

KPMG

INBO Association

Yearly Auditor's Report

Fiscal year closed on 31 December 2016
INBO Association
21, rue de Madrid – 75008 Paris
This report has 11 pages

KPMG

INBO Association

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

Fiscal year closed on 31 December 2016

Dear Madam, Dear Sir,

Pursuant to the mission which was entrusted to us by your liaison bureau, we present our report on the fiscal year closed on 31 December 2016, including:

- The control of the annual statements of the Association, as attached to this report;
- The justification of our appreciations;
- The specific checks and information planned for in the law.

The annual statements were closed by the President. We have to give an opinion on these accounts, based on our audit.

Opinion on the yearly statements

We carried out our audit according to the professional rules applicable in France; these rules require the implementation of dispatches in order to obtain the reasonable insurance that the annual statements do not include significant anomalies. An audit consists in examining, by spot checks or by other selection methods, the items justifying the amounts and data contained in the yearly statements. It also consists in appreciating the accounting principles used, the significant estimates retained and the overall presentation of the accounts. We estimate that the collected items are sufficient and suited for giving our opinion.

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.

Justification of the appreciations

In accordance with the provisions of article L.823-9 of the Commercial Law relating to the justification of our appreciations, we bring the following to your attention:

- ***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.

The appreciations thus given are based on our audit of the yearly accounts, taken as a whole, and thus contributed to shaping our opinion expressed in the first part of this report.

Specific checks and information

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 President's activity report and in the documents addressed to the members on the financial situation and the yearly statements.

Limoges, on 28 August 2017

KPMG Enterprises
Department of KPMG S.A.

Sébastien Guérit
Partner

**INTERNATIONAL NETWORK
OF BASIN ORGANIZATIONS**

STATEMENT AT 31 DECEMBER 2016

ASSETS	GROSS	AMORTIZ. OR PROV.	NET 2016	NET 2015
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	0	0	0	0
- Other receivables	6 938	0	6 938	4 879
TOTAL Receivables	6 938	0	6 938	4 879
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	372 646	0	372 646	181 866
- Cash	350	0	350	350
TOTAL cash assets	372 996	0	372 996	182 216
TOTAL ASSETS	381 431	1 498	379 933	187 095

**INTERNATIONAL NETWORK
OF BASIN ORGANIZATIONS**

STATEMENT AT 31 DECEMBER 2016

LIABILITIES	AMOUNT 2016	AMOUNT 2015
NET ASSETS		
- Balance brought forward	41 874	37 809
- Operating results	2 516	4 065
Capital stock	44 391	41 874
LIABILITIES		
- Debts to Credit Institutions	0	0
- Debts to suppliers and related accounts	207 485	46 903
- Other liabilities	128 057	98 317
Liabilities	335 542	145 221
PLANNED REVENUES	0	0
TOTAL LIABILITIES	379 933	187 095

**INTERNATIONAL NETWORK
OF BASIN ORGANIZATIONS**

PROFIT AND LOSS STATEMENT AT 31 DECEMBER 2016

	12/31/2016	12/31/2015
OPERATING REVENUE		
- Income	34 609	34 431
- Subscription fees	32 588	32 065
- Operating subsidies / Other products	30 000	0
OPERATING REVENUE	97 197	66 495
OPERATING EXPENSES		
- Consumption, external services and others	58 412	33 975
- Personnel costs	36 976	29 302
- Amortization and provisions		50
OPERATING EXPENSES	95 389	63 327
OPERATING INCOME	1 808	3 168
FINANCIAL PRODUCTS		
- Interests earned on the savings account	707	897
FINANCIAL EXPENSES		
- Quarterly bank charges	0	0
- Exchange losses	0	0
FINANCIAL RESULT	707	897
SPECIAL PROFITS		
- Special profits	0	0
SPECIAL RESULT	0	0
RESULT	2 516	4 065



ANNEX 2016

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 "VBA-INBO" project, funded by the European Union for the implementation of the action entitled: "Capacity Building of the Volta Basin Authority for implementing priority activities of the 2010-2014 Strategic Plan - Improvement of regional water resources management and sustainable development in the basin". In order to have it completed, INBO signed, on 8 October 2012, with the International Office for Water, a framework agreement for the non-profit secondment of personnel.

The INBO General Assembly and annual Liaison Bureau were held from 31 May to 4 June 2016 in Merida (Mexico).

In 2016, INBO organized (contributed to):

- On 15 March 2016: Symposium on "After COP21, Adaptation Policies for the Mediterranean, Case of Lebanon", in Dbaiyeh (Lebanon);
- On 31 May 2016: its World Liaison Bureau in Merida (Mexico);
- On 1-4 June 2016: its World General Assembly in Merida (Mexico);
- From 19 to 22 October: EUROPE-INBO in Lourdes (France);
- From 20 to 22 September: the General Assembly of the African Network of Basin Organizations (ANBO) in Kigali (Rwanda);
- From 18 to 19 October: the 11th meeting of the IWRM Working Group under the Water Convention, Geneva (Switzerland);
- On 13 December: the Symposium on Hydro-diplomacy and Climate Change for Peace in the Middle East - Case of the Jordan River Basin, in Paris (France).

In 2016, INBO especially participated:

- On 9 and 10 February: in the Conference on "Cultural and Educational Issues Related to Water Management" in EECCA countries, in Almaty (Kazakhstan);
- From 1st March to 24 June: in the on-line course on Integrated River Basin Management, on the website <https://www.un.ihe.online-course-integrated-river-basin-management>;
- On 2 and 3 March: in the 2016 European River Symposium, in Vienna (Austria);
- On 14 and 15 March: in the International Conference on African Great Lakes, in Nairobi (Kenya);
- On 16 and 17 March: in the "HydroES 2016 - Environment and Hydroelectricity" symposium, in Grenoble (France);
- From 5 to 7 April: in the second meeting of the High-Level Panel on Water and Peace in Dakar (Senegal);
- On 6 and 7 April: in the "Third Meeting of the Global Network of Basins Working on Climate Change Adaptation", in Geneva (Switzerland);

- On 22 April; in the signing ceremony for the Paris Climate Agreement, in New York (USA);
- On 26 and 27 May: in the 18th RBOs Meeting in Beaupré (Quebec);
- On 14-15 June: in the Workshop on “Capacity Building for Governance and Planning of Basin Management” under the India-EU Water Partnership, New Delhi (India);
- On 24 and 25 June: in the 10th meeting of the Working Group on Integrated Water Resources Management under the UNECE Water Convention, in Geneva (Switzerland);
- On 27 and 28 June: in the kick-off meeting of the 8th World Water Forum, in Brasilia (Brazil);
- From 28 June to 1st July: in the 9th NOVATECH International Conference in Lyon (France);
- From 3 to 8 July: in the 18th National Meeting of River Basin Committees, in Salvador de Bahia (Brazil);
- On 11 and 12 July: in the International Water and Climate Conference, Rabat (Morocco);
- On 14 July: in the conference on "Using Irrigation Water for Better Adaptation to Climate Change", in Agadir (Morocco);
- From 12 to 14 September: in the 19th “International River Symposium - Great Rivers of the World: Management for Shared Benefits”, in New Delhi (India);
- From 13 to 15 September: in the 5th Annual Meeting of the Mississippi River Cities & Towns Initiative, in Natchez (USA);
- On 15 September: in the 8th meeting of the Working Group on Water and Climate, in Geneva (Switzerland);
- From 19 September to 11 December: in the Distance Learning Course on "International Water Law and the Law on Transboundary Aquifers";
- On 30 September: at the handing of the Chinese Government's "Friendship Award 2016" for foreign expertise to Mr. Jean François Donzier as INBO Secretary General, in Beijing (China);
- On 3 and 4 October: in the Workshop on the General Principles of Transboundary Water Cooperation, in Mexico City (Mexico);
- From 1 to 3 November; in the International Conference on the “Protection of Drinking Water Sources – Lands Water Sources” at the University of Laval (Quebec);
- On 2 November: in the 3rd Gala "Miser l'eau!", in Quebec ;
- From 7 to 18 November: in the COP22 and in the Conference of the Parties to the United Nations Framework Convention on Climate Change, in Marrakech (Morocco);
- From 28 to 30 November; in the Budapest Water Summit, in Budapest (Hungary).

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

Other trade receivables = € 6,938

It concerns subscription fees for 2016 not yet cashed.

Cash assets = € 372,646

Cash = € 350

2 – LIABILITIES

Debts to suppliers and related accounts = € 207,485

They include:

- KPMG fees for the preparation of the annual accounts for an amount of € 4,776,
- Chargebacks from the International Office for Water corresponding to the non-profit secondment of personnel for an amount of € 24,000,
- Chargebacks from the International Office for Water concerning project assistance for an amount of € 174,707,
- SIC ICWC translation services for an amount of € 4,323,
- A 2016 insurance premium advance to MAIF for an amount of € 321.

Other debts = € 128,057

It concerns a grant received from MAEDI for an amount of € 75,000, debts to the International Office for Water on joint affairs for a total compensated amount of € 7,376 and the AFRIALLIANCE project for which we received a cash advance of € 45,681.

C – PROFIT AND LOSS STATEMENT

Products:

- studies carried out	34 609 Euros
- subscription fees	32 588 Euros
- other products:	30 000 Euros
- financial	707 Euros
- special	0 Euros

Total products	----- 97 904 Euros
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Expenditures:

- Consumptions	0 Euros
- Other service providing	42 793 Euros
- Car rentals	0 Euros
- Insurance	316 Euros
- Expenses for Symposia and seminars	1 000 Euros
- Fees	4 261 Euros
- Fees on projects	0 Euros
- Catalogues and publications	0 Euros
- Travel expenses and daily allowances	9 337 Euros
- Postage	0 Euros
- Bank charges	705 Euros
- Current management expenses	0 Euros
- Personnel costs	36 976 Euros
- Amortizations and provisions	0 Euros

Total expenditures	----- 95 388 Euros
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Net operating result: 2 516 Euros.

D – STAFF: 0

Nothing – no manpower

It should be noted, however, that, under the "VBA-INBO" project, 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.