

**JRR Association,
Geneva**

**Report of the independent auditor on
the financial statements for the year
ended December 31, 2013**

Report of the independent auditor
to the Executive Board of
JRR Association,
Geneva

We have audited the financial statements of JRR Association, Geneva, which comprise the balance sheet, statement of receipts and expenses and notes for the year-ended December 31, 2013.

Executive Director's Responsibility

The Executive Director's is responsible for the preparation of these financial statements prepared in accordance with the accounting principles prescribed by the Swiss Code of Obligations and those disclosed in the accompanying notes, and JRR Association's by-laws. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Executive Director is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

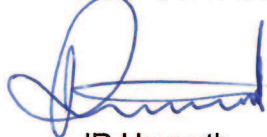
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are 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 the internal control system relevant to the entity's preparation 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 system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, 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 for the year-ended December 31, 2013 comply with the accounting principles prescribed by the Swiss Code of Obligations and those disclosed in the accompanying notes, and JRR Association's by-laws.

RSM GVA Audit SA



JR Howarth
Audit expert



D Rochat
Audit expert

Carouge, July 15, 2014

Encl: Financial statements (balance sheet, statement of receipts and expenses and notes)

**Balance sheet as at December 31,
(in CHF)**

	Note	2013	2012
Assets			
Current assets			
Cash and cash equivalents		571 311.16	297 404.77
Other receivables		109 896.98	758.67
Prepayments and accrued income		98 704.31	19 057.67
Total current assets		779 912.45	317 221.11
Non-current assets			
Guarantee deposits	3	10 410.00	10 410.00
Total non-current assets		10 410.00	10 410.00
Total assets		790 322.45	327 631.11
Liabilities and funds			
Current liabilities			
Accounts payable		21 671.63	41 145.93
Accrued liabilities		4 212.00	1 824.89
Total current liabilities		25 883.63	42 970.82
Long term liabilities			
Other long-term payables	3	10 410.00	10 410.00
Total long term liabilities		10 410.00	10 410.00
Total liabilities		36 293.63	53 380.82
Funds			
Donor Funds	5	754 028.82	274 250.29
Total funds		754 028.82	274 250.29
Total liabilities and funds		790 322.45	327 631.11

The accompanying notes are an integral part of these financial statements.

Statement of receipts and expenses for the period ended December 31,

(in CHF)

	Note	2013	2012 December 11, 2011 - December 31, 2012 (13 months)
Receipts			
Revenue from donors	4	1 399 076.66	810 640.20
Financial income		193.18	3.92
Total receipts		1 399 269.84	810 644.12
Expenses			
Salaries		62 362.65	10 523.35
Social charges		14 248.55	1 725.70
Training expenses		341 914.10	192 953.93
Consultant fees		96 592.11	69 445.03
Sponsorship expenses		92 565.20	77 028.23
Outreach expenses		32 338.82	56 008.34
Rent and utilities		61 940.32	33 898.31
Executive Board and Group of Participants meetings		23 462.64	18 784.89
General and administration expenses		47 002.89	66 278.99
Professional fees		29 350.30	8 514.85
Deployment fees	7	116 734.51	-
Financial expenses		979.22	1 232.21
Total expenses		919 491.31	536 393.83
Excess / (shortage) of receipts over expenses		479 778.53	274 250.29
Total allocation to funds	5	(754 028.82)	(274 250.29)
Total release of funds	5	274 250.29	-
Net surplus or (deficit) for the period		-	-

The accompanying notes are an integral part of these financial statements.

Notes to the financial statements as at December 31, 2013
(in CHF)

NOTE 1 - Organisation

JRR Association, Geneva ("JRR" or the "Association") is a non-profit international association established under Swiss law on 11 December 2012. In accordance with its authority under Part VI of the Statutes of JRR, the JRR General Assembly has, through the Executive Board, appointed RSM GVA Audit SA as its external auditor. Under its mandate pursuant to the 'Organizational Structure and Guidelines for Participation – Justice Rapid Response' the Executive Board exercises oversight and provides strategic direction to the JRR Secretariat through the JRR Executive Director. The accompanying audit report is therefore provided to the Executive Board acting on behalf of the JRR General Assembly pursuant to Part VI Article 19 of the JRR Statutes.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements are prepared on an accrual basis and under the historical cost convention, unless stated otherwise. These financial statements have been prepared for the period starting January 1, 2013 to December 31, 2013.

These financial statements have been prepared in accordance with the provisions of the Code of Obligations applicable prior to the changes introduced on 1 January 2013, in accordance with the transitional provisions of the new accounting law.

Foreign currency translation

Foreign currencies – Assets and liabilities recorded in foreign currencies are converted into Swiss francs at the exchange rate prevailing at the date of the financial statements. Income and expenses recorded in foreign currencies are converted in Swiss francs at the exchange rate prevailing at the date of the transaction.

Any realized foreign exchange gains, as well as realized and unrealized foreign exchange losses are included in the statement of receipts and expenses for the year. Unrealized foreign exchange gains are deferred.

Donor revenues and expenses recognition

Donor revenues concerning the year under review are recorded as income only upon their receipt. Donor reimbursement requests related to the expenses for the year under review are recorded as Current Assets – Other receivables. These reimbursement requests are based on guaranteed grant commitments, where all costs have been incurred during the year under review and the payment is being processed by donor.

Receipts from donors can concern different accounting periods. Unused donor revenues that concern subsequent accounting periods are credited to the relevant donor fund and used in the applicable subsequent years.

The JRR Reserve Fund has been established in 2013, the purpose is to provide a mechanism to manage cash flow and any other minor unplanned contingencies. It is funded exclusively through a JRR 8% administrative fee, after all other JRR core costs are expensed.

Expenses are recognized when they are incurred and are included in the accounts of the period to which they relate.

Notes to the financial statements as at December 31, 2013

(in CHF)

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (continued)

Personnel and consultant costs

In 2013, JRR personnel fell into three categories. First, personnel seconded by their governments (ie: the JRR Executive Director & Senior Development Officer by Canada, the Director of Operations and the Program Associate by Switzerland, the Roster Manager by the United States, and the Complementarity Coordinator/EU Liaison Officer by the Netherlands). Second are salaried employees such as the part-time Financial Controller, part-time Office Manager and the Roster/Deployments Manager. Finally, JRR used two consultants, one based in Dublin, Ireland who provided roster management support and a consultant based in New York who provided liaison support and coordinated training courses. The cost of the consultants and the salaried employees is included in the present financial statements but the cost of the seconded personnel is not.

Inventories and fixed assets

Given the nature of its operations, JRR does not maintain any merchandise or equipment inventory. IT and communication equipment is expensed in the year acquisition. The Association's office furniture was received as a donation in 2012.

NOTE 3 - RENT GUARANTEE DEPOSIT

The amount of CHF 10,410 reflects funding provided by a donor that JRR utilized for a rent guarantee relating to the lease of the JRR office in Geneva. This amount is considered to be a long term liability, to be reimbursed to the donor at the end of the present rent subsidy period (1 July 2015), or upon receipt of the funds from the lessor.

NOTE 4 – DONORS REVENUES

JRR received the following donor funding in 2013 (in CHF):

	2013	2012
Australia	-	48'252
Canada	513'909	-
Denmark	-	160'400
Finland	98'368	60'500
Liechtenstein	25'000	-
Luxembourg	31'218	20'322
Netherlands	246'021	48'020
Sweden	80'809	86'109
Switzerland	93'070	129'829
UN Women	310'681	257'208
	1'399'077	810'640

Notes to the financial statements as at December 31, 2013
(in CHF)**NOTE 5 – FUNDS**

The following revenues received in 2013 were deferred to the relevant funds for use as of 2014 (in CHF):

	2013	2012
Canada Fund	379'065	-
Denmark Fund	-	124'794
Liechtenstein Fund	1'391	-
Netherlands Fund	200'598	-
Sweden Fund	61'973	10'881
Switzerland Fund	1'709	-
UN Women Fund	91'657	138'575
JRR Fund	17'637	-
	754'029	274'250

In 2013 JRR released the following from the funds carried over from prior years :

	2013	2012
Denmark Fund	124'794	-
UN Women Fund	138'575	-
Sweden Fund	10'881	-
	274'250	-

NOTE 6 - TAX EXEMPT STATUS

JRR Association has received a tax-exempt status from the Swiss Department of Finance on September 2, 2013 and as such is exempt from federal, cantonal & communal taxes for a minimum duration of 10 years.

NOTE 7 - DEPLOYMENT FEES

In 2013, received an ear-marked contribution to finance the expenses of deployments that are facilitated via second or third parties. This represents the expenses for such second and third parties incurred in 2013.

NOTE 8 - OTHER NOTE DISCLOSURES	2013	2012
- Guarantees, indemnity liabilities and pledges in favor of third parties	-	-
- Assets pledged or assigned for the securing of own liabilities	-	-
- Lease commitments not recorded in the balance sheet	163'380	213'021
- Fire insurance value of tangible fixed assets	80'000	80'000
- Amounts due to pension funds	2'218	-
- Net dissolution of hidden reserves	-	-
- Significant investments	-	-
- Revaluations	-	-
- Indications of the performance of a risk evaluation		
The last risk assessment was performed by management on June 12, 2014		
- Reasons that led to the premature resignation of the auditors	-	-
- Other disclosures required by the law	-	-