



# INDEPENDENT AUDITOR'S REPORT

**To the General Assembly  
To the Executive Director  
of the NGO "Technologies of Progress"  
Mr. Vasyi ZADVORNYI**

## Opinion

We have audited the accompanying financial statements of the Non-Governmental Organization "Technologies of Progress" (the Organization), which comprise the statement of financial position as at December 31, 2024, and the statement of comprehensive income for the year then ended prepared in accordance with National Accounting Regulation (Standard) 25 "Simplified Financial Statements".

In our opinion, the accompanying financial statements have been prepared in all material respects in accordance with the National Accounting Regulations (Standards) of Ukraine and meet the requirements of the Law of Ukraine "On Accounting and Financial Reporting in Ukraine" dd. 07/16/1999 No. 996-XIV.

## 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 Organisation within the meaning of the ethical requirements applicable in Ukraine to our audit of financial statements and have fulfilled our other responsibilities under those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Material Uncertainty Related to Going Concern

The reporting format under Accounting Regulation (Standard) 25 "Simplified Financial Statements" does not provide explanations and notes to it, so we draw the attention of users of financial statements to the fact that according to the Decree of the President of Ukraine on February 24, 2022, No. 64/2022 "On martial law in Ukraine" in connection with the military aggression of the Russian Federation against Ukraine on the territory of Ukraine imposed martial law from 05 hours 30 minutes on February 24, 2022.

This situation and subsequent events have a comprehensive impact on all organisations operating in Ukraine. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Organisation's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the issues described in the section "Material Uncertainty Related to Going Concern", we have identified the following issues as key audit matters that should be reported in our report.

## Recognition of income and expenses related to project implementation

The implementation of non-profit projects, including those funded by various donors under specific agreements, constitutes the Organisation's principal activity. Compliance with donor requirements on the timing and designated use of funds is, in our view, of material significance, and the related income and expense items represent the most significant line items in the financial statements (lines 2160 and 2165 of the Statement of Financial Results).

Given their materiality, we performed a detailed analysis of the documentation supporting income and





expense recognition, including verification of the amounts spent and assessment of their alignment with the contractual timelines, purposes, and the overall mission of the Organization. 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 financial statements in accordance with the National Accounting Regulations (Standards) of Ukraine 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 Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern, the basis of accounting unless management either intends to liquidate the Organization or to cease operations or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether 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 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 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organisation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organisation to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Serhii Minin

(Registration number in the Register of Auditors №100370).

Director  
Auditors №100359



Alexandr Marinchenko (Registration number in the Register of

Jul 08, 2025