

**FUNDACIÓN ECUATORIANA POR LA EQUIDAD ÑEQUE**  
**Financial Statements for the Period Ended**  
**December 31, 2023**

**Abbreviations**

FV - Fair Value

IASB - International Accounting Standards Board

IESBA - International Ethics Standards Board for Accountants

VAT - Value Added Tax

IAS - International Accounting Standards

IFRS - International Financial Reporting Standards (SMEs)

SRI - Internal Revenue Service

US\$ - U.S. Dollars

IFRIC - International Financial Reporting Interpretations Committee

---

**Independent Auditors' Report**

To the Board of Directors of FUNDACIÓN ECUATORIANA POR LA EQUIDAD ÑEQUE:

**Opinion**

We have audited the financial statements of FUNDACIÓN ECUATORIANA POR LA EQUIDAD ÑEQUE (an organization incorporated in Ecuador), which include the statement of financial position as of December 31, 2023, as well as the statements of results, changes in equity, and cash flows for the year then ended. The audit also covers the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of FUNDACIÓN ECUATORIANA POR LA EQUIDAD ÑEQUE as of December 31, 2023, and the results of its operations and cash flows for the year then ended, in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB).

**Basis for Opinion**

Our audit was conducted in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of this report. We are independent of FUNDACIÓN ECUATORIANA POR LA EQUIDAD ÑEQUE in accordance with the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants (IESBA), and we

have fulfilled our other ethical responsibilities in accordance with that Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter**

Without modifying our opinion, we inform that:

- The financial statements for the period ended December 31, 2022, presented for comparative purposes, were not audited.

### **Information Presented in Addition to the Financial Statements**

The Organization is responsible for preparing additional information, which includes the Annual Economic Financial Report but does not include the complete set of financial statements and our audit report.

Our opinion on the Organization's financial statements does not cover this information, and we do not express any form of assurance or conclusion on it.

In connection with our audit of the financial statements, our responsibility is to read such additional information when available and, in doing so, consider whether it contains material inconsistencies with the financial statements or with our knowledge obtained during the audit, or if it otherwise appears to be materially incorrect.

Based on the work performed as described in the previous paragraph, we have nothing to report to the Organization's Board regarding the Economic Financial Report.

### **Responsibilities of the Organization for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS for SMEs issued by the IASB and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations or has no realistic alternative but to do so.

Management is responsible for overseeing the Organization's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit conducted in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement in the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement due to fraud is higher than for one due to error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Organization's management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Electronically signed by:

**FRANCISCO XAVIER CALO MACHAY**

Quito, April 30, 2024

Francisco Calo

Registration No. SCVS - RNAE – 1222

Partner