet the statutory goals of the Organisation, and their value can be reliably determined. Due to the fact that the inventories are kept by the Organisation both for the management purposes and for carrying out charitable activities, inventories (materials, goods, office and household equipment) are accounted for in the Organisation on the following accounts:

- account 201 "Inventories for the implementation of the main activity" on which materials and office supplies for the management activities of the Organisation are recorded. The valuation of these inventories upon disposal is carried out according to the cost method of the first-in inventories (FIFO).

- account 209 "Inventories to meet the needs of a certain project or charity program". They are purchased as necessary and fully written off for expenses related to the implementation of statutory activities, using the identified cost method.

- account 281 "Goods purchased for charitable purposes (Dt 20, 22, 28 Ct 48)". Debited for expenses related to the implementation of statutory activities in the period of transfer by the identified cost method.

- account 282 "Goods received free of charge for transfer to charitable purposes (Dt 20, 22, 28 Ct 718)". Debited for expenses related to the implementation of statutory activities in the period of transfer by the identified cost method. A mobile hospital for the amount of UAH 46,897,200 was accounted for on this account at the end of 2022, which was transferred for free use in 2023.

4.3. Money and its equivalents consist of funds in bank accounts in the national currency (hryvnia) and in foreign currencies.

The Organisation does not have sums of money that are not available for use.

4.4. Receivables

As of 31 December 2022 and 2021, receivables were presented as follows:

(in thousands of UAH)

Item	As of 31 December 2022	As of 31 December 2021
Other current receivables	263,0	0
Book value	263,0	0
Reserve for doubtful debts	0	0
Net sales value (book value — reserve)	0	0

Accounts receivable consists of advances issued to suppliers and is current.

4.5. Capital

The capital of the Organisation consists of additional capital and profit of the previous period. Additional capital was formed at the expense of inventory equipment and supplies received free of charge and at the end of 2022 amounted to UAH 81,955,300, and at the end of 2021, for comparison, it was UAH 319,900. The profit in 2021 amounted to UAH 174,700.

4.6. Long-term liabilities, earmarked financing and provision

(in thousands of UAH)

Item	As of 31 December 2022	As of 31 December 2021
Earmarked financing	25722,1	0

Earmarked funding is represented by the amounts of charitable contributions from donors received for statutory activities and not spent as of the reporting date.

4.7. Current liabilities

The Organisation recognizes the following current liabilities:

(in thousands of UAH)

Item	As of 31 December 2022	As of 31 December 2021
Current accounts payable for goods (works, services)	0,6	0,0
Settlements related to budget	40,9	0,0
Deferred income	1147,3	0,0
Other current liabilities	0,2	0,0
Total	1189,0	0,0

Other current liabilities include deferred income, which is recognized upon acquisition of fixed assets at the cost of voluntary charitable contributions for the period of their amortization.

4.8. Income and expenses

Other operating income

Item	2022	2021
Income from operational exchange rate differences when converting foreign currency	3873,6	0,0
Income from recognized earmarked financing in the amount of expenses incurred for statutory activities	19190,3	87,6
Other income from recognized earmarked financing in the amount of accrued depreciation	2603,2	181,6
Total	25667,1	269,2

Other operating expenses

Item	2022	2021
Administrative costs	2883,5	269,2
Expenses from operational exchange rate differences	33,9	0
Expenses associated with purchase and sale of foreign currency	30,8	0
Other operating expenses	22718,9	0
Total	25667,1	269,2

Note 5. Transactions with related parties.

Related persons of the Organisation are natural or legal entities based on the following characteristics:

- a natural person or a close relative of such a natural person who controls the Organisation, i.e. has significant influence or is a member of the leading management staff;
- a legal entity that controls the Organisation, i.e. has significant influence or is a member of the leading management staff;
- a legal entity under joint control with the Organisation;
- other, stipulated by National Accounting Standard 23.

The Organisation has no other related persons, except for the leading management personnel (Chairman of the Organisation).

Compensation to leading management personnel by categories of payments in total amounts for the reporting periods:

Payment categories	For the year ended on 31 December 2022	For the year ended on 31 December 2021
Short-term payments to employees (wages, social benefits)	3873,6	0,0
Other payments	19190,3	87,6

Accounts payable to related parties (royalties)	2603,2	181,6
Total	25667,1	269,2

Operations conducted by the Organisation with related parties, which go beyond the scope of ordinary activities, were not carried out during 2022.

Note 6. Transactions in foreign currency.

Transactions in foreign currency.

When converting the results and financial position of the Organisation into the currency of financial statements Organisation is guided by National Accounting Standard 21 “effect of changes in foreign exchange rates”.

Transactions denominated in currencies other than the corresponding functional currency are reflected by the Organisation in the functional currency at the exchange rate effective on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are converted into the functional currency at the exchange rate on the reporting date.

Non-monetary items valued at their historical value in foreign currency are converted at the exchange rate effective on the date of the transaction.

The result of such recalculation is recognized in profit and loss account.

Note 7. Payments to employees.

In accordance with National Accounting Standard 26 “Payments to employees”, the Organisation discloses information about short-term payments to employees for the year, such as wages, paid annual leave and bonuses, as well as social security payments. Wages under employment contracts for 2022 amounted to UAH 3,093,430 (for 2021: UAH 19,090 UAH).

The single social contribution for 2022 amounted to UAH 661,960 (for 2021: UAH 6,180).

As of 31 December 2022, the statement of financial position of the Organisation does not specify the current debt for payments to employees.

The average number of full-time employees of the Company in 2022 was 10 persons (in 2021: 1 person).

Note 8. Disclosure of other information.

8.1. Legal issues

In the course of ordinary business activity, the Organisation does not act as a defendant in lawsuits or claims. The management of the Organisation believes that the maximum liability for liabilities, in the event that they are incurred, as a result of possible lawsuits or claims, will not have a significant negative impact on the financial position or results of future operations of the Organisation.

8.2. Events after the reporting date

In accordance with National Accounting Standard 6, the Organisation determines favourable and unfavourable events that occur from the end of the reporting period to the date of approval of the financial statements for 2022 before release.

The Organisation defines the date of approval of financial statements as 31/01/2023 (with changes dated 31/07/2023). This is the date of review and approval of financial statements by the management before their submission to external users and publication, which in the sense of National Accounting Standards is the date of approval before release.

Events which indicate the conditions that prevail after the reporting period.

Under the events after the balance sheet date, the Organisation understands all events before the date of approval of financial statements for release, even if these events occur after the publication of financial results or other selective financial information. The Organisation divides events after the reporting date into those that require adjustment after the reporting period and those that do not require adjustment after the reporting period.

Under events after the reporting date, the Organisation understands the military aggression of the Russian Federation against Ukraine, which became the basis for the introduction of martial law on the territory of Ukraine, in accordance with the Decree of the President of Ukraine No. 64/2022 dated 24/02/2022 “On the introduction of martial law in Ukraine”.

On 24 February 2022, because of the military aggression of the Russian Federation against Ukraine, the Decree of the President of Ukraine No. 64/2022 introduced martial law starting from 05:30 on 24 February 2022 for a period of 30 days. By the decrees of the President of Ukraine, the term of martial law in Ukraine has been extended until now. Also, the Chamber of Commerce and Industry of Ukraine, by letter No. 2024/02.0-7.1 dated 28 February 2022, certified force majeure (circumstances of force majeure): the military aggression of the Russian Federation against Ukraine.

The war in Ukraine led to tragic loss of lives and suffering. Although the future prospects are currently uncertain, the economic consequences are already very serious: the number of refugees exceeds 4.5 million, in addition, large-scale destruction of key infrastructure in Ukraine is taking place. The damage caused by the Russian army to the infrastructure of Ukraine amounts to at least 140 billion US dollars. As a result of the military operations, a large number of Ukrainian enterprises and business entities stopped their activities temporarily or completely.

Furthermore, our Organisation continues to fully fulfil its obligations arising from contracts and continues to conduct statutory activities.

The Organisation has determined that these events are non-adjusting in relation to the financial statements for 2022. Accordingly, the financial position as of 31 December 2022 and the results of operations for the year ended on 31 December 2022 have not been adjusted for the impact of events related to the military invasion. The duration and impact of the military invasion, as of the date of preparation of these financial statements, remain uncertain, which does not allow to assess with a sufficient degree of reliability the scope, duration and severity of these

consequences, as well as their impact on the financial position and results of the Organisation's activities in future periods.

From 01/01/2023 until 31/07/2023, the Organisation did not identify events that would require adjustment after the reporting period and that do not require adjustment after the reporting period in the sense of National Accounting Standard 6. Also, there were no events that could demand adjustment of financial statements for 2022.

EXECUTIVE DIRECTOR [signature] TETIANA SAMOILENKO

[Official seal: CHARITABLE FOUNDATION "MYKOLA PYROGOV FIRST VOLUNTEER MOBILE HOSPITAL"]

