

Independent Auditor's Report

In accordance with the Auditor Act and Czech Auditor Chamber rules, we worked out the audit of People in Need - Czech TV foundation's balance book as of December 31, 2001.

People in Need - Czech TV foundation Board is responsible for the composition of the correct balance book and administration of the accounting so that it is complete, transparent and correct according to existing law.

Our task is to comment on the balance book as a whole on the basis of the result of the verification. Our obligation was to get all the information we considered necessary for a correct verification of the balance book. We received a written statement of the statutory representative of the foundation confirming that we were provided with all the documents and information necessary for the verification. The foundation statutory representative also stated that in the balance book were included all the economic transactions which were subject to obligatory posting in the accounting period concerned. The data were verified in the usual way.

When verifying the regular balance book, we found out nothing that would indicate that the accounting records on the basis of which the balance book was completed were not complete, transparent and correct in any respect.

The knowledge we gained by verifying the accounting records and other related information is in our opinion sufficient for reaching the conclusion that the financial means gained from grant providers and donors were spent in a way which is in harmony with the purpose of the foundation.

In our opinion, the balance book in all significant respects truly describes the property, commitments, assets, and financial situation of People in Need - Czech TV foundation as of December 31, 2001 as well as the 2001 economic results in accordance with the Accounting Act and related rules valid in the Czech Republic.

The result of the foundation's economy in the period from January 1, 2001 to December 31, 2001, is a loss of CZK 2,587,000. Sufficient sources for the settlement of the loss have been created in the foundation assets fund.

The annual report contains an exposition of the foundation's main activities in 2001. The 2001 annual report contains also a financial survey with the main data taken over from the foundation balance book. The accounting data in the annual report are identical with the data contained in the 2001 balance book.

Balance, Profit and Loss Report, and Appendix to Balance Book incl. the Cash Flow Statement make up appendices no 1, 2 and 3 of this report.

In Prague, June 3, 2002

Auditor Company: AUDIT SERVIS, spol. s r.o.
140 00 Praha 4, Kloboučnická 14
Czech Auditor Chamber Certificate no. 10



Ing. Květoslava Vyleťalová
Czech Auditor Chamber Certificate no. 256