

**TEI-TECHNO EXPORT IMPORT MINING  
CONSTRUCTION DOO  
BEOGRAD (PALILULA)**

**REPORT ON FINANCIAL STATEMENTS AUDIT FOR  
THE YEAR ENDED ON DECEMBER 31st 2013**

## «TEI-MC» DOO BEOGRAD

Identification number: 20019018

### INDEPENDENT AUDITOR'S REPORT

**1.** *We have audited the accompanying financial statements of TEI-MC d.o.o., Beograd (hereinafter: "the Company"), which comprise the Balance Sheet as of December 31<sup>st</sup>, 2013, Income Statement, Statement of Changes in Equity and Cash Flow Statement for the business year ended on that day, as well as the Statistical Annex and Notes to the Financial Statements which include the review of the significant accounting policies and other explanatory notes.*

### **2. Management's Responsibility for the Financial Statements**

*Management is responsible for the preparation and fair presentation of these financial statements in accordance with legal regulations in force in the Republic of Serbia. This responsibility comprises: designing, enforcement and performing internal controls relevant for the preparation and fair presentation of the financial statements that are free from materially significant misstatements, made due to the criminal activity or mistake, selection and use of adequate accounting policies and accounting estimates that are reasonable in given circumstances.*

### **3. Auditor's Responsibility**

*Our responsibility is to express the opinion on the financial statements based on audit. We have conducted our audit in accordance with the International Standards on Auditing. These Standards require that we work in compliance with the ethical requirements and to plan and perform the audit in such a way to obtain reasonable assurance that the financial statements are free from materially significant misstatements.*

*An audit includes conducting procedures in order to obtain audit evidence about the amounts and disclosures in the financial statements. The selection of procedures is based on the auditor's judgment, including the assessment of the risks of materially significant misstatements in the financial statements, made due to criminal activity or mistake. In making risk assessments, the auditor considers internal controls relevant for the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the given circumstances, but not for the purpose of expressing an opinion on the efficiency of the legal entity's internal controls. An audit also includes the evaluation of the applied accounting policies and of significant estimates made by the management, as well as the evaluation of the overall presentation of the financial statements.*

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

#### **4. Opinion**

*In our opinion, the financial statements present truthfully and objectively, in all materially significant respects, the financial position of the Company as of December 31<sup>st</sup> 2013, as well as the result of its operations and cash flows for the business year then ended, in accordance with the accounting regulations in force in the Republic of Serbia and accounting policies disclosed in the Notes to the Financial Statements.*

*Novi Sad*

*May 28<sup>th</sup> 2014*

*Janko Holik*

*Certified Auditor*