

**REPORT OF THE AUDITORS****To the Board Members of Olof Palme Orphans Education Centre**

We have audited the financial statements of Olof Palme Orphans Education Centre for the year ended 31<sup>st</sup> December, 2007. The Financial Statements which are set out on pages 4 to 9 have been prepared under the historical cost convention and on the basis of the accounting policies stated in Note (1a – d) to the accounts. We obtained all the information and explanations which we considered necessary for our audit.

**Respective Responsibilities of the Board and Auditors**

The Board is responsible for the maintenance of proper financial and Centre records and the preparation of the financial statements. Our responsibility is to form an independent opinion on the financial statements based on our audit and report the opinion to you.

**Basis of Opinion**

We conducted our audit in accordance with International Auditing Standards. Our audit included examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also included an assessment of the significant estimates and judgements made by the Board in the preparation of the financial statements, and whether the accounting policies used are appropriate to the circumstances of the Centre, consistently applied and adequately disclosed.

We accordingly planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide evidence for a reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Olof Palme Orphans Education Centre as of 31<sup>st</sup> December, 2007 and the results of its operations and cash flows for the year then ended in accordance with International Financial Reporting Standards.

**RELIABLE CONSULTANTS**

CPAs in Public Practice and Tax Consultants

  
GEORGE L. KINYAHA – CP05/208  
PARTNER

DATE: 04<sup>TH</sup> APRIL, 2008