



INBO Association

Yearly Auditor's Report

Fiscal year closed on 31 December 2017
INBO Association
21, rue de Madrid – 75008 Paris
This report has 13 pages



INBO Association

Head Office: 21 rue de Madrid – 75008 Paris
Yearly Auditor's report

Fiscal year closed on 31 December 2017

Dear Madam, Dear Sir,

Opinion

Pursuant to the mission which was entrusted to us by your General Assembly, we have audited the annual accounts of the association for the fiscal year closed on 31 December 2017, as presented in this report.

We certify that the yearly statements are, in accordance with French accounting rules and principles, regular and sincere, and give a faithful idea of the result of the past fiscal year and of the financial situation and assets of the association at the end of this fiscal year.

Basis of the opinion

Auditing framework

We carried out our audit according to the professional rules applicable in France. We estimate that the collected items are sufficient and suited for giving our opinion.

Our responsibilities under these standards are set out in the "Auditor's Responsibilities for the Audit of the Annual Accounts" section of this report.

Independence

We carried out our audit in accordance with the independence rules applicable to us, over the period from 1st January 2017 to the date of issuance of our report, and in particular we did not provide services prohibited by the code of ethics of the auditors' profession.

Justification of the appreciations

In accordance with the provisions of article L.823-9 of the French Commercial Code relating to the justification of our appreciations, we bring to your attention the following appreciations: which, in our professional judgment, have been the most significant in the audit of the annual accounts of the fiscal year.

The appreciations thus made fall within the context of the audit of the annual financial statements, taken as a whole, and the formation of our opinion expressed above. We do not express an opinion on items of each annual account.

- **Accounting rules and principles**

When appreciating the accounting rules and principles used by your association, we checked the suitability of the accounting methods and information provided in the annex and made sure of their correct application.

We have checked the appropriateness of the accounting method specified above and the related information provided in the annex.

Information given in the activity report and in other documents addressed to the members of the General Assembly on the financial situation and annual accounts

In accordance with the professional standards applicable in France, we also carried out specific checks planned for in the law.

We have no observation to formulate on the sincerity and consistency with the annual statements of the information given in the Director's activity report and in the other documents addressed to the members of the General Assembly on the financial situation and the yearly statements.

Responsibilities of the management team and the persons constituting the association governance concerning the yearly statements

The management team is responsible for preparing yearly statements presenting a true and fair view in accordance with French accounting rules and principles and for organizing the internal control that it deems necessary for the preparation of annual accounts that have no significant anomalies, either resulting from fraud or from errors.

When preparing the yearly statements, the management team is responsible for assessing the ability of the association to continue its operations, for presenting in these statements, as the case may be, the necessary information relating to the continuity of operations and applying the accounting policy for continuity of operations, unless it is intended to liquidate the association or cease its activity.

The yearly statements were closed by the Board of Directors.

Auditor's responsibilities for the audit of the annual accounts

It is our responsibility to prepare a report on the annual accounts. Our objective is to obtain a reasonable assurance that the yearly statements, taken as a whole, have no significant anomalies. Reasonable assurance corresponds to a high level of assurance, but does not guarantee that an audit performed in accordance with the standards of professional practice can systematically detect any significant anomaly. Anomalies may arise from fraud or error and are considered significant where it can reasonably be expected that they, taken individually or cumulatively, may influence the economic decisions that account users make on this basis.

As specified in Article L.823-9 of the French Commercial Code, our mission of certification of accounts is not to guarantee the viability or the quality of the management of your association.

As part of an audit carried out in accordance with the professional standards applicable in France, the auditor exercises his professional judgment throughout this audit. In addition:

- He identifies and assesses the risks that the annual accounts may present significant anomalies, either resulting from fraud or from errors, defines and implements audit procedures to address these risks, and collects evidence that he considers sufficient and appropriate to base his opinion. The risk of not detecting a significant anomaly resulting from fraud is higher than that of a significant anomaly resulting from an error, as fraud may involve collusion, falsification, voluntary omissions, misrepresentation or circumventing internal control;
- He gets informed of the internal control relevant to the audit in order to define appropriate audit procedures in the circumstances, and not in order to express an opinion on the effectiveness of the internal control;
- He assesses the appropriateness of the accounting methods used and the reasonableness of the accounting estimates made by the management, as well as the information concerning them provided in the annual accounts;
- He assesses the appropriateness of the management team's application of the accounting policy for continuity of operations and, depending on the evidence gathered, the existence or not of significant uncertainty related to events or circumstances that could lead to question the ability of the association to continue its operations. This appreciation is based on the information gathered up to the date of his report, but it is recalled that subsequent circumstances or events could jeopardize the continuity of operations. If he concludes that there is significant uncertainty, he draws the attention of readers of his report to the information provided in the annual accounts about this uncertainty or, if this information is not provided or is not relevant, he formulates a qualified certification or a refusal to certify;
- He assesses the overall presentation of the annual accounts and appreciates whether the annual accounts reflect the underlying operations and events so as to give a true and fair view.

INBO Association
Yearly Auditor's report
20 June 2018

Limoges, on 20 June 2018

KPMG Enterprises
Department of KPMG S.A.

Sébastien Guérit
Partner

Fiscal year closed on 31 December 2017

**INTERNATIONAL NETWORK
OF BASIN ORGANIZATIONS**

STATEMENT AT 31 DECEMBER 2017

ASSETS	GROSS	AMORTIZ. OR PROV.	NET 2017	NET 2016
ASSETS				
- Intangible	0	0	0	0
- Tangible	1 498	1 498	0	0
- Financial	0	0	0	0
TOTAL Assets	1 498	1 498	0	0
RECEIVABLES				
- Users' receivables and related accounts	2 373	0	2 373	0
- Other receivables	59 319	0	59 319	6 938
TOTAL Receivables	61 692	0	61 692	6 938
COMPLETED AND OUTSTANDING PROJECTS				
- Ongoing technical assistance	0	0	0	0
Total completed and outstanding projects	0	0	0	0
CASH ASSETS AND MISCELLANEOUS				
- Bank	214 877	0	214 877	372 646
- Cash	350	0	350	350
TOTAL cash assets	215 227	0	215 227	372 996
TOTAL ASSETS	278 417	1 498	276 919	379 933

**INTERNATIONAL NETWORK
OF BASIN ORGANIZATIONS**

STATEMENT AT 31 DECEMBER 2017

LIABILITIES	AMOUNT 2017	AMOUNT 2016
NET ASSETS		
- Balance brought forward	44 391	41 874
- Operating results	387	2 516
Capital stock	44 778	44 391
LIABILITIES		
- Debts to Credit Institutions	0	57
- Debts to suppliers and related accounts	232 052	207 485
- Other liabilities	89	128 057
Liabilities	232 141	335 542
PLANNED REVENUES	0	0
TOTAL LIABILITIES	276 919	379 933

**INTERNATIONAL NETWORK
OF BASIN ORGANIZATIONS**

PROFIT AND LOSS STATEMENT AT 31 DECEMBER 2017

	31/12/2017	31/12/2017
OPERATING REVENUE		
- Income	47 377	34 609
- Subscription fees	30 657	32 588
- Operating subsidies / Other products	75 000	30 000
OPERATING REVENUE	153 034	97 197
OPERATING EXPENSES		
- Consumption, external services and others	40 334	58 412
- Personnel costs	112 758	36 976
- Amortization and provisions	0	0
OPERATING EXPENSES	153 092	95 389
OPERATING INCOME	-58	1 808
FINANCIAL PRODUCTS		
- Interests earned on the savings account	445	707
FINANCIAL EXPENSES		
- Quarterly bank charges	0	0
- Exchange losses	0	0
FINANCIAL RESULT	445	707
SPECIAL PROFITS		
- Special profits	0	0
SPECIAL RESULT	0	0
RESULT	387	2 516



ANNEX 2017

SUMMARY

A – MAJOR FACTS OF THE FISCAL YEAR

- 1 – MAIN EVENTS OF THE FISCAL YEAR
- 2 – ACCOUNTING PRINCIPLES, RULES AND METHODS

B – INFORMATION RELATIVE TO THE STATEMENT

- 1 – ASSETS
- 2 – LIABILITIES

C – INFORMATION RELATIVE TO THE PROFIT AND LOSS STATEMENT

A – MAJOR FACTS OF THE FISCAL YEAR

1 – MAIN EVENTS OF THE FISCAL YEAR

No significant event occurred during the fiscal year from an economic and accounting viewpoint.

We will note the completion of the "Alliance for Adaptation Water and Climate - COP 22" project. The latter benefited from the financial support of the Ministry for Foreign Affairs and International Development (MAEDI) up to 78%.

The INBO General Assembly and annual Liaison Bureau were held from 20 to 23 September in Dublin (Ireland).

In 2017, INBO organized (contributed to):

- 12 January 2017: 8th Meeting of the OECD Water Governance Initiative, 12-13 January 2017, Rabat, Morocco ;
- 7 March 2017: River Basin Adaptation Conference, 7-8 March 2017, Nova Gorica (Slovenia);
- 14 March 2017: Hydrometry 2017: Measurements and uncertainties, 14-15 March 2017, Lyon (France);
- 21 March, 2017: Cubagua Habana 2017, 21-24 March 2017, Havana (Cuba);
- 22 March 2017: Information Day on wetlands, Drummondville, Quebec;
- 22 March 2017: 11th General Assembly of the Mediterranean Network of Basin Organizations (MENBO), 22-24 March 2017, Malta;
- 22 March 2017: First AfriAlliance Conference, 22-24 March 2017, Johannesburg (South Africa);
- 27 March 2017: After COP22: What Governance for the Water-Energy-Food nexus?, 27-29 March 2017, Beirut (Lebanon);
- 4 April 2017: 18th RRC Annual Conference; River Restoration Addressing Uncertainty, 4-5 April 2017, Brighton, UK;
- 18 April 2017: Pilot Training Course: Adaptation to Climate Change in Basin Management Plans, 18-19 April 2017, Brasilia (Brazil);
- 18 April 2017: International Conference on the Status and Future of the World's Large Rivers, 18-21 April 2017, New Delhi (India);
- 2 May 2017: International Conference on the Great Lakes of Africa, 2-5 May 2017, Entebbe (Uganda);
- 18 May 2017: EECCA NWO International Conference: Challenges of river basin management in the context of climate change, 18-19 May 2017, Moscow;
- 29 May 2017: XVI World Water Congress, 29 May – 2 June 2017, Cancun (Mexico);
- 1st June 2017: Managing Rainwater and Floods: Tools and Examples to Take Action, 1st June 2017, Lac-Mégantic, Quebec;
- 21 June 2017 : A Gestão das Bacias Hidrográficas Frente às Mudanças Climáticas, 21-23 June 2017, Florianópolis / SC (Brazil);
- 21 June 2017 : UNECE and partners in Senegal train transboundary basin representatives in preparing bankable project proposals, 21-23 June 2017, Dakar (Senegal);

- 3 July 2017: 9th Meeting of the OECD Water Governance Initiative, 3-4 July 2017, Paris (France);
- 4 July 2017: 12th meeting of the Working Group on IWRM / or the Workshop on the progress of transboundary water cooperation, 4-6 July 2017, Geneva (Switzerland);
- 11 September 2017: Climate Change: World Summit of Climate Stakeholders, 11-13 September 2017, Agadir (Morocco);
- 14 September 2017: The Baikal Ecological Forum, 14-15, September 2017, Irkutsk (Russian Federation);
- 18 September 2017: International Riversymposium and Environmental Flow Conference, 18-20 September 2017, Brisbane (Australia);
- 20 September 2017: INBO World Liaison Bureau, Dublin (Ireland);
- 20 September 2017: EUROPE-INBO 2017, 20-23 September 2017, Dublin (Ireland);
- 19 October 2017: 19th meeting of RBOs, Biodiversity and aquatic species in precarious situation, 19-20 October 2017, Manoir du Lac Delage, Quebec;
- 23 October 2017: Water and Climate: Summit of the Great Rivers, 23-25 October 2017, Rome (Italy);
- 6 November 2017: International Conference: Water at the COP23, 6-17 November 2017, Bonn (Germany);
- 22 November 2017: Workshop on the integration of River Basin Organizations in Latin America, 22-24 November 2017, Brasilia (Brazil);
- 11 December 2017: Hydrodiplomacy and Climate Change for Peace in the Middle East: case of the Nile Basin, Paris (France);
- 12 December 2017: One Planet Summit in Paris (France).

2 – ACCOUNTING PRINCIPLES, RULES AND METHODS

The yearly statement of accounts is established and presented in accordance with the French regulations in force, issued from orders of the Committee of Accounting Regulations (Comité de la Réglementation Comptable - CRC).

B – INFORMATION RELATIVE TO THE STATEMENT

1 – ASSETS

Tangible assets = € 1,498 (Gross amount – entirely paid off)

It concerns the purchase of a computer workstation

Users' receivables = € 2,373

It concerns subscription fees for 2016 not yet cashed.

Other receivables = € 59,319

It concerns expenses calculated in advance and other receivables on the "Afrialliance project

Cash assets = € 214,432

Accrued Interest Income = € 445

Cash = € 350

2 – LIABILITIES

Debts to suppliers and related accounts = € 232,052

They include:

- KPMG fees for the preparation of the annual accounts for an amount of € 4,919,
- Chargebacks from the International Office for Water corresponding to the non-profit secondment of personnel for an amount of € 30,000,
- Chargebacks from the International Office for Water concerning project assistance for an amount of € 191,246,
- Translation services from G. SINE (€ 2,122) and SIC ICWC (€ 3,799), and services from the travel agency SELECTOUR for an amount of € 287.
- A 2016 insurance premium advance to MAIF for an amount of € 321.

Other debts = € 89

These are travel expenses to be reimbursed for an amount of € 89.

C – PROFIT AND LOSS STATEMENT

Products:

- studies carried out	47 377 Euros
- subscription fees	30 657 Euros
- operating subsidies and other products:	75 000 Euros
- financial	445 Euros
- special	0 Euros

Total products -----
153 479 Euros

Expenditures:

- Consumptions	0 Euros
- Other service providing	22 815 Euros
- Car rentals	0 Euros
- Insurance	321 Euros
- Expenses for Symposia and seminars	376 Euros
- Fees	4 319 Euros
- Fees on projects	0 Euros
- Catalogues and publications	171 Euros
- Travel expenses and daily allowances	10 939 Euros
- Postage	0 Euros
- Bank charges	1 143 Euros
- Current management expenses	250 Euros
- Personnel costs	112 758 Euros
- Amortizations and provisions	0 Euros

Total expenditures -----
153 092 Euros

Net operating result: 387 Euros.

D – STAFF: 0

Nothing – no manpower

It should be noted, however, that, under some projects, a non-profit framework agreement for the loan of labour was signed by INBO and the International Office for Water. This agreement is subject to specific detailed invoices from the International Office for Water.