

Campaña Global por la Libertad de Expresión A19, A.C.
#

Audited Financial Statements

For the year ending December 31st, 2018

Independent auditor's report

Opinion#

I have audited the attached financial statements, which comprise the financial position of the organization CAMPAÑA GLOBAL POR LA LIBERTAD DE EXPRESIÓN A19, A.C., as of December 31st, 2018 and 2017, the activities statement and cash flows for the years then ended. I will also provide a summary of significant accounting policies and other explanatory information.#

In my opinion, the attached financial statements, as well as the explanatory information which includes a summary of significant accounting policies faithfully present, in all material respects, the financial situation of CAMPAÑA GLOBAL POR LA LIBERTAD DE EXPRESIÓN A19, A.C. to December 31st 2018 and the results of its operations and its cash flows for the years then ended, in all material respects, are in conformity with the Mexican Financial Reporting Standards. #

Basis for Opinion

I have conducted the audits in accordance with standards of the International Standards on Auditing (ISA). In accordance to the International Standards, my responsibilities are described below in the report's section "Auditor's responsibilities for the audit of the financial statements". I am independent from the entity in accordance with the Code of Ethics for Professional Accountants Section II of article 52 of the Federal Tax Code and article 60 of the Regulations of the Federal Tax Code. I have also fulfilled my other ethical responsibilities in accordance with the legal and regulatory requirements described above.

I believe that the audit evidence I have obtained provides a sufficient and appropriate basis for my opinion.

Other information

The financial statements of CAMPAÑA GLOBAL POR LA LIBERTAD DE EXPRESIÓN A19, A.C., as of December 31st, 2018 and 2017 were audited by another auditor who expressed an unqualified opinion dated June 15th, 2018.#

Responsibilities of management and of the entity's board of governors in relation to the financial statements

The entity's management is responsible for the preparation of the financial statements, for selecting the basis of preparation of the financial statements that is acceptable in the circumstances, and for the internal control, as it considers 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, the entity's management is responsible for assessing the entity's ability to continue as a going concern; disclosing going concern matters, if any; and using the basic going concern assumption, unless management intends to liquidate the entity, to cease operations, or there is no more realistic alternative.

The entity's board of governors is responsible for overseeing the entity's financial reporting process.

Auditor's responsibilities for the audit of the financial statements#

My objective is to obtain reasonable assurance that the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report containing my opinion. Reasonable assurance is a high level of assurance, but it does not

guarantee that an audit performed in accordance with ISA will always detect a material misstatement, where one exists. Errors may be due to fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions that users make on the basis of the financial statements.

During the conduct of an audit in accordance with ISA, I apply my professional judgment and maintain an attitude of professional scepticism. Also:

- I identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures to address those risks, and obtain sufficient appropriate audit evidence to support my opinion. The risk of not detecting a material error arising from a fraud is higher than one resulting from unintentional error, as fraud may involve collusion, falsification, deliberate omissions, intentional misrepresentation or circumvention of internal controls.
- I obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, and not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- I evaluate the appropriateness of the accounting policies used and the reasonableness of the accounting estimates and related disclosures made by management.
- I evaluate whether it is appropriate for management to use the going concern assumption to prepare the financial statements, and whether, based on the audit evidence obtained, there is material uncertainty regarding events or conditions that cast significant doubt on the entity's ability to continue as a going concern.

If I conclude that there is material uncertainty, I am required to draw attention in my audit report to the relevant information disclosed in the financial statements or, if such disclosures are inadequate, to express a modified opinion. My conclusions are based on the audit evidence obtained to date from my audit report. However, future events or conditions may cause the entity to cease to be a going concern.

- I evaluate the overall structure and content of the financial statements, including the disclosures, summary of significant accounting policies, and other explanatory information.

I communicate to the governance board of the entity, among other matters, the scope and timing of the audit and significant audit findings, as well as any significant internal control deficiencies I identify during the course of my audit.

(Signature)

C.P.C Guadalupe Jorge Gonsalez Sanchez

Professional licence No. 4768703

J&K Business Consultants S.C.

Campaña Global Por La Libertad De Expresión A19, A.C.#
 Financial statements#
 For the years ended 31 December 2018 and 2017
 (in Mexican pesos)

	2018	2017		2018	2017
ASSET			LIABILITIES		
Current			Short-term		
Cash and cash equivalent (note 3)	17, 571, 413	16, 569,153	Suppliers	51,365	11,049
Accounts receivable		7,500	Sundry creditors	12,405	29,051
Accounts receivable	11,021	6,745	Taxation (note 5)	816,934	604,572
Tax returns	7, 362		Total short-term liabilities	880, 704	644,972
Other current assets	22,852		Long-term		
			Benefits for employees (note 6)	532, 624	420, 330
			Total Liabilities	1,413 328	1,065 302
TOTAL CURRENT ASSETS	17 612 648	16 583 398	EQUITY BOOK VALUE		
Non- current asset			Restricted equity (note 7)	16 665 268	16 011 933
Net property plant and equipment (note 4)	1	22,237	Unrestricted equity	- 355 212	- 432 427
Other assets	116, 568	107, 657	Other comprehensive earnings	7833	69 484
TOTAL NON-CURRENT ASSET	116 569	130 894	Total Equity Book Value	16 317 889	15 648 990
TOTAL ASSETS	17 731 217	16 714 292	TOTAL LIABILITY AND EQUITY BOOK VALUE	17 731 217	16 714 292

The notes to the financial statements are an integral part of this document.

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	Unrestricted 2018	Temporarily restricted 2018	Total 2018	Unrestricted 2017	Temporarily restricted 2017	Total 2017
Income						
Donations (note 9)		32, 885,535	32, 885,535		31, 875,997	31, 875,997
Service revenues	136,875		136,875	6,466		6,466
Other income	1,279		1,279	607		607
Return on investment	2,674		2,674	9,450		9,450
Exchange gain (loss), net	- 54,440		-54,440	- 187,816		- 187,816
Income before exemptions	86,388	32,885, 535	32,971,923	-170,816	31,875,997	31,705,181
Unencumbered released book equity						
Expiry of time restrictions	14,683,408	-14,683,408	0	12,143,247	-12,143,247	0
Total income	14,769,796	18,202,127	32,971,923	11,972,431	19,732,750	31,705,181
Expenditure						
Operating costs	14,762,065	17,329,534	32,091,599	11,935,949	13,782,272	25,718,221
Administrative costs		219,259	219,259	232,923		232,923
Total expenditure	14,762,065	17,548,793	32,310,858	12,168,872	13,782,272	25,951,144
Net change in book equity	7,731	653,334	661,065	-196,441	5,950,478	5,754,037
Other comprehensive income affected in equity	7,833		7,833	69,484		69,484
Equity book value at the beginning of the year	-362,943	16,011,934	15,648.991	-235,986	10,061,455	9,825,469
Equity book value at the end of the year	-347,379	16,665,268	16,317,889	-362,943	16,011,933	15,648,990

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	2018	2017
Operational activities		
Net change in book equity	661 065	5 754 037
Items related to investment activities		
Return on investment activities	-2 675	- 9 450
Depreciation	23 236	30 831
Items related to financing activities		
Interest expense		
Sum	681 626	5 775 418
Increase in accounts receivable	-26,990	735,28 0
Other assets	- 10 911	- 7 724
Accounts payable	40 316	- 38 059
Miscellaneous and other creditors	-16,6 46	27,940
Taxes payable	212,062	55 ,940
Other Comprehensive Results	120 128	137,128
Net cash flows from operating activities	999 585	6 685 923
 Investment Activities		
Acquisition of property, machinery and equipment	2 675	9 450
Performance of investment activities		
Net cash flows from investing activities	2 675	9 450
Surplus cash to be used for financing activities	1 002 260	6 695 373
Financing activities		
Obtained loans from unrelated parties		
Dividend Payment		
Payment of liabilities		
Interest paid		
Net cash flows from financing activities		
 Net increase in cash and cash equivalents	1 002 260	6 695 373
Cash and cash equivalents at the beginning of the period	16 569 153	9 973 780
Cash and cash equivalents at the end of the period	17 571 413	16 569 153

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