

To the Board of Directors in  
the Foundation Norwegian Refugee Council

## AUDITOR'S REPORT

### Report on the financial statements

We have audited the accompanying financial statements of the Foundation Norwegian Refugee Council, which comprise the balance sheet as at 31 December 2011, the Activity accounts (profit & loss) and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

#### *The Board of Directors' and Secretary General's responsibility for the financial statements*

The Board of Directors and Secretary General are responsible for the preparation and fair presentation of these financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as the Board of Directors and Secretary General determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 made by management, as well as evaluating 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.

*Opinion*

In our opinion, the financial statements of the Foundation Norwegian Refugee Council have been prepared in accordance with laws and regulations and present fairly, in all material respects, the financial position of the Foundation as at 31 December 2011 and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

**Report on other legal and regulatory requirements***Opinion on the Board of Directors' report*

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Directors' report concerning the financial statements and the going concern assumption is consistent with the financial statements and complies with the law and regulations.

*Opinion on registration and documentation*

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, «Assurance Engagements Other than Audits or Reviews of Historical Financial Information», it is our opinion that the Board of Directors and Secretary General have fulfilled their duty to ensure that the Foundation's accounting information is properly recorded and documented as required by law and generally accepted bookkeeping practice in Norway.

*Opinion on allocation and management*

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, it is our opinion that the Foundation Norwegian Refugee Council is managed in accordance with laws, foundation's goal and regulations.

Oslo, 31 May 2012  
ERNST & YOUNG AS



Tommy Romskaug  
State Authorised Public Accountant (Norway)

(This translation from Norwegian has been made for information purposes only.)