

Translation of the Hungarian report

Independent Auditor's Report

To the founders of the Hungarian Civil Liberties Union Public Benefit Organization

I have conducted auditing the balance sheet of the HCLU as of 31 December 2009 – showing a balance sheet total of HUF 122 140 thousand and a public benefit result total of HUF 2 819 thousand (profit) – and the related profit and loss account for the year then ended and the attachment of other notes, which are included in the simplified annual financial statements of 2009 of the public benefit organization. The Management is responsible for the preparation of the simplified annual financial statements. The auditor's responsibility is to expressing an opinion on these simplified annual financial statements based on the audit.

I also audited the simplified annual financial statements of HCLU for the year of 2008, and issued an audit clause (opinion) without qualification in the auditor's report of 31 March 2009.

I conducted my audit in accordance with the Hungarian National Auditing Standards and with applicable laws and regulations in effect in Hungary. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the simplified annual financial statements are free from material misstatement. The audit includes evaluating the samples of the receipts supporting the figures of the simplified annual financial statements. The audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the simplified annual financial statements. I believe that our work provides a basis for issuing an audit clause (opinion).

I have audited the elements of and disclosures in the simplified annual financial statements, along with underlying records and supporting documentation, of the public benefit association in accordance with Hungarian National Auditing Standards and have gained sufficient and appropriate evidence that the simplified annual financial statements have been prepared in accordance with the Hungarian Accounting Law and with generally accepted accounting principles in Hungary. In my opinion the simplified annual financial statements give a true and fair view of the equity and financial position of the HCLU Public Benefit Organization as of 31 December 2009.

Budapest, 31 March 2010

Katalin Félix
Registered auditor

Chamber registration No.: 006134