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STATUTORY AUDITOR'S REPORT ON  
FINANCIAL STATEMENTS

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## NATIONAL HYDROCARBONS CORPORATION

### NHC

#### MANDATE OF THE STATE

STATUTORY AUDITOR'S REPORT ON FINANCIAL STATEMENTS

YEAR ENDED 31<sup>ST</sup> DECEMBER 2019

*To the Board of Directors of the NATIONAL HYDROCARBONS CORPORATION.*

Dear Board Members,

In fulfilment of the assignment entrusted to us, we hereby present to you our audit report on the annual financial statements of the NHC - Mandate of the State component, for the financial year ended December 31<sup>st</sup>, 2019. The annual financial statements comprise the balance sheet, the income statement, the cash flow statement, and the annexed statement. It is the responsibility of the management of NHC to prepare the financial statements. Our responsibility is to issue an opinion on these financial statements based on our audit.

Our audit was carried in accordance with the International Standards on Auditing (ISA) and the professional standards applicable in Cameroon. It involved tests of controls, sampling methods and other audit procedures we deemed necessary to express an opinion on the true and fair view of the annual financial statements.

The financial statements we audited present the following significant figures:

In million of CFA Francs	2019	2018
Balance sheet total	1 111 070	1 035 493
Sales revenue	745 876	594 416
Net profit (before transfers into the public treasury)	380 161	414 201
Net cash	390 216	401 275



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### 3. CONCLUSIONS OF OUR ENGAGEMENT

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#### 3.1 EVALUATION OF THE INTERNAL CONTROL PROCEDURES

We carried out an evaluation of the accounting procedures and the internal control system to assess the reliability of the accounting entries and financial information. This was done with the aim of determining the nature, extent and timing of the audit procedures required to issue our opinion on the annual financial statements. The assessment did not necessarily identify all the weaknesses that a specific and more detailed study would reveal.

Following our evaluation of the internal control system, we did not find any significant weakness.

#### 3.2 CONTROL OF ACCOUNTS

Our audit of the financial statements for the year ended December 31<sup>st</sup>, 2019 did not reveal any material misstatements.

#### 3.3 OPINION ON THE FINANCIAL STATEMENTS

We believe that the audit procedures we used provide a suitable basis for the opinion presented here below.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the company as at December 31<sup>st</sup>, 2019, and its financial performance and its cash flows for the year then ended in accordance with accounting principles prescribed by the OHADA Uniform Act on organization and harmonization of accounting systems of commercial companies member states and with accounting rules and methods generally applied by companies operating in oil and gas activities at the exploration/production stage.

The Statutory Auditor  
CAMEROUN AUDIT CONSEIL

Jérôme MINLEND

Douala, 14<sup>th</sup> July, 2020.

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# FINANCIAL STATEMENTS

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