

POLSKA MISJA MEDYCZNA ASSOCIATION

Financial statement for
01/01/2015–31/12/2015

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I. MANAGEMENT BOARD'S REPORT OF THE ENTITY'S ACTIVITIES
FROM 01/01/2015 TO 31/12/2015

II. STATEMENT FROM MANAGEMENT

Pursuant to Article 52 of the Act of 29 September 1994 on Accounting, as amended, **Management Board of Polska Misja Medyczna Association** (Polish Medical Mission) provides herewith the financial statement for the period ending **31/12/2015**, composed of:

- balance sheet as at **31/12/2015**,
- profit-and-loss account for the period from **01/01/2015** to **31/12/2015**
- Additional information including introduction to the financial statement, as well as additional information and explanation.

Attached with the financial statement is a report of the entity's activities.

The financial statement was made in accordance with the aforesaid principles of the Act on Accounting and gives a fair and clear presentation of the economic and financial standing and financial result.

Signatures of members of the Management Board

Ewa Piekarska, President
Jarosław Gucwa, Member
Agnieszka Sobotowska-Siwor, Treasurer

RHL Biuro Doradztwa Podatkowego i
Księgowości Radosław Lekki
(person responsible for accounting books)

Cracow, 01/04/2016

ADDITIONAL INFORMATION

IIIA. INTRODUCTION TO FINANCIAL STATEMENT

1. **Housekeeping.**

The financial statement of **POLSKA MISJA MEDYCZNA ASSOCIATION**, with its seat in Cracow, **UL. REJTANA 2**, was made in accordance with the Act of 29 September 1994 on Accounting, the Act on Associations,

The objects of the Association are: 80,42,B

Continued education of adults;
85,12,Z Medical practice activities;
85,14,A Paramedical activities;
85,14,B Emergency medical services;
85,14,C Activities of nurses and midwives;
85,11,Z Hospital services;
91,33,Z Activities of other membership organizations n.e.c.

The Association was registered on 23/05/2003 in the Register of Associations (*Rejestr Stowarzyszeń*), with the number **KRS 0000162022**

In accordance with its Articles, the duration of the Association is indefinite.

2. **Presentation of financial statements**

The Association presents its financial statement for the trading period beginning **01/01/2015** and ending **31/12/2015**

3. **Comparability of data**

This financial statement contains financial data for the period from 01/01/2015 to 31/12/2015 and comparable figures for trading 2014.

4. **Accounting methods and policies**

This financial statement was prepared in accordance with the requirements of the Act of 29 September 1994 on Accounting.

The Association give its profit-and-loss account in the layout set out in Appendix no. 2 to the Regulation of the Minister of Finance of 15/11/2001 concerning detailed accounting policies for certain entities not being commercial companies and not conducting business activity.

In its financial statement the Association shows all events in accordance with their economic content.

The Association's financial result for the relevant trading year includes all revenues achieved by and accruing to the company, as well as costs connected therewith in keeping with the principles of accrual accounting, matching revenues and costs and prudent valuation.

4.1.1. Revenues

The entity's revenues include cash received and other financial assets from sources defined in separate provisions of the law and the Articles, including contributions received as required by the Articles, assets received free of charge, as well as monies due for the sale of assets, and financial revenues, grants and subsidies.

4.1.2. Costs

The Association recognizes costs in accounting books by nature and by cost centre.

Its activities costs include costs connected with the pursuit of the objectives stated in the Articles, including benefits set out in the Articles. The costs also include the entity's administrative costs, including but not limited to wages and social insurance, as well as other benefits for employees and others, DDA writedowns of fixed assets, as well as intangible and legal assets, consumption of materials and energy, external services and other costs of an administrative nature.

The following also affect the Association's financial result:

- other operating revenues and costs indirectly connected with the Association's activities with regard to, among others, gains and losses from the sale of non-financial fixed assets, revaluation of non-financial assets, creation or liquidation of provisions for future risks, penalties, fines and damages, receipt or making of donations;
- financial revenue from interest;
- financial cost from interest;

- extraordinary losses and gains resulting from difficult-to-foresee events unconnected with the general risk of running the Association, outside of its operating activity.

4.1.3. Taxation

Income from the Association's activities set out in its Articles are free of tax pursuant to Article 17.1a of the Act on Corporate Income Tax.

4.2. Balance sheet

4.2.1. Intangible and legal assets

Intangible and legal assets are valued at price of purchase minus DDA writedowns. Intangible and legal assets below PLN 3500.00 in unit value are depreciated once, no earlier than upon receipt of such intangible and legal assets for use. Intangible and legal assets above PLN 3500.00 in purchase price will be depreciated over:

3. licences and software — 24 months
- 1) copyrights — 24 months
- 2) trademarks — 60 months
- 3) other intangible and legal assets — 60 months

4.2.2. Fixed assets

Fixed assets are valued at the price of purchase, production costs or revaluated value (after revaluation of fixed assets), minus DDA writedowns for permanent loss of

value. If impossible to determine the price of purchase or cost of production (unpaid acquisition, donations, disclosure of surplus etc.), initial value will be set at the level of market sales prices

with allowance for wear-and-tear, or at the level of otherwise estimated fair value. Amounts of DDA writedowns are determined on a straight-line basis.

Depreciation rates and principles used reflect expected economic consumption of fixed assets.

Fixed assets at or below PLN 3500.00 in unit purchase price will be depreciated once, upon being handed over to use.

4.2.3. Tangible components of fixed assets — do not exist.

4.2.4. Receivables are valued at amounts due, subject to the prudent-valuation principle (minus revaluation writedowns).

4.2.5. Cash is reported at nominal value.

4.2.6. Prepayments apply is costs incurred pertain to future reporting periods. — None in 2011.

4.2.7. Own funds are booked at nominal value according to nature and policies set out by provisions of the law and Articles.

Supplementary fund — none.

Revaluation reserve for tangible assets — none.

4.2.8. Provisions — none

4.2.9. Liabilities are valued as at the balance day in the amount due for payment.

III. PROFIT-AND-LOSS ACCOUNT

| Item | | Current period from 01/01/2014 | Current period from 01/01/2015 to |
|-----------|---|-----------------------------------|--------------------------------------|
| A. | Net revenue from sales and equivalent | 614,672.29 | 509,233.99 |
| — | Including from affiliates. | | |
| I. | Net revenue from sale of products and services | 614,672.29 | 509,233.99 |
| II. | Change in products (increase — positive; decrease — negative) | | |
| III. | Own work capitalized | | |
| IV. | Net revenue from sale of goods and services | | |
| B. | Operating expenses | 538,407.78 | 411,674.05 |
| I. | Depreciation | | |
| II. | Consumption of materials and energy | 56,705.73 | 86,112.12 |
| III. | External services | 440,449.48 | 275,623.23 |
| IV. | Taxes and charges | | |
| — | Including excise duty | | |
| V. | Wages | 27,795.00 | 26,618.50 |
| VI. | Social insurance and other benefits | | |
| VII. | Other expenses by nature | 13,457.57 | |
| VIII. | Value of goods and materials sold | | 23,320.20 |
| C. | Gain (loss) on disposal (A – B) | 76,264.51 | 97,559.94 |
| D. | Other operating revenues | 0.00 | 0.00 |
| I. | Gain on disposal of non-financial fixed assets | | |
| II. | Grants | | |
| III. | Other operating revenues | | |
| E. | Other operating expenses | 179,548.38 | 103,232.94 |
| I. | Loss on disposal of non-financial fixed assets | | |
| II. | Revaluation of non-financial assets | | |
| III. | Other operating expenses | 179,548.38 | 103,232.94 |
| F. | Operating profit (loss) (C + D – E) | -103,283.87 | -5673.00 |
| G. | Financial revenues | 50.93 | 3.96 |
| I. | Dividends and profit shares | | |
| — | Including from affiliates. | | |
| II. | Interest | 50.93 | 3.96 |
| — | Including from affiliates. | | |
| III. | Gains on disposal of investments | | |
| IV. | Revaluation of investments | | |
| V. | Others | | |
| H. | Financial expenses | 11.82 | 11.82 |
| I. | Interest | | 11.82 |
| — | Including from affiliates. | | |
| II. | Loss on disposal of investments | | |
| III. | Revaluation of investments | | |
| IV. | Others | | |
| I. | Profit (loss) on business activity (F + G + H) | -103,244.76 | -5680.86 |
| J. | Outcome of extraordinary events (J.I. – J.II.) | 0.00 | 0.00 |
| I. | Extraordinary gain | | |
| II. | Extraordinary loss | | |
| K. | Gross gain (loss) (I.+ J.) | -103,244.76 | -5680.86 |
| L. | Income tax | | |
| M. | Other mandatory gain decrease (loss increase) | | |
| N. | Net gain (loss) (K – L – M) | -103,244.76 | -5,680.86 |

POLSKA MISJA MEDYCZNA ASSOCIATION FOR 01/01/15 to 31/12/2015

APPROVED:

Cracow, 31/03/2016

MADE:

IV. BALANCE SHEET

POLSKA MISJA MEDYCZNA ASSOCIATION 31/12/2004

| Item | | Value as at 31/12/2014 | Value as at 31/12/2015 |
|------------------|---|---------------------------|---------------------------|
| A. | Fixed assets | 0.00 | 0.00 |
| I. | Intangible and legal assets | 0.00 | 0.00 |
| | 1 Concluded-development costs | | |
| | 2 Goodwill | | |
| | 3 Other intangible and legal assets | | |
| | 4 Advances for intangible and legal assets | | |
| II. | PPE | 0.00 | 0.00 |
| | 1 Fixed assets | 0.00 | 0.00 |
| | a. Land (including perpetual usufruct) | | |
| | b. Buildings, premises, civil engineering (including water | | |
| | c. Technical devices and machines | | |
| | d. Means of transport | | |
| | e. Other fixed assets | | |
| | 2 Fixed assets under construction | | |
| | 3 Prepayments for fixed assets | | |
| III. | Long-term receivables | 0.00 | 0.00 |
| | 1 From affiliates | | |
| | 2 From other entities | | |
| IV. | Long-term investments | 0.00 | 0.00 |
| | 1 Real property | | |
| | 2 Intangible and legal assets | | |
| | 3 Long-term financial assets | 0.00 | 0.00 |
| | a. in affiliates | 0.00 | 0.00 |
| | — Shares or stock | | |
| | — Other securities | | |
| | — Loans granted | | |
| | — Other long-term financial assets | | |
| | b. In other entities | 0.00 | 0.00 |
| | — Shares or stock | | |
| | — Other securities | | |
| | — Loans granted | | |
| | — Other long-term financial assets | | |
| | 4 Other long-term investments | | |
| V. | long-term prepayments/accruals | 0.00 | 0.00 |
| | 1 Deferred income tax | | |
| | 2 other prepayments/accruals | | |
| B. | Current assets | 126,125.82 | 152,598.27 |
| I. | Inventories | 0.00 | 0.00 |
| | 1 Materials | | |
| | 2 Semi-finished and work-in-progress products | | |
| | 3 Finished products | | |
| | 4 Goods | | |
| | 5 Advances on deliveries | | |
| II. | Short-term receivables | 61,815.28 | 20,729.07 |
| | 1 Receivables from affiliates | 0.00 | 0.00 |
| | a. trade receivables, with payment time | 0.00 | 0.00 |
| | — up to 12 months | | |
| | — longer than 12 months | | |
| | b. Others | | |
| | 2 Receivables from other entities | 61,815.28 | 20,729.07 |
| | a. trade receivables, with payment time | | |
| | — up to 12 months | 2,600.00 | 5,436.05 |
| | — longer than 12 months | | |
| | b. for taxes, grants, customs duties, social and health insurance | | |
| | c. Others | 59,215.28 | 15,293.02 |
| | d. litigated | | |
| III. | Short-term investments | 64,310.54 | 131,869.20 |
| | 1 short-term financial assets | 64,310.54 | 131,869.20 |
| | a. in affiliates | 0.00 | 0.00 |
| | — Shares or stock | | |
| | — Other securities | | |
| | — Loans granted | | |
| | — Other short-term financial assets | | |
| | b. In other entities | 0.00 | 0.00 |
| | — Shares or stock | | |
| | — Other securities | | |
| | — Loans granted | | |
| | — Other short-term financial assets | | |
| | c. Cash and other cash assets | 64,310.54 | 131,869.20 |
| | — Cash at hand and in banks | 64,310.54 | 111,559.20 |
| | — Other cash | | 20,310.00 |
| | — Other cash assets | | |
| | 2 Other short-term investments | | |
| IV. | Short-term prepayments/accruals | | |
| Ass total | | 126,125.82 | 152,598.27 |

| Item | | Value as at 31/12/2014 | Value as at 31/12/2015 |
|--------------------------|---|---------------------------|---------------------------|
| A. | Own capital (fund) | -27,193.10 | 70,358.98 |
| I. | Basic capital (fund) | 76,039.84 | 76,039.84 |
| | Contributions due for basic capital (negative) | | |
| II. | | | |
| III. | Own shares (stock) (negative) | | |
| IV. | Supplementary capital (fund) | 0.00 | 0.00 |
| V. | Own capital (fund) | | |
| VI. | Other reserves (capitals/funds) | | |
| VII. | Gain (loss) from previous years | | |
| VIII. | Net gain (loss) | -103,232.94 | -5680.86 |
| B. | Liabilities and provisions for liabilities | 153,318.92 | 82,239.29 |
| I. | Provisions for liabilities | 0.00 | 0.00 |
| 1 | Provision for deferred income tax | | |
| 2 | Provision for retirement and similar benefits | 0.00 | 0.00 |
| — | Long-term | | |
| — | Short-term | | |
| 3 | Other provisions | | |
| — | Long-term | | |
| — | Short-term | | |
| II. | Long-term liabilities | 0.00 | 0.00 |
| 1 | to affiliates | | |
| 2 | to other entities | 0.00 | 0.00 |
| a. | loans and credits | | |
| b. | for debt-securities issue | | |
| c. | other financial liabilities | | |
| d. | Others | | |
| III. | Short-term liabilities | 153,318.92 | 82,239.29 |
| 1 | to affiliates | 0.00 | 0.00 |
| a. | Trade receivables, with a maturity of | 0.00 | 0.00 |
| — | up to 12 months | | |
| — | longer than 12 months | | |
| b. | Others | | |
| 2 | to other entities | 153,318.92 | 82,239.29 |
| a. | loans and credits | | |
| b. | for debt-securities issue | | |
| c. | other financial liabilities | | |
| d. | Trade receivables, with maturity | 63,800.91 | 41,009.96 |
| — | up to 12 months | 63,800.91 | 41,009.96 |
| — | longer than 12 months | | |
| e. | advances received for deliveries | | |
| f. | liabilities under promissory notes | | |
| g. | for taxes, grants, customs duties, insurance and other benefits | | 15,533.24 |
| h. | wages | | |
| i. | Others | 89,518.01 | 25,696.09 |
| 3 | Special funds | | |
| IV. | Prepayments/accruals | 0.00 | 0.00 |
| 1 | negative goodwill | | |
| 2 | other prepayments/accruals | 0.00 | 0.00 |
| — | Long-term | | |
| — | Short-term | | |
| Liabilities total | | 126,125.82 | 152,598.27 |

APPROVED:

CRACOW, 31/03/2016

MADE:

- 2) The Association has no long-term financial assets (investments).
- 3) The Association holds no land in perpetual usufruct.
- 4) The Association is not depreciating fixed assets used under a rental, lease or leasing contract.
- 5) The Association does not owe any obligations to Treasury or units of territorial self-government for obtaining ownership of buildings and structures.
- 6) Own fund is PLN **70,358.98**.
- 7) Information about changes to own fund (in zloties and groszes):

| Specification of funds | Value as at year start | Increases throughout the year (by | Decreases throughout the year (by titles) | Value as at year end |
|------------------------------------|------------------------|-----------------------------------|---|----------------------|
| Own fund | -27,193.10 | 97,552.08 | ----- | 70,358.98 |
| - gain (loss) from previous | 0.00 | 0.00 | ----- | 0.00 |
| - net gain (loss) for trading year | -103,232.94 | -5680.86 | ----- | -5680.86 |

- 7) Balance-sheet loss will be referred to future-period costs.
- 8) The Association did not establish provisions.
- 9) The Association did not make writedowns for revaluation of receivables.
- 10) The Association has not long-term liabilities.
- 11) There are no prepayments (deferred charges). There are no accruals (deferred expenses).
- 12) There are no liabilities collateralized on the entity's property.
- 13) There are no contingent liabilities — the entity did not grant guarantees or sureties.

2.

- 1) No revaluation writedowns for fixed assets happened in the trading year.
- 2) No revaluation writedown for inventories happened.
- 3) Items differentiating CIT basis from gross financial result (in zloties and groszes): none.
- 4) The entity did not create products or services for own needs (no own work capitalized).

- 5) The unit did not incur production costs for fixed assets in construction) (fixed assets for own needs).
- 6) The Association made no outlays for non-financial fixed assets in the trading year, nor is it planning any for next year.
- 7) No extraordinary losses or gains happened.
- 8) No income tax on expenses for non-Articles goals happened.

3.

The entity does not have an obligation to make a cash-flow statement.

Cash as at 31/12/2015 Cash in banks —

PLN 53,456.51 Cash at hand – 58,102.69

Cash in transit — PLN 20,310.00

4.

- Total amount of wages paid by the Association

| Type of engagement | Amount gross |
|---------------------------|---------------------|
| Employment contracts | 0.00 |
| Civil-law contracts | 26,618.5 |

- No loans or benefits were granted to members of the Management Board or of the Audit Committee.

5.

- 1) Neither the balance sheet nor the profit-and-loss account recognize events occurring after the balance-sheet day and belonging economically to the reporting period, as none had occurred as at the day the statement was made.
- 2) No accounting-policy changes were made in the reporting year with any significant impact on the unit's financial standing,

economic standing or financial result. The Association booked all such events as could affect future economic and financial standing. The entity's accounting policies were applied consistently and are consistent with accounting policies applied in the preceding year.

6.

1. The association did not enter into any joint ventures with other entities.
2. The Association has no affiliates.
3. There are no tangible components of fixed assets or intangible and legal assets under shared control.

7.

There were no mergers with other entities.

8.

All information with significant influence on the assessment of the unit's economic standing, financial standing and financial result was given.

The Association's financial statement for the year 2015, including the balance sheet, profit-and-loss account and additional information is hereby approved.

Management Board of the Association:

Author: