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**Independent Auditors' Report
issued on the
2014 Special Purpose Financial Information
of Robert Burns International Foundation**

This is an English translation of the statutory Annual Report and the Business Report, and the Independent Auditors' Report thereon issued in Hungarian. In case of any differences, the Hungarian language original prevails.





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Independent Auditors' Report on special purpose financial information

To the Foundation's Curatorium and donors

We have audited the accompanying special purpose financial information of Robert Burns International Foundation which comprises the balance sheet as at December 31, 2014, and the statement of financial activities for the year then ended and related notes. The special purpose financial information has been prepared by management based on the accounting policies disclosed in Note 3. This special purpose financial information has been prepared solely to provide summary financial information in a format which management believes will meet the needs of the Foundation's Curatorium and donors for reliable and useful financial information about the Robert Burns International Foundation.

Management's Responsibility for the Special Purpose Financial Information

Management is responsible for the preparation of this special purpose financial information in accordance with the accounting policies as described in Note 3, for determining the acceptability of the basis of accounting and for such internal control as management determines is necessary to enable the preparation of special purpose financial information that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on this special purpose financial information based on our audit. We conducted our audit in accordance with International Standards on Auditing. International Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the special purpose financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special purpose financial information. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the special purpose financial information, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and presentation of the special purpose financial information 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the special purpose financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





Opinion

In our opinion, the accompanying special purpose financial information for Robert Burns International Foundation as of 31 December 2014 and for the year then ended has been prepared, in all material respects, in accordance with the accounting policies as described in Note 3.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 2, which describes the basis of accounting and explains that the special purpose financial information is not the statutory financial statements of Robert Burns International Foundation. The special purpose financial information is prepared to provide reliable and useful financial information to the Foundation's Curatorium and donors. As a result, the special purpose financial information may not be suitable for another purpose.

Budapest, 28 May 2015

A handwritten signature in blue ink, appearing to read 'Elek Votin', with a stylized flourish at the end.

Elek Votin
Partner



Robert Burns International Foundation

Financial statements as at and for the year ended 31 December 2014

(Expressed in Thousands of Forint)

Statement of financial activities for the year ended 31 December 2014

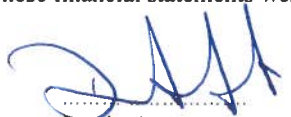
	<u>Note</u>	<u>2014</u>	<u>2013</u>
Voluntary income			
Donations received	4	13 555	12 838
Other income	5	43	24
Total income		13 598	12 862
Expenses	7	8 534	6 284
Donations to hospitals and others	9	10 121	2 203
Net movement in funds for the year		-5 057	4 375
Unrestricted funds at the beginning of the year		6 528	2 153
Unrestricted funds at the end of the year		1 471	6 528


Balance Sheet at 31 December 2014

	<u>31 December</u>	<u>1 December</u>
	<u>2014</u>	<u>2013</u>
Current assets		
Receivables	534	519
Petty Cash	0	0
Cash at bank	2 912	7 609
Prepayments	0	502
Total assets	3 446	8 630
Less: Creditors and accruals	875	1 002
Total assets less current liabilities	2 571	7 628
Founder's capital and reserves		
Founder's Capital	1 100	1 100
Unrestricted funds	1 471	6 528
Total Founder's Capital and unrestricted funds	2 571	7 628

The accompanying notes on pages 2 to 7 form an integral part of these financial statements.

These financial statements were approved on 28 MAY 2015 and signed by:


.....
Douglas Amott
Chairman of the Curatorium


.....
Member of the Curatorium
DR. HOLDÓVÁN ANDRÁS

**Independent Auditors' Report
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of Robert Burns International Foundation**

A handwritten signature in blue ink, consisting of a stylized first name and a last name, located in the bottom right corner of the page.

Robert Burns International Foundation

Notes to the 2014 financial statements

Note 1: Robert Burns International Foundation

Robert Burns International Foundation (in Hungarian: Robert Burns Nemzetközi Alapítvány) ("The Foundation") is a non-profit organisation domiciled in Hungary. Its registered address is Bajza u. 54 em I A, 1062 Budapest.

The founder of the Foundation is Mr Zoltán Magyar. The governing body is a Curatorium which is chaired by Mr Douglas Arnott. The Foundation's financial activities have consisted of raising donations, primarily through an annual supper in memory of the Scottish Poet Robert Burns, and the distribution of the surplus to hospitals and others, mainly in the form of cash grants for approved purposes.

Note 2: Financial Statements – Basis of preparation and presentation

The Foundation is required under Act C of 2000 on Accounting and Act CLXXV of 2011 on Non-Profit Organizations to prepare statutory financial statements each year. The Foundation's statutory financial statements which are not required to be audited under the Act on Accounting, will be published on the official website of the Foundation, www.robert-burns-foundation.org, as prescribed by the Act on Non-Profit Organizations.

These financial statements have not been prepared in compliance with the Act and are not the Foundation's statutory financial statements.

These financial statements have been prepared on the historical cost basis and in accordance with the accounting policies described in Note 3 for the purpose of presenting a summary of the financial activities undertaken by the Foundation during 2014 and its financial resources at 31 December 2014 in a format which management believes will meet the needs of members of the Curatorium and donors for reliable and useful financial information about the Foundation. A copy of these special purpose financial statements and the audit report thereon will be published on the Foundation website.

Note 3: Accounting Policies

Recognition of Income

Donations to the Foundation are voluntary and are recognised only when received. Other income is recognised when the Foundation is entitled to the amounts and there is certainty of receipt.

Recognition of expenses

Expenses are recognised when the liability is incurred.



Robert Burns International Foundation

Notes to the 2014 financial statements

Recognition of donations to hospitals and foundations

Donations made by the Foundation are generally recognised when the donation is disbursed except where a donation is received for a specific purpose, in which case the corresponding use of funds is recognised at the time the donation is received. A liability is set up and any amount which has not yet been disbursed by the year end is recorded as a short time liability in the balance sheet.

Short term liabilities and accruals

Short term liabilities are stated at cost. Accruals represent liabilities incurred for which invoices have not yet been received and are stated at estimated cost.

Those donations which are related to the Burns Supper for year of 2015 and estimated cost.

Functional currency and foreign exchange

The functional currency of the Foundation is the Hungarian Forint (HUF) and all amounts are presented in Thousand of Forint (THUF). Transactions in other currencies, primarily the Euro, are translated at the exchange rate on the date of the transaction. Monetary assets and liabilities denominated in Euro at the balance sheet date are translated at the foreign exchange rates ruling at that date. Foreign exchange differences arising on translation are recognised in the Statement of Financial Activities.

Note 4: Donations received

a) Analysis of donations by type:

	2014	2013
	THUF	THUF
Burns Suppers		
Auctions	2,232	3,314
Suppers	5,700	6,786
Raffles	1,489	1,110
	<hr/> 9,421	<hr/> 11,210
Other donations	2,094	62
Curling	836	850
FADD orphanage	745	0
BBC (for ESU public speaking competition)	302	477
1% of Personal Income Tax	157	239
	<hr/>	<hr/>
Total	13,555	12,838

Burns Suppers are held in late January. Donations for Burns Suppers include any donations received which relate to the supper to be held in the next year.



Robert Burns International Foundation
Notes to the 2014 financial statements

b) The principal donors in each year were:

	2014	2013
	THUF	THUF
Individual donations of HUF 500,000 or more:		
Deloitte	1250	0
Andras Moldovan (Supper, curling)	575	305
Adamo Kereskedelmi Bt.	520	0
Tesco (Burns Supper)	300	760
Adam Toth	228	18
Michael Birch (auction items)	90	885
Balázs Árpád (auction items)	0	600
	<hr/> 2,963	<hr/> 2,568
Donations below 500 THUF in aggregate	10,435	10,031
1% of Personal Income Tax	157	239
	<hr/> 13,555	<hr/> 12,838
Total	13,555	12,838



Robert Burns International Foundation
Notes to the 2014 financial statements

Note 5: Other income

	2014	2013
	THUF	THUF
Bank interest	7	11
Foreign exchange gain	36	13
Total	43	24

Note 6: Business Income

The Foundation had no business income in 2014.

Note 7: Expenses

	2014	2013
	THUF	THUF
Burns Supper	6,410	4,511
Presentation in Manchester	1,263	630
ESU public speaking competition	291	477
Financial and other costs	279	210
Curling	250	213
Sundry	41	243
Total	8,534	6,284

Note 8: Remuneration

No member of the Curatorium received any remuneration from the Foundation in 2014.



Robert Burns International Foundation
Notes to the 2014 financial statements

Note 9: Donations to hospitals and foundations

	2014	2013
	<u>THUF</u>	<u>THUF</u>
Donations given to:		
SOTE II, Tüzoltó St, Budapest	5,820	0
Hospital of Péterfy Sándor st.(Ultrasound device)	3,000	0
FADD orphanage	1301	0
Jimbolia Programme	0	2,203
Total of donations given	<u>10,121</u>	<u>2,203</u>

Donations were given in 2014 to Semmelweis University (SOTE II) Tüzoltó Street for reconstruction works and for purchase of medical devices; to the Péterfy Sándor Hospital for the purchase of ultrasound device to FADD orphanage for purchase of sports equipment for the children.


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Robert Burns International Foundation
Notes to the 2014 financial statements

Note 10: Cash at bank and petty cash

	2014	2013
	31 December	31 December
	THUF	THUF
Raiffeisen HUF accounts	1,795	7,400
Raiffeisen EUR account	1,117	209
Total	2,912	7,609

The original currency amounts in the EUR account were: 3,549.13 EUR at 31 December 2014 and 703.9 EUR at 31 December 2013 .

The Foundation has no Petty cash.

Note 11: Contingencies

The Foundation is exempt from taxation. The Hungarian tax authorities may inspect the books to ensure the conditions of this exemption have not been breached during the 6 years after the end of the related fiscal year.

It is the policy of the Foundation to retain a part of the unrestricted funds as a precaution against any differences of opinion that might arise in case of a tax inspection.

