

**Harvard Global Research
Support Services, Inc.- Tunisia**

Statutory Audit Report

Year ended December 31st, 2024

**Dear members of the association,
Harvard Global Research Support Services, Inc.- Tunisia**

**STATUTORY AUDIT GENERAL REPORT
FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2024
(Free translation of the French original)**

I. Report on Financial statements

1) Audit opinion

In fulfillment of our statutory audit mandate entrusted by your General Meeting dated April 4th, 2022, we present below our report on the financial statement of the association “Harvard Global Research Support Services, Inc.- Tunisia” (HGRSS) for the year ended December 31st, 2024. We have audited the accompanying financial statements balance sheet of HGRSS which comprises of the financial position statement as of December 31st, 2024; the income and expenses statement and the cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information (together “the financial statements”).

The financial statements present positive assets total of 137,792 TND and a loss for the year 2024 of <17,632> TND.

In our opinion, the financial statement presents fairly, in all material respects, the financial position of “Harvard Global Research Support Services Tunisia” as at December 31st, 2024 and its financial performance and its cash flows in accordance with Tunisian GAAP.

2) Basis for our Opinion

We conducted our audit in accordance with international auditing standards generally accepted in Tunisia. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the association in accordance with the ethical requirements that are relevant to our audit of the financial statements in Tunisia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3) Management reports

Your management is responsible for the preparation and fair presentation of management reports (financial and moral). Our audit opinion on the financial statements does not include the Board of directors’ report and we do not express any opinion neither assurance on it.



Our works consists of reading the report and assessing whether is there any significant inconsistency with financial statements or our knowledge obtained during the audit. It consists also to appreciate if the report contains any significant anomaly. The information contained in this report does not call on our part, a particular observation.

4) Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Management of the association is responsible for the preparation and fair presentation of the financial statements in accordance with Tunisian GAAP, and for such internal control as it 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 association'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 association or to cease operations, or has no realistic alternative but to do so.

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

5) 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 international auditing standards generally accepted in Tunisia 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.

A further description of the auditor's responsibilities for the audit of the financial is located at "Ordre des Experts Comptables de Tunisie" website at: www.oect.org.tn . This description forms part of our auditor's report.



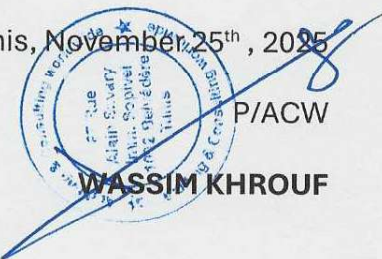
II. Report on other legal and regulatory requirements

As part of our statutory audit mission, we proceeded to the periodic review of the internal controls of the association. We remind that the Management is responsible of setting up and monitoring the efficiency of the internal controls systems.

We did not identify any major deficiencies that are likely to affect the efficiency and reliability of the internal control system of the association.

As part of our statutory auditing mission, we have also carried out the specific audits provided for by the regulatory texts in force in this area, and particularly the provisions of Decree-Law 2011-88 of 24 September 2011 relating to the organization of associations with no exceptions.

Tunis, November 25th, 2025



P/ACW

WASSIM KHROUF



HGRSS, Inc. - Tunisia
Financial statements as of December 31st 2024

Statement of financial position
Harvard Global Resealch SuPPort Services Tunisia
Financial year ending 31 December 2024
(Figures expressed in Tunisian dinars)

	Notes	31/12/2024	31/12/2023
ASSETS			
AC1 - Cash and cash Equivalents	AC1	126 820	151 031
AC2 - Investments and other financial assets	AC2	0	0
AC3 - Other current assets	AC3	10 338	12 016
AC4 - Receivables and related accounts	AC4	0	0
AC7 - Intangible fixed assets	AC7	0	0
AC8 - Tangible fixed assets	AC8	635	443
AC9 - Financial fixed assets		0	0
Total Assets		137 792	163 491
LIABILITIES AND NET ASSETS			
PA2 - Other current liabilities	PA2	44 208	51 762
PA3 - Suppliers and related accounts	PA3	9 874	10 386
Total Liabilities		54 081	62 147
AN1- Allowences	AN1	0	0
AN6 - Surplus or deficit brought forward	AN6	101 343	94 321
AN7 - Surplus or deficit for the year	AN7	-17 632	7 022
Total net assets		83 711	101 343
TOTAL LIABILITIES AND NET ASSETS		137 792	163 491

Statement of Income and Expenses
Harvard Global Reseach SuPPort Services Tunisia
Financial year ending 31 December 2024
(Figures expressed in Tunisian dinars)

	Notes	31/12/2024	31/12/2023
Income			
PR1 - Membership contribution	PR1	0	0
PR2 - Income from activities and events	PR2	0	0
PR3 - Operating grants	PR3	0	0
PR4- Non-monetary contributions	PR4	0	0
PR5 - Donations and grants received	PR5	438 812	424 481
PR6 - Investment income	PR6	0	0
PR8 - Other gains	PR8	2	1
Total Income		438 814	424 482
Expenses			
CH 1 - Purchases of supplies and consumables	CH1	5 262	1 606
CH 2 - Staff costs	CH2	186 474	182 716
CH 3 - Depreciation, amortisation and provisions	CH3	444	759
CH 4 - Other current expenses	CH4	264 220	232 268
CH 5 - Net financial expenses	CH5	48	0
CH 6 - Other losses	CH6	0	111
CH 7 - Other gains	CH7	0	0
CH 8 - Investment grant	CH8	0	0
Total Expenses		456 446	417 460
Surplus (Deficit) of income over expenses for the year		-17 632	7 022

Cash flow statement
Harvard Global Resealch SuPPort Services Tunisia
Financial year ending 31 December 2024
(Figures expressed in Tunisian dinars)

	Notes	31/12/2024	31/12/2023
Cash flow from operating activities			
F1 - Collection of membership contributions	F1	0	0
F2 - Colletcion of income from activities and events	F2	0	0
F4 - Collection of other income and contributions	F4	411 167	395 813
F5 - Disbursement of amounts paid to suppliers	F5	-246 216	-211 369
F6 - Décaissements des sommes versées au personnel	F6	-72 392	-62 985
F7 - Other disbursements from current activities	F7	-116 136	-85 600
F8 - Other disbursements to associations	F8		0
Cash flow from operating activities		-23 577	35 860
Cash flow from investing activities			
F8 - Disbursements on acquisition of property, plant and equipment and intangible assets	F8	-635	0
F9 - Proceeds from disposals of property, plant and equipment and intangible assets			0
Cash flow used in investing activities		-635	0
Cash flow from financing activities			
F12 - collection of grants		0	0
F13 - Collection of investment grants		0	0
F14 - Cash receipts from contributions allocated to fixed assets		0	0
F15 - Proceeds from borrowings		0	0
F16 - Disbursements following repayment of loans		0	0
Cash flow used in financing activities		0	0
Treasury Variance		-24 211	35 860
Cash and cash equivalentents at beginning of year		151 031	115 172
Cash and cash equivalentents at end of year		126 820	151 031

**Notes to the financial statements at
31 DECEMBER 2024**

for the year ended 31/12/2024

PRESENTATION NOTES

Note 1 : Presentation of the association

‘Harvard Global Reseach SuPPort Services Tunisia’ was founded in November 2016. It is a non-profit organisation governed by Law 154 of 07 November 1959 promulgating the law on associations, as amended by Law 90 of 02 August 1988, Law 25 of 02 April 1992 and Decree-Law No. 2011-88 of September.

The main objectives of Harvard Global Reseach SuPPort Services Tunisia are :

- To host, facilitate, advance, encourage, and provide research, training, and support for Tunisian programs for faculty and students at Harvard University, Tunisian institutions, and other U.S. and international institutions, and their public interest.

- To support and collaborate in Tunisia with professors, students and scholars from Harvard University and other institutions in interdisciplinary research and programs on a variety of topics, including, but not limited to, all areas of science, agriculture, economics, education, industry, medicine, politics, social sciences, technology, culture, art, architecture, public policy, history, humanities, management, business, law, commerce and other topics of academic or research interest relevant to Tunisia and the region.

- To help deserving Tunisian students pursue their studies, in particular by helping applicants obtain financial aid and admission to various Harvard University programmes and activities.

- To organise meetings, seminars, workshops, conferences and other programmes and exchanges for educational, teaching, scientific and training purposes.

This organisation is exempt from income tax.

for the year ended 31/12/2024

Note 2 : BASIS OF ACCOUNTING AND FINANCIAL REPORTING
FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the accounting regulations in force in Tunisia and more specifically accounting standard no. 45 governing Non-Profit Organisations (NPOs) including associations promulgated by the Ministry of Finance decree of 13 February 2018, and applicable for accounting periods beginning on or after 1 January 2018.

2-1- Revenue recognition

Income from membership subscriptions, which are non-refundable, is recognised as income on initial subscription or on subsequent cash calls to the Board. Contributions from sponsors and donations are recorded in the period in which they arise, whether received in-kind or services rendered.

2-2- Intangible or tangible fixed assets

Property, plant and equipment are recorded at acquisition cost and depreciated on a straight-line basis over their estimated useful lives.

Office equipment is depreciated at a rate of 20%.

IT and communications equipment is depreciated at the rate of 33.33%.

2-3- Transactions in foreign currencies

Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency').

Transactions and balances

Transactions in foreign currencies are translated into the functional currency using the exchange rate prevailing at the dates of the transactions.

for the year ended 31/12/2024

Exchange gains and losses arising from the settlement of these transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

2-4- Value added tax

Harvard GRSS INC Tunisia is a partially taxable entity for VAT purposes. VAT deduction is based on a rate calculated for each financial year. This rate is obtained by dividing revenues and branches subject to VAT (all taxes included) by total branch revenues, including donations and grants, all taxes included. For the first year of existence, this rate is determined on the basis of revenue forecasts for the year.

For Harvard GRSS INC, Tunisia, the rate for the 2024 financial year is 0%. The branch did not generate any revenue subject to VAT.

This means that not all of the VAT borne by the branch is deductible and represents part of the investment costs and expenses.

NOTES TO THE FINANCIAL STATEMENTS

AC1- Cash and cash Equivalents

	31/12/2024	31/12/2023
BANK "CITY BANK"	123 847	139 142
BOX	2 973	3 185
Bank blocking	<u>0</u>	<u>8 705</u>
Total	126 820	151 031

AC3- Bank blocking

	31/12/2024	31/12/2023
Supplier Advance and deposit	321	2 153
Prepaid expenses	8 827	8 673
Accrued income	<u>1 190</u>	<u>1 190</u>
Total	10 338	12 016

AC8- Tangible fixed assets

	31/12/2024	31/12/2023
Office equipment	54 424	53 789
Computer equipment	6 383	6 383
Depreciation of office equipment	-53 868	-53 789
Depreciation of Computer equipment	<u>-6 305</u>	<u>-5 940</u>
Total	635	443

PA2. Other current liabilities:

	31/12/2024	31/12/2023
Withholding tax and other tax liabilities	9 358	9 227
Social security charges payable	10 758	19 036
Provision for paid leave	15 203	18 305
Other accrued expenses	8 771	5 076
Other credit balances	<u>118</u>	<u>118</u>
Total	44 208	51 762

PA3 - Suppliers and related accounts

	31/12/2024	31/12/2023
KPMG	37	37
ACW	0	3 596
B2A	5 936	5 631
Magasin Général	0	140
MULTICAM PRODUCTION	3 214	0
SESB	<u>687</u>	<u>983</u>
Total	9 874	10 386

<u>AN6 - Surplus or deficit brought forward</u>	31/12/2024	31/12/2023
Reported result	<u>101 343</u>	<u>94 321</u>
Total	101 343	94 321

<u>AN7 - Surplus or deficit for the year</u>	31/12/2024	31/12/2023
Result for the year	<u>-17 632</u>	<u>7 022</u>
Total	-17 632	7 022

NOTES TO THE STATEMENT OF INCOME AND EXPENSES

PR5. Donations and grants received

	31/12/2024	31/12/2023
HARVARD GRSS US	<u>438 812</u>	<u>424 481</u>
Total	438 812	424 481

PR8. Other gains

	31/12/2024	31/12/2023
Income from ordinary activities	<u>2</u>	<u>1</u>
Total	2	1

CH1. Purchases of supplies and consumables

	31/12/2024	31/12/2023
Office supplies	870	217
Consumable supplies	2 464	196
Photocopying and printing	0	40
Electricity & Water	<u>1 928</u>	<u>1 153</u>
Total	5 262	1 606

CH2. Staff costs

	31/12/2024	31/12/2023
Wages and salary supplements	147 389	143 906
Statutory social security contributions	39 085	38 810
Total	186 474	182 716

CH3. Depreciation, amortisation and provisions

	31/12/2024	31/12/2023
Depreciation of tangible fixed assets	<u>444</u>	<u>759</u>
Total	444	759

CH4. Other current expenses

	31/12/2024	31/12/2023
Office rent and other rentals	137 555	130 721
Trustee fees	8 558	8 150
Maintenance and repairs	9 714	8 792
Insurance premium	17 500	17 172
External expenses	10 730	6 069
Honorarium	35 530	44 092
Advertising, publications and public relations	271	741
Transport and travel	872	448
Missions and receptions	38 600	11 613
Postage and telecommunications costs	2 345	1 778
Banking and similar services	551	911
Taxes	<u>1 994</u>	<u>1 780</u>
Total	264 220	232 268

Depreciation at 31/12/2024

Code	Designation	Departure date	Rates	Value at 01/01/2024	Acquisition 2024	Value at 31/12/2024	Previous economic depreciation	Economic allowances for the year	Total depreciation at 31/12/2024	Net book value at 31/12/2024
EB	OFFICE EQUIPMENT									
EB0001	LOT DE MOBILIER DU BUREAU		20,00%	53 789		53 789	53 789	0	53 789	0
EB0002	TV MAXEWELL 40" LED FUL HD	20/05/2024	20,00%		635	635	0	78	78	556
Total OFFICE EQUIPMENT				53 789	635	54 424	53 789	78	53 868	556
MI	COMPUTER HARDWARE									
MI0001	LOT DE MATERIEL INFORMATI		33,33%	5 287		5 287	5 287		5 287	0
MI0002	ENREGISTREUR NUMER PORT	19/03/2022	33,33%	1 096		1 096	653	365	1 018	78
Total COMPUTER HARDWARE				6 383	0	6 383	5 940	365	6 305	78
TOTAL FIXED ASSETS				60 172	635	60 807	59 729	444	60 173	635