

The Board and the CEO of
the Reach for Change Foundation
Corp. ID no. 802426-5590

hereby submit the
Annual Report
for the financial year 1 January - 31 December 2015

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Annual Report for the Reach for Change Foundation (corporate ID no. 802426-5590) for the financial year 2015.

General information about the organisation

The non-profit-making Playing for Change Foundation was founded in November 2010 by the Kinnevik Group and Sara Damber. In 2012 the foundation changed its name to Reach for Change. Reach for Change has been the holder of a so-called 90 account since 2011 and is a member of SI, a Swedish fundraising control organisation. The foundation has thus agreed to comply with the ethical guidelines that SI sets out, and to participate in its audits. The foundation is religiously and party-politically independent.

We want to create a better world for children

Reach for Change's vision is to create a global movement of smart, bold and passionate agents of change, creating a better world for children. We aim to achieve this by identifying exceptional social entrepreneurs and helping them to develop scalable innovations that improve the lives of children. We are one of a small number of bodies working with grass-roots organisations and seed funding, i.e. the first capital that an organisation or company acquires. Even though we become involved at an early stage, the organisations with which we choose to work must show that they have an innovative business concept that is scalable and system-changing. The concept of system change is decisive for us, as we believe that it takes long-term engagement and an ambition to change social structures in order to achieve results. Our portfolio of entrepreneurs represents a breadth of industries and organisations, with the common denominator that they all share a vision of making life better for children. Reach for Change as an organisation is established in 17 countries on three continents, 14 of which are part of the Swedish legal entity.

Our incubator aims to help social entrepreneurs reach out to more children

We select the entrepreneurs with which we want to work by means of a structured, transparent selection process. Those entrepreneurs who ultimately have the most potential are then offered a place in Reach for Change's incubator, where they can access both financial and non-financial support. The financial support is intended to provide the entrepreneur with an opportunity to focus full time on his or her activity. The non-financial element consists of a customised, module-based programme in which the goal is to provide the entrepreneur with the knowledge and the tools required to scale up the business and reach out to more children. In 2015 Reach for Change ran two kinds of programmes: one accelerator programme that aimed to inject knowledge into a wider range of entrepreneurs so that they could get to know the market ahead of future investments, and an incubator programme (our core activity) that focused on the selected entrepreneurs in our incubator.

For us, monitoring effects is crucial

We invest a lot of resources in leading the industry when it comes to developing and applying the monitoring of effects. The result of this is evident so far in the fact that we have created a special function that works exclusively to monitor the change that our entrepreneurs achieve. We apply established methods to monitor effects and have developed our own tool, which we have implemented on three continents, in 17 markets, with our 133 entrepreneurs. The results of the monitoring of effects are critical for our operations, as they form the basis of our decision on any continued collaboration and repeat investment in an entrepreneur.

Our operations are primarily of a public service nature, with contributions from companies as our biggest source of income

Reach for Change receives funding primarily in the form of contributions from companies. We also have an increasing proportion of funding from other organisations and foundations, such as Stenbecks Stiftelse and FERD, and also from public institutions such as SIDA, the EU and UNICEF. The foundation conducts primarily public-service, non-taxable operations. A small proportion consists of taxable commercial operations.

Development of the company's operations, financial result and position

<i>Financial Summary</i>	<i>2015 SEK '000</i>	<i>2014 SEK '000</i>	<i>2013 SEK '000</i>	<i>2012 SEK '000</i>
Balance sheet total	16,524	16,443	11,157	7,784
Equity	1,691	1,674	1,975	1,236
Gifts and contributions	39,784	31,554		
Total operating income	46,629	34,745	32,753	22,015
Profit/loss for the year	-4	11	743	-924

Significant events during the financial year

in 2015 we supported 370,283 children

In 2015 Reach for Change continued to conduct operations in accordance with its objective. One of the ways in which progress can be described in our work is through the increase in the number of entrepreneurs in our incubator. In 2015 we worked actively with 133 entrepreneurs (compared with 95 in 2014). Between them, our entrepreneurs supported no fewer than 370,283 children all over the world. Examples where Reach for Change and our entrepreneurs have made a difference include:

In total we paid SEK 16.9 million in contributions to our entrepreneurs.

We have started an accelerator programme in all our markets

During the past year we conducted pilots of accelerator programmes in all our markets. The purpose of the programme was to increase the quality of the selection for our incubator programme by making contact with a broader range of entrepreneurs at an early stage. The evaluation of the programme indicates that this initiative has achieved the goals that were set. A total of 306 entrepreneurs took part in our accelerator programme at a cost of SEK 3.6 million.

We are stepping up our work to monitor the effects

One of our most important contributions of all as an organisation is to provide our entrepreneurs with tools and knowledge so that we can measure and monitor the change that they achieve. In order that we in turn can compare the development of different entrepreneurs in relation to one another so that we can understand where our investment is making the biggest difference, we have developed a tool known as a development tracker. This tool gives us the opportunity to assess an entrepreneur's development in relation to the goals that have been defined. The tool was developed and tested during 2015 and will be further implemented in the organisation during 2016.

Increased focus on integration in Sweden

In connection with the ongoing refugee crisis, during the year Reach for Change received funding of SEK 1.7 million for a pilot project that aims to improve integration in Sweden. The project was implemented in Malmö with the aim of encouraging children and young people to take part in a dialogue on integration and diversity. This project gave Reach for Change an opportunity to evaluate how we as an organisation can contribute to this issue, which has resulted in a decision on a new direction, with the launch of a major initiative in Sweden. This initiative has already received funding from a number of bodies and is expected to become a major element of the Swedish operation in 2016.

Result and financial position

Reach for Change's fundamental financial principles are balanced finances in which the organisation's expenses are covered by incoming funds. The foundation is reporting a loss of SEK 3,598 for 2015, which is in line with the guiding principles.

Revenues for 2015 totalled SEK 46.6 million, which is a slightly positive deviation from budgeted income of SEK 45.2 million. Incoming funds consist primarily of contributions from companies (33%) and external foundations (30%).

Total operating expenses in 2015 were SEK 46.6 million, of which SEK 40.6 million were project expenses, SEK 2.4 million were collection expenses and SEK 3.6 million administrative expenses. Project expenses consisted primarily of programme expenses and the payment of contributions to entrepreneurs, while collection expenses consisted primarily of the costs of various kinds of collection campaigns, including consultancy expenses for implementing these.

Administrative expenses comprised primarily the costs of managing and governing the organisation, for example the costs of the finance function, management meetings and Board meetings.

Expected future development

In 2015 Reach for Change adapted its operations according to K3, one of the effects of which is that funds in the form of gifts must be recorded during the financial year when they are posted to the accounts. In the longer term this means that the current guiding principles of a balanced result may be difficult to satisfy in future if the foundation receives large gifts towards the end of the year that cannot be used in time.

Reach for Change has concluded agreements with financiers for 2016 to continue to carry out work on integration in Sweden. The project is expected to double the revenues of the Swedish profit centre. Bulgaria, which was part of the Swedish foundation in 2015, will register its organisation locally in 2016. A process is also under way to set up a branch in Croatia. The reason for legal changes being made in the organisation is largely because foundations must in most cases be registered locally in order to be able to apply for local contributions.

Otherwise the organisation is expected to continue as in previous years, with a focus on our core activity, to help social entrepreneurs to scale up their business concepts to make life better for children.

Foreign branches

The Swedish legal entity, the Reach for Change Foundation, has branches in Ghana and Norway, as well as a representative office in Latvia.

Administration

The composition of the Board changed in 2015. Mia Brunell Livfors stood down as Chair and Rachel Samrén took over. Permanent members Mats Granryd and Hans-Holger Albrecht, as well as Mikael Larsson (deputy) were replaced by Allison Kirkby and Joakim Andersson (new deputy). A new external member, Charlotte Salford, was also elected. The full Board in 2015 consisted of Rachel Samrén (Chair), members Cristina Stenbeck, Jørgen Madsen Lindemann, Allison Kirkby, Torun Litzén, Charlotte Salford and deputy Joakim Andersson. The foundation's CEO is Sara Damber.

Income Statement

<i>Amounts in SEK</i>	<i>Note</i>	<i>2015</i>	<i>2014</i>
Operating income	1		
Gifts		5,007,445	4,340,988
Contributions		34,776,643	27,213,181
Net revenues		5,583,964	2,706,583
Other income		1,261,395	483,947
Total operating income		<u>46,629,446</u>	<u>34,744,699</u>
Operating expenses	2, 3		
Project expenses		-40,555,471	-29,993,812
Collection expenses		-2,446,969	-1,103,603
Administrative expenses		-3,565,953	-3,591,548
Total operating expenses		<u>-46,568,393</u>	<u>-34,688,962</u>
Operating profit/loss		61,054	55,736
Profit/loss from financial items			
Interest income and similar income statement items		3,024	79,156
Interest expenses and similar income statement items		-8,929	-634
Profit/loss after financial items		<u>55,148</u>	<u>134,258</u>
Tax adjustment for previous year		143,899	112,929
Tax on profit/loss for the year	4	<u>-202,645</u>	<u>-236,281</u>
Profit/loss for the year		<u>-3,598</u>	<u>10,906</u>

Balance Sheet			
<i>Amounts in SEK</i>	<i>Note</i>	<i>31/12/2015</i>	<i>31/12/2014</i>
ASSETS			
Non-current assets			
<i>Intangible non-current assets</i>			
Concessions, patents, licenses, trademarks and similar rights	5	-	394
		-	394
<i>Tangible non-current assets</i>			
Plant and machinery	6	92,834	162,180
Equipment, tools, fixtures and fittings	7	75,172	104,246
		168,006	266,426
Total non-current assets		168,006	266,820
Current assets			
<i>Current receivables</i>			
Trade and other receivables		2,355,322	1,374,910
Other receivables		657,218	2,478,276
Prepaid expenses and accrued income	8	360,971	1,302,498
		3,373,510	5,155,684
<i>Cash and bank balances</i>			
Cash and bank balances	12	12,982,439	11,020,012
		12,982,439	11,020,012
Total current assets		16,355,950	16,175,696
TOTAL ASSETS		16,523,955	16,442,515

Balance Sheet			
<i>Amounts in SEK</i>	<i>Note</i>	<i>31/12/2015</i>	<i>31/12/2014</i>
EQUITY AND LIABILITIES			
<i>Equity</i>			
<i>Restricted equity</i>			
Foundation capital		100,000	100,000
		100,000	100,000
<i>Non-restricted equity</i>			
Retained earnings		1,594,186	1,563,578
Profit/loss for the year		-3,598	10,906
		1,590,588	1,574,484
		1,690,588	1,674,484
<i>Current liabilities</i>			
Trade and other payables		540,641	591,813
Debt - contributions received, not utilised	10	10,925,060	11,299,583
Current tax liability		320,244	644,018
Other liabilities		2,043,816	1,149,522
Accrued expenses and prepaid income	11	1,003,605	1,083,094
		14,833,367	14,768,031
TOTAL EQUITY AND LIABILITIES		16,523,955	16,442,515

Notes

Amounts in SEK unless otherwise stated.

Accounting policies

The annual accounts have been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's General Recommendations BFNAR 2012:1 Annual Accounts and Consolidated Accounts (K3).

The Annual Report has been prepared in accordance with the Swedish Annual Accounts Act, and for the first year also in accordance with the Swedish Accounting Standards Board's General Recommendations BFNAR 2012:1 Annual Accounts and Consolidated Accounts (K3).

Assets, provisions and liabilities have been valued at their cost of acquisition unless otherwise stated below.

Assets

Tangible non-current assets

Tangible non-current assets are recorded at cost of acquisition minus accumulated depreciation and impairment. The cost of acquisition includes not only the purchase price but also expenses directly attributable to the acquisition.

Depreciation

Depreciation takes place on a straight-line basis over the asset's expected useful life, as this reflects the expected consumption of the asset's future financial benefits. Depreciation is recorded as an expense in the income statement.

	<i>Useful life</i>
Equipment, tools, fixtures and fittings	5 years
Computers > exceeding 0.5 price base amounts	3 years

Leasing

Lessees

All leases are recognised as operational leases.

Operational leases

Lease charges under operational lease agreements, including first-time rent but excluding charges for services such as insurance and maintenance, are recorded as an expense on a straight-line basis over the lease period.

Items in foreign currency

Monetary items in foreign currency are translated at the exchange rate on the balance sheet date. Non-monetary items are not translated, but are recorded at the exchange rate when the acquisition was made.

Exchange rate differences that arise when settling or translating monetary items are recorded in the income statement in the financial year during which they arise.

Foreign subsidiaries' assets and liabilities were translated. Monetary items are translated at the closing rate, while non-monetary items measured at fair value are translated at the exchange rate on the date on which the fair value was determined. Other non-monetary items are recognised at the exchange rate at the date of acquisition.

Tax

Tax on the profit/loss for the year in the income statement consists of current tax and deferred tax. Current tax is income tax for the current financial year that relates to the taxable profit/loss for the year and the element of income tax for previous financial years that has not yet been recorded. Deferred tax is income tax on taxable profit/loss in respect of future financial years as a consequence of previous transactions or events.

Dedicated project funds

The Dedicated project funds item in Equity is used to record gifts and other dedicated project funds that have not yet been used.

Income

The inflow of financial benefits that the company has received or will receive on its own account is recorded as income. Income is valued at the fair value received or due to be received with deductions for any discounts given.

Gifts and contributions

A transaction in which the organisation receives an asset or a service that has a value without giving back the corresponding value in return is a gift or a contribution received. If the asset or service is received because the organisation has satisfied or will satisfy certain conditions and if the organisation has an obligation to make a repayment to the counterpart if the conditions are not satisfied, it is a contribution received. If it is not a contribution, it is a gift.

Gifts

Gifts are as a general rule recorded as income when they are received.

A gift that is posted as income is recorded as either an asset or an expense depending on whether or not the gift is used. Gifts that the organisation intends to use permanently in the activity are recorded as non-current assets. Other gifts are recorded as current assets.

Gifts are as a general rule valued at fair value,

In cases where the organisation has paid compensation in order to receive the gift, the value of the gift is reduced by the compensation.

Contributions

A contribution is recorded as income when the conditions for receiving the contribution have been satisfied. Contributions received are recorded as a liability until the conditions for receiving the contribution are satisfied.

Contributions received are valued at the fair value of the asset that the organisation has received or will receive.

Net revenues

Income from the sale of goods is normally recorded when the sale takes place.

Operating expenses

Operating expenses are divided into the following functions: project expenses, collection expenses and administrative expenses.

Project expenses consist of expenses that aim to promote the objective in accordance with our statutes. In the case of Reach for Change, these are expenses that relate to all of our programme activities including the payment of contributions to entrepreneurs, expenses that arise in order to engage our partners for our objective as well as the costs of communicating our purpose and marketing our brand.

Collection expenses consist of expenses arising in connection with collection campaigns (both external expenses and staff time). External expenses can be, for example, consultants who help with collection or campaign work.

Administrative expenses consist of expenses required for administrative governance and internal control to ensure that the organisation satisfies rules and legal requirements. Administrative expenses include all expenses for finance (our finance function is considered to constitute almost 100% of internal control and monitoring), legal advice, management meetings and Board meetings.

Internal transactions

In order to avoid unrealised currency gains/losses arising in connection with internal transactions in foreign currency, the exchange rate is governed by the bookkeeping unit that initiates the payment. The amounts are governed by means of adjustments at Group/unit level.

Note 1 Gifts and contributions

<i>Gifts recorded in the income statement</i>	<u>2015</u>	<u>2014</u>
Funds collected:		
The general	221,496	50,717
Companies	4,623,327	3,308,180
Other organisations	162,622	
External foundations and funds		<u>982,091</u>
Total	<u>5,007,445</u>	<u>4,340,988</u>
 <i>Contributions recorded as income</i>	 <u>2015</u>	 <u>2014</u>
Funds collected: The general public		
Companies	15,291,892	10,571,624
Other organisations	2,536,351	300,000
External foundations and funds	14,138,689	13,800,000
Total funds collected	31,966,933	24,671,624
Public contributions:		
EU	288,022	
SIDA	1,808,000	2,163,096
Unicef	713,689	378,462
Total public contributions	2,809,710	2,541,558
Total contributions	34,776,643	27,213,181

Note 2 Employees, staff costs and fees to the Board

Average number of employees	2015		2014	
		<i>of which male</i>		<i>of which male</i>
Global*	11	9%	6	17%
Region Northern Europe	9	22%	7	29%
Region Africa	8	13%	4	25%
Total	<u>28</u>	<u>21%</u>	<u>17</u>	<u>29%</u>

*Global relates to the part of the organisation that works centrally with all regions

Reporting of gender distribution in company management groups

	31/12/2015 <i>Proportion of women</i>	31/12/2014 <i>Proportion of women</i>
Board	83%	60%
Other senior executives	50%	50%

Salaries, other remuneration and payroll overhead, including pension expenses

	<u>2015</u>	<u>2014</u>
<i>Salaries and remuneration:</i>	-8,037,943	-6,509,425
<i>Payroll overhead</i>	-2,020,745	-1,769,723
<i>(of which pension expense) 1)</i>	-292,918	-294,841

Non-profit-making work

During the year eight people worked for the organisation on a non-profit-making basis, primarily to provide administrative support to central functions such as HR as well as programme-related activities in Sweden, Denmark and Bulgaria.

The value of these non-profit-making initiatives was not recorded in the income statement.

Note 3 Operational leasing

Lease agreements in which the company is the lessee

	<u>31/12/2015</u>	<u>31/12/2014</u>
<i>Future minimum lease payments relating to non-cancellable operational leases:</i>		
Within one year	400,357	35,066
Between one and five years	<u>6,000</u>	<u>35,066</u>
	406,357	35,066
	<u>2015</u>	<u>2014</u>
Leasing charges posted as expenses during the financial year	406,357	35,066

Note 4 Tax on profit/loss for the year

	<u>2015</u>	<u>2014</u>
Current tax expense	-202,645	-236,281
	-202,645	<u>-236,281</u>

Note 5 Concessions, patents, licenses, trademarks and similar rights

	<u>31/12/2015</u>	<u>31/12/2014</u>
<i>Accumulated costs of acquisition</i>		
At the beginning of the year	<u>2,147</u>	<u>2,147</u>
At year-end	2,147	2,147
<i>Accumulated depreciation</i>		
At the beginning of the year	-1,753	-1,324
Depreciation during the year	<u>-394</u>	-429
At year-end	-2,147	-1,753
Carrying amount at year-end		<u>394</u>

Note 6	Plant and machinery	31/12/2015	31/12/2014
<i>Accumulated costs of acquisition</i>			
	Opening cost of acquisition	305,906	141,819
	Purchases		164,087
	Disposals and retirements	-59,790	
	Translation differences for the year	<u>4,862</u>	
	Closing accumulated cost of acquisition	250,978	305,906
	Net cost of acquisition	250,978	305,906
<i>Accumulated depreciation</i>			
	Opening depreciation	-143,726	-86,644
	Reversed depreciation on disposals and retirements	59,790	
	Depreciation during the year	-73,486	-57,082
	Translation differences for the year	<u>-722</u>	
	Closing accumulated depreciation	-158,144	-143,726
	Carrying amount at year-end	92,834	162,180
Note 7	Equipment, tools, fixtures and fittings	31/12/2015	31/12/2014
<i>Accumulated costs of acquisition</i>			
	Opening cost of acquisition	121,922	
	Purchases		121,922
	Translation differences for the year	<u>3,903</u>	
	Closing accumulated costs of acquisition	125,825	121,922
	Net cost of acquisition	125,825	121,922
<i>Accumulated depreciation</i>			
	Opening depreciation	-17,676	
	Depreciation of costs of acquisition for the year	-31,920	-17,676
	Translation differences for the year	<u>-1,057</u>	
	Closing accumulated depreciation	-50,653	-17,676
	Carrying amount at year-end	75,172	104,246
Note 8	Prepaid expenses and accrued income	31/12/2015	31/12/2014
	Digital media agency - Somewhere up North	133,000	
	Income from HSS to cover activities for "Innovation for Integration"	60,689	
	Compensation for reduced rent, Accra	117,764	
	Income from Sophie Stenbeck foundation		776,360
	Income from Bayport		388,180
	Other items	<u>49,518</u>	<u>137,958</u>
		360,971	1,302,498

Note 9 Equity

31/12/2015	Restricted equity	Non-restricted equity		
	Foundation capital	Dedicated proj. funds	Ret. earn. incl. Profit/loss for year	Total equity
Opening balance	100,000		1,574,483	1,674,483
Adjusted OB	100,000		1,574,483	1,674,483
Profit/loss for the year			-3,598	-3,598
Translation diff.			19,703	19,703
Total			19,703	19,703
At year-end	100,000		1,590,588	1,890,588

Note 10 Debt - contributions received, not utilised

This item includes debts to a total of SEK 10,925,059, of which SEK 2,981,139 from MTG, SEK 2,633,308 from Millicom, SEK 2,487,000 from HSS, SEK 1,375,242 from H&M Conscious foundation, SEK 855,000 from Tele2 Croatia, SEK 387,386 from Kavli foundation, SEK 37,853 from Bayport, SEK 78,026 from Postkodlotteriet, SEK 70,000 from SIDA and SEK 38,105 from the British Council.

The conditions that have not been satisfied for public contributions received relate to an ongoing project that is being implemented using funds from SIDA "Never ending stories". It has been decided that this project shall be extended until the end of Q1 2016.

Note 11 Accrued expenses and prepaid income

	31/12/2015	31/12/2014
Consultancy expenses for non-employed R4C team members	312,295	
Graphic design - consultancy services	100,000	
Accrued holiday pay	408,497	308,010
Contributions not paid to winners of Child10 Awards		155,272
IT consultancy expenses		284,030
Other items	182,814	335,782
	<u>1,003,605</u>	<u>1,083,094</u>

Note 12 Cash and cash equivalents

	31/12/2015	31/12/2014
<i>The following sub-components are included in cash and cash</i>		
Cash	401	1,200
Bank balances	12,982,038	11,018,812
	<u>12,982,439</u>	<u>11,020,012</u>



[Signature]
Rachel Samrén
Chair



[Signature]
Cristina Stenbeck
Board member



Jørgen Madsen
Styrelseledamot

[Signature]
Jørgen Madsen Lindemann
Board member



Kirkby
Styrelseledamot

[Signature]
Allison Kirkby
Board member



[Signature]
Torun Litzén
Board member



[Signature]
Charlotte Salford
Board member



Sara Damber

[Signature]
Sara Damber
CEO

My audit report was submitted on 19/04/2016



[Signature]
Thomas Forslund
Authorised Public Accountant

Audit Report

To the Board of Directors of the Reach for Change Foundation, corp. ID no. 802426-5590

Report on the annual accounts

I have performed an audit of the annual accounts of the Reach for Change Foundation for the year 2015.

Responsibilities of the Board of Directors for the annual accounts

The Board of Directors is responsible for the preparation and fair presentation of annual accounts in accordance with the Annual Accounts Act, and for such internal control as the Board of Directors deems necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

The auditor's responsibility

My responsibility is to express an opinion on the annual accounts based on my audit. I conducted the audit in accordance with the International Standards on Auditing and generally accepted auditing standards in Sweden. Those standards require me to comply with professional requirements and plan and conduct the audit to obtain reasonable assurance that the annual accounts are free from material misstatement.

An audit includes obtaining evidence by various means of amounts and other information in the annual accounts. The auditor chooses which measures are to be carried out, by such means as assessing the risks of material misstatement in the annual accounts, whether this might be based on irregularities or errors. In making those risk assessments, the auditor considers the elements of internal control relevant to the foundation's preparation and fair presentation of the annual accounts 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 foundation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the annual accounts..

I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for my opinion.

Statements

In my opinion, the annual accounts have been prepared in accordance with the Annual Accounts Act and in all material respects provide a fair representation of the Reach for Change Foundation's financial position as of 31 December 2015 and of its financial performance for the year in accordance with the Annual Accounts Act.

Report on other requirements under law and other administrative provisions

In addition to my audit of the annual accounts, I also performed an audit of the Board's administration of the Reach for Change Foundation for the financial year 2015.

Responsibilities of the Board of Directors

It is the Board of Directors that is responsible for administration in accordance with the Foundation Act and the Foundation Charter.

The auditor's responsibility

My responsibility is to express an opinion with reasonable assurance on the annual accounts based on my audit. I conducted the audit in accordance with generally accepted auditing standards in Sweden.

As a basis for my opinion on the administration, I have, in addition to my audit of the annual accounts, examined significant decisions, actions taken and circumstances in the foundation in order to determine whether any Board member is liable to pay compensation to the foundation or if there are grounds for dismissal.

I also examined whether any board member has, in any other way, acted in contravention of the Foundation Act, the Foundation Charter or the Annual Accounts Act.

I believe that the audit evidence I obtained is sufficient and appropriate to provide a basis for my opinion.

Statement

It is my opinion that the members of the Board have not contravened the Foundation Act, the Foundation Charter or the Annual Accounts Act.

Stockholm, 19 April 2016



[Signature]

Thomas Forslund
Authorised Public Accountant