
ANNUAL REPORT 2019

**THE KELLNER FAMILY
FOUNDATION**

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CHAIRWOMAN'S STATEMENT

Ladies and Gentlemen,
Supporters of The Kellner Family Foundation,

I always write this foreword just as spring is starting and nature blossoming. And yet, as the new coronavirus has taken hold this year, the pandemic has shown us that spring may not be a season in which we flourish. Within days, the state of emergency transformed the Czech education system from the ground up, with teaching being taken out of the classroom and moving online. I firmly believe that, despite all the downsides, a lot of good will come from this period and that by engaging in systematic and long-term care, we can help to further the development of our students and the education system in the Czech Republic.

The Annual Report is brimming with statistics and figures that accurately describe the work we are doing to improve the Czech education system. I would like to add a few words explaining what makes this work most meaningful to me personally. I celebrate the day-to-day achievements, great and small, of those we help: teachers, the pupils of public primary schools, those attending our Open Gate Grammar School, and university students.

During the current school year, almost a hundred young people have been able to study at Open Gate Grammar School, one of the best-rated schools in the Czech Republic, thanks to our Foundation's needs-based grants. That is one-hundred gifted students who, for all manner of reasons, would otherwise be denied such an opportunity. While we do not yet know what path they will follow, we have plenty of reason to believe that education will pave the way for a better future for them. Why? Because we can see how many of those who came before them have benefited. Last year, our standout student was Thea Kratochvílová, who scored a full 45 points in her International Baccalaureate (IB) and is now continuing her studies at the University of Cambridge in the UK. To illustrate just how great an achievement that is, Thea was one of just 275 out of 166,465 IB students from all over the world to earn the full number of points.

Our Universities project scholarship holders always inspire me to think about building on the help that our Foundation offers. They are full of ideas and energy and have a burning desire to change the world. One student is exploring how to make school-level maths more interesting for children. Another is studying singing and is already regularly invited to be a guest at prestigious concert

halls and festivals. He has performed at the Vienna Opera and at the Olomouc Baroque Festival. Others are contributing to the development of a new hybrid drive for cars, undertaken internships at CERN, or are involved in the European Students' Forum. I believe that, on returning to the Czech Republic, they will put the experience they have gained to full use in various areas of Czech society.

Last year we also focused on developing Helping Schools Succeed, a project that has been improving the quality of education in public primary schools for ten years now. In the second half of the year, Ilona Urbanová took over the reins. Under her leadership, we crystallised the plan to expand our reach to a hundred primary schools and to concentrate even more on promoting reading, literacy, and writing. We estimate that this will result in working with 2,500 teachers and 32,000 students, who are set to benefit from the project. At the same time, we will also engage with a wider community of educators so that even more children get to experience the advantages of a decent education.

In its eleventh year, The Kellner Family Foundation distributed CZK 89.5 million to educational projects. I am utterly convinced that every single crown will help to raise people in our country who are more educated, more courageous and empathetic.



Renáta Kellnerová
Chairwoman of the Board of Trustees

PROFILE

THE KELLNER FAMILY FOUNDATION, the family foundation of Renáta and Petr Kellner, was set up in 2009. The Foundation's founders, believing that the path to happiness and success lies in quality education, chose schooling as the main focus for their family foundation.

Foundation staff actively seek out and support motivated children and young people who grow up in environments that impede or prevent their access to high-quality education. A large proportion of funding is channelled into needs-based grants for students of Open Gate Grammar School, financial grants for students of Czech and foreign universities, and Helping Schools Succeed, a project dedicated to professional teacher training and the development of reading and critical literacy in public primary schools.

CZK 89.5 million

The amount the Foundation provided primarily to educational projects in the Czech Republic in 2019.

The lion's share of the Foundation's donations has long been funnelled into the **OPEN GATE** project. The Foundation's needs-based and academic-excellence grants enable students from socially disadvantaged backgrounds to attend the eight-year Open Gate Grammar School. Since the school opened in 2005, it has hosted 663 past and present students, 343 (52%) of whom have received full or partial grants from the Foundation. Open Gate offers boarding in dormitories, enabling young people from all over the Czech Republic to attend the grammar school in Babice, near Prague. Open Gate prepares its students for both the International Baccalaureate (IB) and the Czech *maturita*, the national school-leaving examination. Open Gate students achieve outstanding results in their final examinations every year and easily match up to graduates of the most renowned secondary schools around the world.

Our second most funded project, by the amount of annual support provided, is **HELPING SCHOOLS SUCCEED**. Since 2010, this project has been providing public primary schools with resources to help their teachers and management to improve their skills, learn new methods and have more time to fully dedicate themselves to their students. The dozens of experts enlisted in this project lend

support to professional teacher training and the development of pupils' interest in reading, along with their reading ability and critical literacy. They prepare numerous expert papers, instructional videos, the *Kritická gramotnost* (Critical Literacy) journal, and countless workshops, conferences and get-togethers to share best practices. The project's long-term vision is to have primary schools where all children are fully immersed and happy in their learning, and where pupils and teachers alike experience success and are keen to keep developing themselves.

The Foundation's third key area of support is **UNIVERSITIES**, a project premised on the idea that it is important to support promising secondary school students in their higher-education pursuits, especially at foreign universities. With hundreds of candidates applying for grants every year, the Foundation mainly selects students studying for bachelor's degrees. The Foundation covers scholarship holders' tuition fees and the costs of living associated with their studies.

In addition to these core projects, the Foundation makes contributions to other individuals and institutions so that they can engage in projects in scientific research, sport, culture and health promotion.

CZK 800 million

The amount the Foundation distributed to socially beneficial projects between 2009 and 2019.

The Foundation is committed to ensuring that as many children and young people as possible have access to high-quality education in schools that nurture their talents.

FOUNDATION GOVERNANCE AS AT 31 DECEMBER 2019

Renáta Kellnerová and Petr Kellner are the founders
of THE KELLNER FAMILY FOUNDATION.

RENÁTA KELLNEROVÁ

Founder and Chairwoman of the Board of Trustees

Renáta Kellnerová and her husband, Petr Kellner, put a lot of effort and money into improving public education in the Czech Republic. They also help academically gifted children from socially disadvantaged backgrounds to receive a quality secondary and university education.

It was on Renáta Kellnerová's initiative that Open Gate, a private eight-year boarding grammar school in Babice, near Prague, was set up in 2005. This was the first all-Czech eight-year grammar school to receive the certification required for its students to sit International Baccalaureate examinations. The Foundation's grants also give motivated children from backgrounds that may prove challenging for education, such as children's homes and foster families, the chance to receive high-quality schooling.

Back in 2002, Renáta Kellnerová and her husband founded the Educa Foundation to provide needs-based grants to Open Gate Grammar School students and sponsor the higher education of graduates of Czech secondary schools under the Universities project. Educa also provided financial assistance to other social and educational projects. In 2011, Educa was merged with The Kellner Family Foundation, which continues and builds on Educa's activities.

Ing. PETR KELLNER

Founder and Trustee

Petr Kellner manages the strategic development and further direction of the international investment group PPF. Its history, dating back almost thirty years, shows the drive, courage and professionalism of a team spearheaded by Petr Kellner as its founder and majority shareholder.

PPF Group invests in numerous sectors, encompassing financial services, telecommunications, biotechnologies, real estate and engineering. It operates in Europe, Asia and North America.

Petr Kellner – both personally and through his companies – contributes to individuals and institutions to enable them to carry out educational, health promotion and cultural projects. It is thanks to PPF's financial contributions that a number of cultural institutions, including the Jára Cimrman Theatre, the Summer Shakespeare Festival and the Prague Art Week, can survive.

PPF Art runs exhibition spaces in Prague (the Josef Sudek Studio and the Václav Špála Gallery), manages extensive collections of photographs and paintings, and promotes Czech art in the Czech Republic and abroad.

PPF has provided musical instruments valued at a total of CZK 20 million to the virtuoso musicians of the Czech Philharmonic Orchestra. Through its subsidiary CETIN, PPF is also a technology partner of the Prague Spring Music Festival.

Renáta Kellnerová and Petr Kellner are raising four children together. They are connoisseurs and collectors of fine art. They own, among other things, one of the largest collections of photographs by Josef Sudek. They spend their leisure time actively, mainly outdoors, and engage in various sports, including snowboarding, kiting and biking.

BOARD OF TRUSTEES

Renáta Kellnerová, Chairwoman
Petr Kellner, Trustee
Petra Dobešová, Trustee

SUPERVISORY BOARD

Karina Divišová, Chairwoman
Richard Sedláčko, Member
Tomáš Vališ, Member

DATE OF ESTABLISHMENT

7 April 2009, by a document (deed) establishing
Nadace THE KELLNER FAMILY FOUNDATION

DATE OF INCEPTION

25 May 2009, by registration in the Register of Foundations
maintained by the Municipal Court in Prague under registry number N 746

ENDOWMENT AS AT 31 DECEMBER 2019

CZK 1,000,000

REGISTERED OFFICE

Nadace THE KELLNER FAMILY FOUNDATION
Evropská 2690/17, 160 41 Praha 6
Reg. No 28902254, Tax Reg. No CZ28902254

AUDITOR

KPMG Česká republika Audit, s.r.o.

BANK AND ACCOUNT NUMBER

PPF banka a.s.
account number: 2012010010/6000



THE FOUNDATION'S THREE PILLARS

Renáta and Petr Kellner's family foundation seeks to help students of primary schools, secondary schools, universities and other higher-education institutions obtain a quality education. In this light, the Foundation mainly focuses on long-term, systemic educational projects. It identifies gifted children and motivated young people who possess academic potential but are from difficult social backgrounds and provides them with easier access to a good education.

The three pillars into which THE KELLNER FAMILY FOUNDATION channels the largest proportion of funds are:

- 1.** needs-based grants for **OPEN GATE** Grammar School students;
- 2.** financial grants under the **UNIVERSITIES** project for students of universities and other higher-education institutions;
- 3.** **HELPING SCHOOLS SUCCEED**, a long-term project for public primary schools.

1

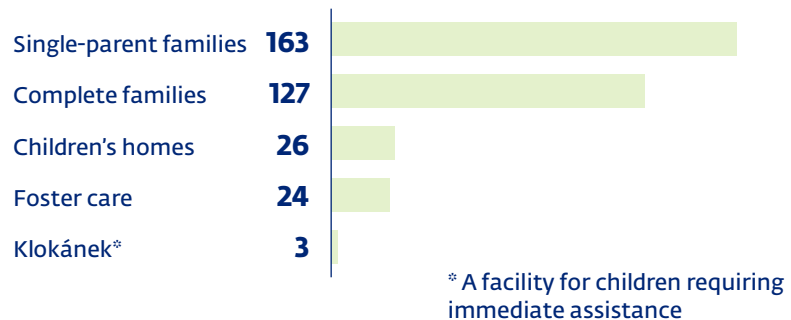
OPEN GATE SCHOLARSHIPS

CZK 41 million

The sum of needs-based grants awarded by THE KELLNER FAMILY FOUNDATION to Open Gate Grammar School students in 2019.

Open Gate is a private primary and eight-year grammar school in Babice, near Prague. It is one of the best-rated schools in the Czech Republic. Students from disadvantaged backgrounds, including children's homes, single-parent families, foster homes, and very low-income families, are taught in the same classes as children from fee-paying families. There is no difference between them – they all had to pass through the same admissions procedure to get here and they are all academically gifted, diligent and motivated.

Where Open Gate scholarship holders come from (2005–2019)



Open Gate respects the personality of the individual while promoting creativity and originality. Classes are limited to twenty students. For some subjects, classes are divided into even smaller groups. This allows teachers to approach everyone individually and to teach according to the latest methods and knowledge. Teachers at Open Gate Grammar School use Student Organised Learning in their teaching. This is a student-managed study system. Students not only choose how to learn something, but also have the opportunity to review their decision and, where appropriate, revise it.

1

OPEN GATE SCHOLARSHIPS

Volunteering is incorporated into the Open Gate study programme. Students regularly visit rest homes, assist at the Oliva Hospital in Říčany, participate in foreign volunteering missions, serve in a café alongside mentally disabled employees, and care for children with autism spectrum disorders.

In September 2019, a total of 294 students joined Open Gate Grammar School for the new school year, 97 of whom received assistance from THE KELLNER FAMILY FOUNDATION in the 2019/2020 school year.

If we look at the figures for the 2019 calendar year, 106 students received a grant from the Foundation.

Since Open Gate Grammar School was founded in 2005, it has helped 663 past and present students, 343 (52%) of whom have been assisted by the Foundation. In that time, the family foundations have awarded 1,548 annual scholarships.

CZK 657 million

The total amount spent by the Kellners' family foundations on needs-based grants for Open Gate students from 2005 to 2019.

9 173 followers

The number of people regularly following the latest Open Gate news on the school's Facebook profile.

97 students

The number of students awarded needs-based grants by the Foundation in the 2019/2020 school year.

1

NEW AT OPEN GATE

NEW PREMISES FOR TEACHING AND COUNSELLING CENTRE

Following major remodelling work at the Open Gate complex, the facilities used to teach languages, robotics and IT have been expanded. Students now also have dedicated music and art classrooms. The Counselling Centre has moved into a new space; there are twelve professionals here providing consulting and advisory services to students and their legal guardians. The areas where students can meet up at the student dormitories have also been expanded.

OG BUDDY PROGRAMME: MENTORS FOR NEW STUDENTS

From their first day at Open Gate Grammar School, all new students are assigned a "buddy" from a higher year. Older students help newcomers to adapt to their new environment and integrate more quickly into everyday life at the school and the dormitory.

PRIMARY SCHOOL CO-TEACHING

Teaching assistants have been part of the team of educators at the first level of primary school for several years. Since September 2019, we have also been trialling co-teaching. The primary school will decide whether to continue this initiative after assessing the pilot project.

INTERNATIONAL BACCALAUREATE

The International Baccalaureate (IB) is one of the most challenging and comprehensive secondary-school examinations in the world. In 2009, Open Gate Grammar School became the first Czech eight-year grammar school to offer the IB to students.



Open Gate students have established a tradition of outstanding results. In 2019, Thea Kratochvílová scored the maximum number of 45 points, placing her on a par with several hundred other students out of over 100,000 around the world who took the IB last year. Overall, the average IB result achieved by Open Gate students in 2019 was an excellent 38 points, compared to the global average of around 30 points.

CZECH MATURITA

In their Czech maturita (school-leaving examinations), students sat two nationally set exams (Czech and English) and three compulsory school-set exams selected from the following subjects: economics, mathematics, French, chemistry, physics, political science, history, psychology, biology, German, Spanish, and art. Mirroring the IB results, Open Gate students achieved excellent results in the Czech maturita. Seven passed with grade A in all subjects, and another seven had one grade B, i.e. these fourteen students (two thirds of graduates in the 2018/2019 school year) passed with distinction.

1

ACHIEVEMENTS OF THE FOUNDATION'S SCHOLARSHIP HOLDERS, OPEN GATE STUDENTS

VÁCLAV TRPIŠOVSKÝ (7. A)

He clinched his third victory in the national round of the Logic Olympiad, a competition organised by the Czech branch of Mensa to test entrants' logical thinking and ability to make quick decisions.

THEA KRATOCHVÍLOVÁ (8. A)

She scored the maximum number of 45 points in her International Baccalaureate. She is continuing her studies at the University of Cambridge in the UK, where her chosen field of study is economics. She will continue to study with the Foundation's support as she has been awarded a grant under the Universities project.

MATĚJ MAREK, NICOLAS IVANOV (both 4. A) and JOSEF STEJSKAL (3. B)

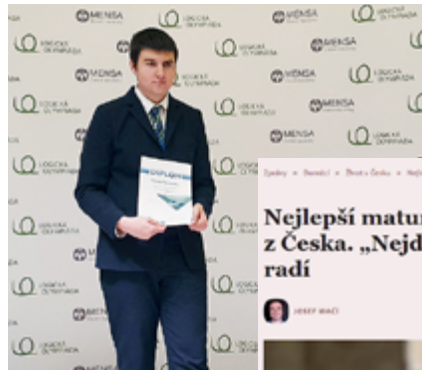
They successfully represented Open Gate in the Debating League throughout the school year. Many Open Gate students participate in debating tournaments as this helps them to develop their ability to construct cogent arguments and engage in critical thinking and cultivated speech even when they are defending controversial subjects.

DANIEL STRNAD (4. B)

He was able to skip a year because of his exceptional abilities. He won the district round of the Physics Olympiad, advanced to the district round of the Mathematical Olympiad, and successfully represented Open Gate in Astronomy, Geography and History Olympiads.

KLÁRA PEŠKOVÁ (6. B)

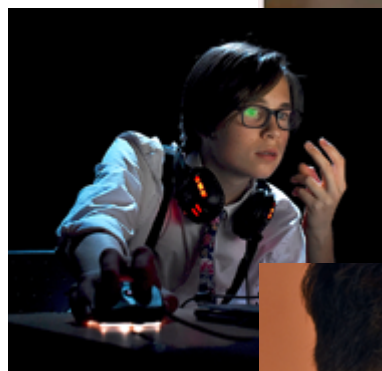
She has organised a charity project called Food For Life. At parent-teacher meetings, she and other students sell baked goods they have made themselves. The proceeds are always donated to pre-selected non-profit organisations.



VÁCLAV TRPIŠOVSKÝ



THEA KRATOCHVÍLOVÁ



MATĚJ MAREK



DANIEL STRNAD



KLÁRA PEŠKOVÁ

2

UNIVERSITIES PROJECT FINANCIAL GRANTS FOR UNIVERSITY STUDENTS

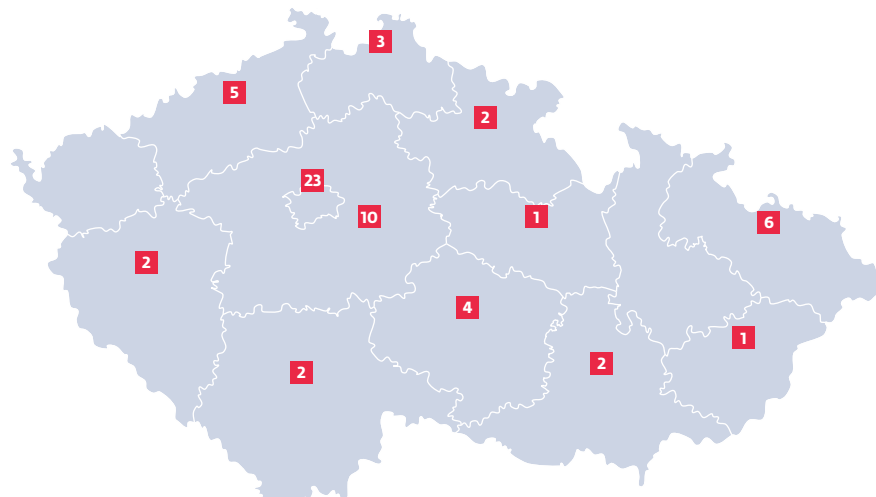
CZK 10.5 million

This was how much THE KELLNER FAMILY FOUNDATION distributed to scholarship holders under the Universities project in 2019.

The Foundation has been awarding financial grants to Czech students at foreign and domestic universities and other higher-education institutions for ten years. Motivated students in various fields of study who achieve excellent academic results may apply for grants. The Foundation mainly supports students studying for their bachelor's degree.

In the 2019/2020 academic year, 61 students received a grant, 13 for the first time and 48 as they continued their second or higher years of study. The Foundation's Board of Trustees selected candidates – graduates of various types of secondary schools – from 12 out of the Czech Republic's 14 regions.

Numbers of scholarship holders, by region of origin



City of Prague [23]
Central Bohemia [10]
South Bohemia [2]
Plzeň [2]
Ústí nad Labem [5]
Liberec [3]

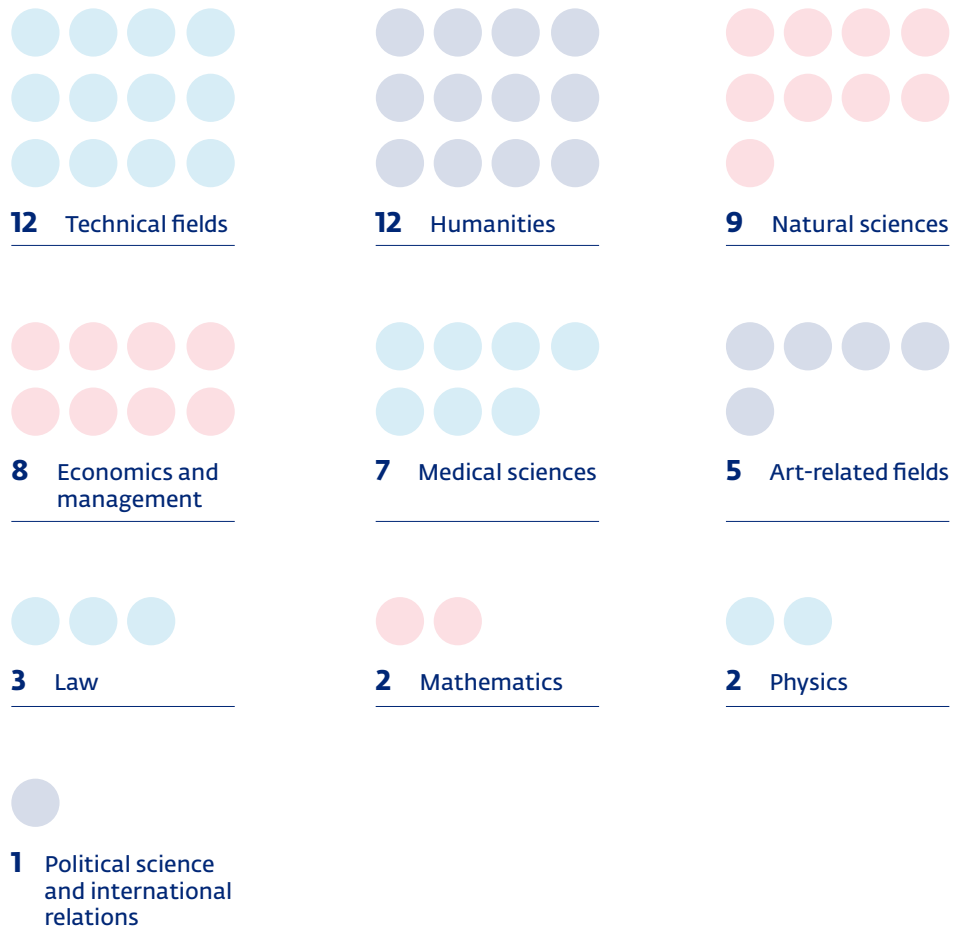
Hradec Králové [2]
Pardubice [1]
Moravia-Silesia [6]
South Moravia [2]
Zlín [1]
Vysočina [4]

2

UNIVERSITIES PROJECT FINANCIAL GRANTS FOR UNIVERSITY STUDENTS

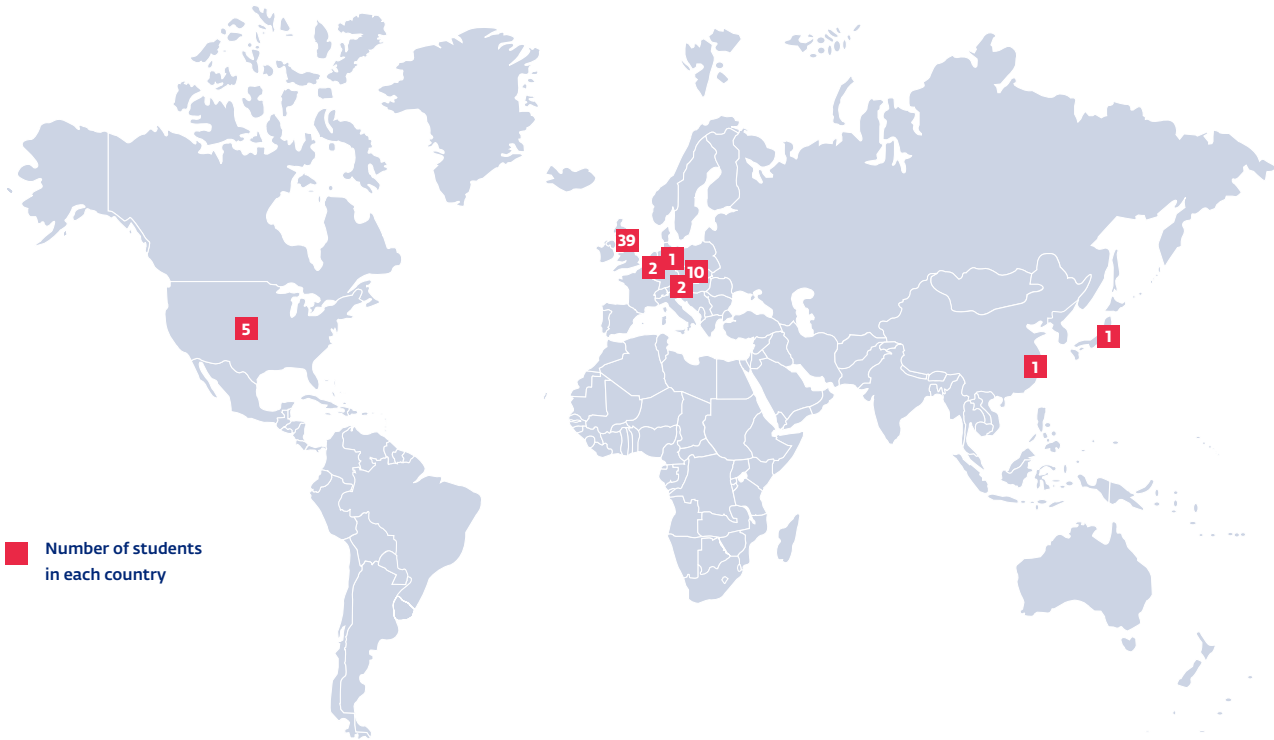
Universities project scholarship holders most often study in the UK (at the University of Cambridge, the University of Oxford and 15 other universities), as well as at five universities in the US (including Yale University) and universities in the Czech Republic, Austria, the Netherlands, Japan and Germany. Some of them are gaining experience in the study of medical sciences, often with an overlap into chemistry and biochemistry or biotechnology. Other popular fields are technical and IT disciplines, the humanities and social sciences.

Overview of subjects studied by scholarship holders under the Universities project in the 2019/2020 academic year



2

OVERVIEW OF UNIVERSITIES WHERE SCHOLARSHIP HOLDERS UNDER THE UNIVERSITIES PROJECT ARE ENROLLED IN THE 2019/2020 ACADEMIC YEAR



UNITED KINGDOM [39]

University of Birmingham
University of Oxford
Imperial College London
University of Edinburgh
University College London
University of Cambridge
Queen Mary University of London
University of South Wales
University of Warwick
University of Sheffield
Durham University
De Montfort University
University of St Andrews
University of Aberdeen
University of Glasgow
University of Manchester
University of Derby

CZECH REPUBLIC [10]

Czech Technical University, Prague
University of Veterinary and Pharmaceutical Sciences, Brno
CEVRO Institute
University of New York in Prague
Anglo-American University in Prague
First Faculty of Medicine, Charles University
Second Faculty of Medicine, Charles University

USA [5]

Worcester Polytechnic Institute
Yale University
Drew University
Manhattan School of Music
Bennington College

AUSTRIA [2]

Universität für Musik und darstellende Kunst Wien

NETHERLANDS [2]

Tilburg University
Codarts Rotterdam – University of the Arts

JAPAN [1]

Keio University

CHINA [1]

New York University Shanghai

GERMANY [1]

Hochschule für Musik Carl Maria von Weber, Dresden

2

FINANCIAL GRANTS FOR UNIVERSITY STUDENTS

“We lean towards undergraduate students in medical, scientific, technical and economic fields. Our scholarship holders also include promising musicians. When selecting scholarship holders, one of the aspects we consider is how experience gained abroad could prove beneficial for the Czech Republic. This is really important to us.”

PETRA DOBEŠOVÁ
Trustee
THE KELLNER FAMILY FOUNDATION



61 scholarship holders

The number of scholarship holders admitted by the Foundation to the Universities project in the 2019/2020 academic year.

177 scholarship holders

The number of scholarship holders who have received financial grants in the ten years that the Foundation has supported Czech students at foreign and Czech universities.

CZK 10 million

The approximate amount the Foundation pays annually to scholarship holders to cover tuition and other costs associated with their university studies.

2

ACHIEVEMENTS OF THE FOUNDATION'S SCHOLARSHIP HOLDERS UNIVERSITY STUDENTS

DANIEL MUŽÁTKO

Mathematics student at the University of Aberdeen. He says the fact that he was fortunate to have good maths teachers helped him to decide, very early on at secondary school, that he would go on to study this subject at university. Even as a student, he is exploring in great depth the system behind mathematics teaching and, generally, how mathematics can be made more relevant to students and taught in an interesting way.



DANIEL MUŽÁTKO

VINCENC IGNÁC NOVOTNÝ

In 2018, he enrolled at the Universität für Musik und darstellende Kunst Wien, where he is studying a four-year Solo Singing programme. In the summer, he performed in four different operas at the Olomouc Baroque Festival. His ambition is to perform in domestic and other European theatres and, through his singing, to stimulate audiences, lift their spirits and help them to forget, if only for a while, their everyday troubles.

VINCENC I. NOVOTNÝ



LUKÁŠ MÁCHA

Motorsport Engineering student at the University of Derby, UK. He has had a one-year placement at Jaguar Land Rover and a summer internship at ŠKODA Motorsport, where he will also write his bachelor's thesis on the development of a hybrid powertrain for racing vehicles, with the prospect of joining the ŠKODA AUTO R&D team in the future.

ANEŽKA KLUSTOVÁ

She is studying natural sciences at University College London. Last year, she completed a summer placement at CERN, the prestigious European research centre in Switzerland, where she worked on a project that involved the research and development of a calibration system for a scintillation counter.

TEA VULASOVÁ

She is a student of Human Resources at Tilburg University in the Netherlands. She has become an active member of the European Students' Forum (AEGEE), which addresses active citizenship, cultural exchanges, education, travel, and cooperation with non-profit organisations across their portfolios.

2

UNIVERSITIES PROJECT PARTICIPANTS IN THE 2018/2019 ACADEMIC YEAR

LIBOR MYSLIVEČEK

Graduate of the University of Bristol, UK
— Medicine and Surgery
He joined Hertford County Hospital as a doctor.

BLAHOSLAV RATAJ

Graduate of Imperial College London, UK
— Physics
He is studying for a master's degree
at Lund University in Sweden.

DOMINIKA TRČKOVÁ

Graduate of the Faculty of Arts,
Charles University, Prague, Czech Republic
— British & American English
She is studying for a master's degree in Applied
Linguistics in the Netherlands.

ADÉLA ZÍKOVÁ

Graduate of the University of Reading, UK
— Psychology
She is planning to study for a master's degree
in the same field after a one-year break.

MILAN ŘEHÁK

Graduate of the Royal College of Music
in Stockholm, Sweden
— Accordion, Classical Music
He is performing concerts and producing
music, having just released his first solo album,
Buttonfield.

ANETA BAĐUROVÁ

Graduate of Durham University, UK
— Music
She is a production manager at the Prague
Philharmonic Orchestra.

DANIEL HAUSNER

Graduate of the University of Southampton, UK
— Mechanical Engineering
He is studying for a master's degree
in Computing Science at Imperial College London.

TOMÁŠ JIRMAN

Graduate of Imperial College London, UK
— Technology & Medicine
He works for Crypton AI, a start-up in London.

MARTIN MACH

Graduate of the University of Oxford, UK
— Mathematics
He is a postgraduate student at the Institute
of Mathematics, Czech Academy of Sciences.

MAREK SKALNÍK

Graduate of the University of Manchester, UK
— Management (International
Business Economics)
He works for TTP invest as a financial analyst.

TOMÁŠ DEINGRUBER

Graduate of the University of Cambridge, UK
— Natural Sciences
He is a postgraduate student at the Department
of Chemistry, University of Cambridge.

3

HELPING SCHOOLS SUCCEED

CZK 31 million

The amount channelled by THE KELLNER FAMILY FOUNDATION into supporting the Helping Schools Succeed project in 2019.

HELPING SCHOOLS SUCCEED

The Foundation has long aspired to improve the quality of education at public primary schools. It pursues this goal through Helping Schools Succeed, a project it initiated itself. For ten years it has been working tirelessly with teachers and management at selected primary schools in the Czech Republic. Project implementation is in the hands of the charitable organisation Pomáháme školám k úspěchu, which publishes its own annual report.

All participating schools are focused on the project's vision: "That all pupils be fully immersed and happy in their learning". The Foundation provides resources, staffing and educational support to schools. It works with head teachers and their deputies on the leadership of teaching teams, and with teachers on professional training, peer support and the individualisation of teaching. It concentrates on pupils' reading, writing and critical literacy, and guides the management and all teaching staff at schools towards fostering a culture that supports pupils' learning and the professional development of teachers.

**EVALUATION OF THE LONG-TERM IMPACT
OF THE HELPING SCHOOLS SUCCEED PROJECT**

Ten years of work by the project team, along with all the experts and teachers involved in the project, culminated in a survey that was conducted in cooperation with experts from the Institute for the Research and Development of Education at the Faculty of Education, Charles University. The project's value for the participating schools and their teaching staff and pupils was assessed by 390 teachers. The results were then compared with the responses provided by Czech teachers in the international TIMSS and TALIS studies.

The teachers' answers showed that the long-term implementation of Helping Schools Succeed has resulted in demonstrable outcomes such as greater motivation among teachers to develop themselves professionally, the introduction of new methods in teaching, the positive transformation of relationships among teaching staff, and the forging of close links between schools and pupils' parents. Most teachers (91%) from the schools involved in the project expressed satisfaction with their line of work, with 81% stating that they were proud of their profession. The professional training of teaching staff directly at schools was also proven to be more efficient. This is subsequently reflected in teachers' higher motivation and self-confidence.

3

HELPING SCHOOLS SUCCEED

The positive results of the extensive survey were one of the reasons why the project team decided to expand its activities to many more schools, teachers and pupils in the period ahead.

A NEW DECADE WITH ILONA URBANOVÁ AT THE HELM

The Helping Schools Succeed project entered its second decade under new leadership, with Ilona Urbanová being appointed as director of Pomáháme školám k úspěchu o.p.s. in September 2019.

She arrived at a time when everyone involved in the project was taking stock of the first ten years' work and contemplating how to move forward and put the huge amount of experience that had been gained to good use. Under her leadership, a project strategy began to emerge with the working title Helping Schools Succeed +.

Ilona Urbanová is no stranger to the education sector. She has previously been in charge of a private language school, helped to set up a grammar school, and worked in human resources. Even so, the project surprised her.



"I was very positively surprised by the practices I saw in the classes of the participating schools, the work being done by the teachers, and the children's results in reading and writing workshops. Seeing children enthusiastically reading books, creating mind maps, writing their own stories, engaging in earnest debate and healthily promoting their opinions in this era of ubiquitous technology astounded me. And it strengthened my belief in how meaningful the project is. It is absolutely fascinating to witness the enthusiasm and resourcefulness of the team of teaching consultants and other collaborating experts. On the other hand, I have been a little disappointed to discover that it is still not common for the management and teachers at schools to share best practices and open up and share their lessons with other teachers."

ILONA URBANOVÁ

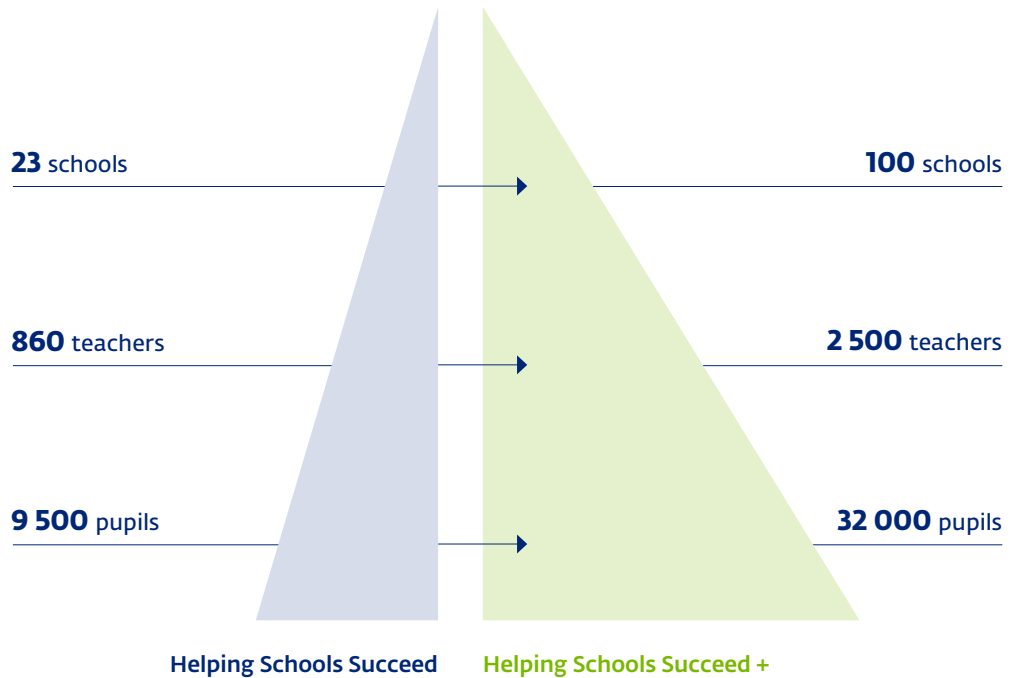
Director, Pomáháme školám k úspěchu o.p.s.

3

HELPING SCHOOLS SUCCEED

NEW STRATEGY

The team of experts has worked hard to shape a new strategy to guide the project forward and on developing it in terms of both quantity and quality. These efforts have resulted in a plan to expand the project to about 100 public primary schools, which will have an impact on 2,500 teachers and some 32,000 pupils in the 2020/2021 school year (estimate as at 05/2020).



3

HELPING SCHOOLS SUCCEED

The project has expanded its scope to include another key topic, writing. It will approach this with the same intensity as it does reading, literacy and critical thinking.



“These days, we are all reading and writing much more than ever before. Texts are way more complex and include images, sounds and movement. In addition, with the ‘power of the word’ holding sway in society, children need to learn how people can be influenced through communication. They must know how to detect this and, where appropriate, guard against it.”

HANA KOŠTÁLOVÁ
Programme Director, Pomáháme školám k úspěchu

23 primary schools

The number of public primary schools involved in the project in 2019.

860 teachers and 9,500 pupils

The number of teachers and pupils of public primary schools benefiting from the Foundation’s support thanks to the Helping Schools Succeed project in 2019.

100 primary schools

In the 2020/2021 school year, the Foundation plans to expand the project to about 100 schools, encompassing an estimated 2,500 teachers and 32,000 pupils.

3

KEY EVENTS UNDER THE HELPING SCHOOLS SUCCEED PROJECT IN 2019

FOURTH YEAR OF THE FESTIVAL OF TEACHING INSPIRATION

Project experts, under the leadership of the programme team, Eva Mokrašová and Hana Košťalová, organised the fourth annual Festival of Teaching Inspiration. Hosted by Kunratice Primary School in November, the central theme was a statement by John Hattie: "We reflect on the impact of our teaching on student learning and consequently learn to be better teachers." During the two-day event, 850 primary school teachers from all over the Czech Republic took part in the 120 workshops that had been prepared.

SUMMER READING SCHOOL

In August, the now-established summer reading school hosted teachers from across the country. Over the course of five days, the 136 participants focused on improving their understanding of good and critical reading and writing, on learning how to teach this, and on how to be better teachers for each of their pupils.



VÍT BERAN, HEAD TEACHER, KUNRATICE PRIMARY SCHOOL

GLOBAL TEACHER PRIZES

The quality of the teachers involved in the project was confirmed when reading mentor Monika Olšáková, from Koperníková Primary School in Třinec, came second in this competition. The judges were impressed not only by her progressive approach to pupil management, but also by her ability to clearly set lesson goals that accommodated each pupil and group work.

SECOND-CLASS AWARD OF THE MINISTRY OF EDUCATION FOR THE PROJECT'S PROGRAMME DIRECTOR

Education Minister Robert Plaga presented the project's Programme Director, Hana Košťalová, with the Medal of the Ministry of Education, Youth and Sports, Second-class. This medal is awarded for important pedagogical, educational, scientific or artistic work, for long-term and outstanding work in the field of education, or for exceptionally commendable deeds in fostering and improving conditions for education in the Czech Republic. Her work was singled out by the broader community of teachers, represented by a group of twenty-five petitioners.

OTHER PROJECTS SUPPORTED

The Kellner Family Foundation also provides financial contributions to other institutions and individuals so that they can implement projects in the fields of education, culture, sport and health promotion. In 2019, it also assisted the following partners:

LOGIC OLYMPIAD

The Foundation, together with Open Gate Grammar School and Primary School, was the general sponsor of the Logic Olympiad for thoughtful children and young people for the eighth year. The Logic Olympiad is held by the Czech branch of Mensa and aims to complement the range of activities for children and young people with a competition where independent cogitation and the ability to think logically, rather than learned knowledge, are the key factors. The Foundation contributes to the organisation of the competition, and it has become a tradition for Open Gate School to host the Central Bohemian finals of the competition.

VĚJÍŘ KLADNO

In 2019, the Foundation contributed to Vějíř Kladno, an association that sets up children's groups and pre-school preparatory classes for children from socially disadvantaged backgrounds. Preschoolers, under expert supervision, are given a chance to catch up with their less- disadvantaged peers and enrol at a mainstream primary school.

FOREIGN LANGUAGES AT LODĚNICE PRIMARY SCHOOL

The Foundation also made a contribution to Loděnice Primary School in the Beroun district to cover the costs associated with improvements in foreign language teaching.

ZÁMEČEK (LITTLE CHATEAU) MAGAZINE

The Foundation has been contributing to the Duha civic association, as the publisher of the Zámeček magazine, for many years. Since 1997, Zámeček has been distributed to children in children's homes and other substitute care facilities. The magazine's editor-in-chief is Lukáš Kotlár, a graduate of Open Gate Grammar School.

OTHER PROJECTS SUPPORTED

30 YEARS SINCE THE VELVET REVOLUTION

To mark the 30th anniversary of the Velvet Revolution, the Foundation decided to provide one-time financial support to organisations dedicated to societal issues, freedom of speech and media education. These included the Scout Institute, the non-profit organisation EUMOS (European Institute for Media and Civil Society), and the CEVRO Institute.

PREF FESTIVAL OF EDUCATION

The Foundation sponsored the inaugural year of The Prague Education Festival, a three-day event that introduced participants to modern trends in teaching and education at primary and secondary schools. The festival was organised by Economia, a.s., which managed to build bridges between representatives from local education authorities and schools, academia and the business community.

PARAPLEGICS AND PARA-ATHLETES

The Foundation also assisted paraplegics and handicapped athletes, for example, by contributing to the purchase of a handbike and a modified car, and by helping to cover the cost of their participation in competitions, training and rehabilitation.

GIFTS RECEIVED AND GRANTS AWARDED

GIFTS RECEIVED IN 2019

Donor	In CZK thousands
PPF banka	150,000
Total	150,000

GRANTS AWARDED IN 2019

Beneficiary	In CZK thousands
Open Gate students*	40,987
Pomáháme školám k úspěchu o.p.s.	31,000
Grants awarded to Universities project scholarship holders**	10,535
Individual gifts***	6,967
Total	89,489

In its financial management, the Foundation adhered to the rules for the provision of foundation grants under Sections 353 to 356 of the Civil Code. This overview of gifts received and grants awarded was published in compliance with Section 358(3)(b) and (d) of the Civil Code.

* For the reasons set out in Section 359(1) of the Civil Code, grants to individual students of OPEN GATE – gymnázium a základní škola, s.r.o. are not disclosed

** See Appendix 1

*** See Appendix 2

Appendix 1

GRANTS AWARDED TO UNIVERSITIES PROJECT SCHOLARSHIP HOLDERS

Beneficiary	CZK	Beneficiary	CZK
Andrle Daniel	100,256	Novotný Vincenc Ignác	161,787
Běláková Ibolya	159,524	Ošmera Jakub	20,470
Benda Mikuláš	124,132	Oweyssi Maxim	93,485
Biháry Robert	176,527	Pajer Daniel	216,531
Bláha Jan	183,043	Petrusová Kateřina	260,000
Címbalová Agatha	374,885	Podhajská Tereza	68,858
Deingruber Tomáš	105,000	Polák Filip	57,927
Fuksa Jonáš	126,274	Poláková Lucie	322,024
Hassan Alinnur	408,564	Polánek Adam	200,000
Hatla Adrián	214,300	Příbaň Jakub	160,000
Havránková Pavlína	153,100	Rangotis Mark Revan	75,000
Hlaváč Matěj	125,339	Rataj Blahoslav	86,000
Hrdlička Aleš	100,000	Rozumková Tereza	131,520
Chliapa Eleni	90,000	Rožánková Samanta	345,194
Janečková Alžběta	87,141	Řehák Milan	49,252
Jirát Matyáš	167,972	Scholzová Mariana	164,735
Jirman Tomáš	97,648	Skalník Marek	60,000
Klustová Anežka	120,570	Smékalová Barbora	219,794
Knápek Lukáš	44,919	Stejskalová Barbora	67,500
Kouřilová Dominika	131,100	Stěpaněnko Nikita	200,000
Krajník Jan	213,690	Strnadová Eva	161,777
Kratochvílová Thea	71,251	Šabatka Radek	120,000
Laryea Oliver	63,145	Šilhanová Veronika	161,000
Loula Václav Benedikt	231,094	Tatran Tomáš	130,000
Lubyako Dmitri	533,200	Tran Le Thu	139,318
Mácha Lukáš	190,668	Trčková Dominika	30,000
Maláčová Tereza	154,834	Truneček Jan	560,490
Malec Leoš	220,280	Tyburcová Hana	240,000
Maňas Petr	250,943	Vavryčuková Viola	90,000
Marták Tomáš	140,000	Vulasová Tea	109,003
Mertlová Jitka	120,474	Zaykov Filip	28,340
Milošová Tereza	100,000	Zemachová Michaela	152,113
Mužátko Daniel	90,000	Žilka Martin	50,000
Novosadová Alžběta	132,800	Total	10,534,788

Appendix 2 INDIVIDUAL GIFTS MADE BY THE KELLNER FAMILY FOUNDATION

Beneficiary	CZK
Centrum Paraple, o.p.s.	50,000
CEVRO Institut, z.ú.	1,500,000
Daniová Miluše	100,000
Dlouhá Veronika	7,819
Duha Zámeček	50,000
Economia, a.s.	750,000
EUMOS, z.ú.	1,000,000
Fleischman Daniel	4,246
Jahoda Patrik	500,000
Junák – český skaut, Skautský institut, z.s.	800,000
Kadetová Lenka	30,000
Kmošková Elizabeth	35,500
Kratochvíla Libor	15,819
Lakatošová Sára	15,819
Mensa International – Mensa České republiky	210,000
Municipality of Chyňava	250,000
Peldová Markéta Anna	117,995
Pešková Marcela	33,556
Rotary Club of Makati West	469,060
Roman Catholic Parish of Beroun	70,000
Spolek svárovskeho zvonu	50,000
Spolek zdravotně postižených občanů a jejich přátel	10,000
Ščambura Dušan	22,500
Šimonová Martina	30,000
Škopová Kristýna	14,820
Trdlová Petra	100,000
Vecko Petr	65,000
Vějíř Kladno, z.s.	60,000
Vengrynská Jana	100,000
Vlk Stanislav	15,990
Chyňava Primary School and Nursery School	70,000
Loděnice Primary School, Beroun District	418,899
Total	6,967,022

Annual Report 2019
THE KELLNER FAMILY FOUNDATION

FINANCIALS

BALANCE SHEET

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Opening balance	Closing balance
a	b	c	1	2
	ASSETS			
A.	Total fixed assets	1	495	386
I.	TOTAL INTANGIBLE FIXED ASSETS	2	2,077	2,077
	1. Research and development	3		
	2. Software	4	744	744
	3. Valuable rights	5	452	452
	4. Low-value intangible fixed assets	6		
	5. Other intangible fixed assets	7	881	881
	6. Intangible fixed assets in progress	8		
	7. Advance payments for intangible fixed assets	9		
II.	TOTAL TANGIBLE FIXED ASSETS	10	0	0
	1. Land	11		
	2. Works of art, items and collections	12		
	3. Buildings	13		
	4. Individual movable assets and sets of movable assets	14		
	5. Cultivated areas	15		
	6. Grown breeding and draft animals	16		
	7. Low-value tangible fixed assets	17		
	8. Other tangible fixed assets	18		
	9. Tangible fixed assets in progress	19		
	10. Advance payments for tangible fixed assets	20		

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Opening balance	Closing balance
a	b	c	1	2
	ASSETS			
III.	TOTAL LONG-TERM INVESTMENTS	21	495	386
	1. Equity investments in subsidiaries	22		
	2. Equity investments in associates	23		
	3. Debt securities held to maturity	24		
	4. Loans to branches	25		
	5. Other long-term loans	26	495	386
	6. Other long-term investments	27		
IV.	TOTAL ACCUMULATED EPRECIATION AND AMORTISATION	28	(2,077)	(2,077)
	1. Accumulated amortisation of research and development	29		
	2. Accumulated amortisation of software	30	(744)	(744)
	3. Accumulated amortisation of valuable rights	31	(452)	(452)
	4. Accumulated amortisation of low-value intangible fixed assets	32		
	5. Accumulated amortisation of other intangible fixed assets	33	(881)	(881)
	6. Accumulated depreciation of buildings	34		
	7. Accumulated depreciation of individual movable assets and sets of movable assets	35		
	8. Accumulated depreciation of cultivated areas	36		
	9. Accumulated depreciation of breeding and draft animals	37		
	10. Accumulated depreciation of low-value tangible fixed assets	38		
	11. Accumulated depreciation of other tangible fixed assets	39		

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Opening balance	Closing balance
a	b	c	1	2
	ASSETS			
B.	Total current assets	40	575,975	662,688
I.	TOTAL INVENTORIES	41	0	0
	1. Material in stock	42		
	2. Material in transit	43		
	3. Work in progress	44		
	4. Internally developed semi-finished products	45		
	5. Finished goods	46		
	6. Young and other animals	47		
	7. Goods on stock and in stores	48		
	8. Goods in transit	49		
	9. Advance payments for inventories	50		
II.	TOTAL RECEIVABLES	51	1,364	5,429
	1. Customers	52		
	2. Bills of exchange to be paid	53		
	3. Receivables for discounted securities issued	54		
	4. Operating advances paid	55		
	5. Other receivables	56		
	6. Receivables from employees	57		
	7. Receivables from social security authorities and public health insurance	58		
	8. Income tax	59		
	9. Other direct taxes	60		
	10. Value added tax	61		

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Opening balance	Closing balance
a	b	c	1	2
	ASSETS			
	11. Other taxes and charges	62		
	12. Entitlements to subsidies and other settlements with the national budget	63		
	13. Entitlements to subsidies and other settlements with budgets of regional authorities	64		
	14. Receivables from consortium members	65		
	15. Receivables from fixed-term transactions and options	66	1,364	5,429
	16. Receivables from bonds issued	67		
	17. Other receivables	68		
	18. Estimated receivables	69		
	19. Provision for receivables	70		
III.	TOTAL SHORT-TERM FINANCIAL ASSETS	71	574,608	657,228
	1. 1. Cash in hand	72	103	55
	2. 2. Cash equivalents	73		
	3. 3. Cash in banks	74	253,461	146,174
	4. 4. Equity securities for trading	75		
	5. 5. Debt securities for trading	76		
	6. 6. Other securities	77	321,044	510,999
	7. 7. Cash in transit	78		
IV.	TOTAL OTHER ASSETS	79	3	31
	1. 1. Prepaid expenses	80	3	31
	2. 2. Accrued revenues	81		
	3. 3. Exchange rate gains	82		
	TOTAL ASSETS	83	576,470	663,074

Full length for the year ended 31 December 2019

LIABILITIES				
a	b	c	1	2
LIABILITIES				
A.	Foundation's total holdings	1	575,906	656,981
I.	NET HOLDINGS	2	570,851	631,362
	1. Endowment	3	1,000	1,000
	2. Funds	4	569,851	630,362
	3. Valuation difference on the revaluation of financial assets and liabilities	5		
II.	TOTAL PROFIT (LOSS)	6	5,055	25,619
	1. Profit (loss) account	7	85	20,564
	2. Profit (loss) to be approved	8		
	3. Retained earnings (accumulated losses)	9	4,970	5,055
B.	Total liabilities	10	564	6,093
I.	TOTAL PROVISIONS	11	0	0
	1. Provisions	12		
II.	TOTAL LONG-TERM LIABILITIES	13	0	0
	1. Long-term loans	14		
	2. Bonds issued	15		
	3. Leasing payables	16		
	4. Long-term advances received	17		
	5. Long-term bills of exchange payable	18		
	6. Estimated payables	19		
	7. Other long-term payables	20		
III.	TOTAL SHORT-TERM LIABILITIES	21	564	6,093
	1. Suppliers	22	379	558
	2. Bills of exchange payable	23		
	3. Advances received	24		
	4. Other payables	25		
	5. Employees	26	52	86

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Opening balance	Closing balance
a	b	c	1	2
	LIABILITIES			
	6. Other payables to employees	27		
	7. Payables to social security authorities and public health insurance	28	36	54
	8. Income tax	29	82	5,374
	9. Other direct taxes	30	12	21
	10. Value added tax	31		
	11. Other taxes and charges	32		
	12. Liabilities to the national budget	33		
	13. Liabilities to budgets of regional authorities	34		
	14. Liabilities from subscribed outstanding securities and investments	35		
	15. Payables to consortium members	36		
	16. Payables arising from fixed-term transactions and options	37		
	17. Other payables	38	3	
	18. Short-term bank loans	39		
	19. Discount loans	40		
	20. Short-term bonds issued	41		
	21. Bonds held	42		
	22. Estimated payables	43		
	23. Other short-term financial borrowings	44		
IV.	TOTAL OTHER LIABILITIES	45	0	0
	1. Accrued expenses	46		
	2. Deferred revenues	47		
	3. Exchange rate losses	48		
	TOTAL LIABILITIES	49	576,470	663,074

PROFIT AND LOSS ACCOUNT

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Core activity	Economic activity	Total
a	b	c	1	2	3
A.	EXPENSES	1	x	x	x
I.	CONSUMED PURCHASES AND PURCHASED SERVICES	2	1,971	1,757	3,728
	1. Consumed materials, energy and other non-storable supplies	3	101		101
	2. Goods sold	4			0
	3. Repair and maintenance	5	11		11
	4. Travel expenses	6	7		7
	5. Entertainment costs	7	141		141
	6. Other services	8	1,711	1,757	3,468
II.	CHANGES IN INTERNALLY-DEVELOPED INVENTORIES AND CAPITALISATION	9	0	0	0
	7. Changes in internally-developed inventories	10			0
	8. Capitalisation of materials, goods and intraorganisation services	11			0
	9. Capitalisation of fixed assets	12			0
III.	PERSONNEL COSTS	13	3,608	0	3,608
	10. Payroll costs	14	2,745		2,745
	11. Statutory social security contributions	15	834		834
	12. Other social security contributions	16			0
	13. Statutory social expenses	17	29		29
	14. Other social expenses	18			0
IV.	TAXES AND CHARGES	19	9	0	9
	15. Taxes and charges	20	9		9

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Core activity	Economic activity	Total
a	b	c	1	2	3
A.	EXPENSES	1	x	x	x
V.	OTHER EXPENSES	21	169	22,748	22,917
	16. Contractual penalties, late charges, other fines and penalties	22			0
	17. Bad debt written off	23			0
	18. Interest expense	24			0
	19. Exchange rate losses	25	2	20,749	20,751
	20. Gifts	26	81	0	81
	21. Deficits and damage	27			0
	22. Additional other expenses	28	86	1,999	2,085
VI.	DEPRECIATION AND AMORTISATION, ASSET DISPOSALS, PROVISIONING	29	0	2,921	2,921
	23. Depreciation and amortisation of fixed assets	30			0
	24. Fixed assets sold	31			0
	25. Securities and investments sold	32		2,921	2,921
	26. Materials sold	33			0
	27. Additions to and reversal of reserves and provisions	34			0
VII.	CONTRIBUTIONS PAID	35	0	0	0
	28. Paid membership dues and contributions accounted for between organisational units	36			0
VIII.	INCOME TAX	37	0	5,865	5,865
	29. Income tax	38		5,865	5,865

Full length for the year ended 31 December 2019

Ref.	Description	Row number	Core activity	Economic activity	Total
a	b	c	1	2	3
A.	EXPENSES	1	x	x	x
	TOTAL EXPENSES	39	5,757	33,291	39,048
B.	REVENUES	40	x	x	x
I.	OPERATING SUBSIDIES	41	0	0	0
	1. Operating subsidies	42			0
II.	CONTRIBUTIONS RECEIVED	43	0	0	0
	2. Received contributions accounted for between organisational units	44			0
	3. Received contributions (gifts)	45			0
	4. Received membership dues	46			0
III.	REVENUES FROM PRODUCTION AND GOODS	47			0
IV.	OTHER REVENUES	48	317	43,326	43,643
	5. Contractual penalties, late charges, other fines and penalties	49			0
	6. Payments for receivables written off	50			0
	7. Interest income	51	208	253	461
	8. Exchange rate gains	52	28	18,520	18,548
	9. Transfer of assets from Funds to operating	53	81		81
	10. Additional other revenues	54		24,553	24,553
V.	PROCEEDS FROM ASSET DISPOSAL	55	0	15,969	15,969
	11. Proceeds from the sale of intangible and tangible fixed assets	56			0
	12. Proceeds from the sale of securities and investments	57			0
	13. Proceeds from the sale of materials	58		1	1
	14. Proceeds from short-term financial assets	59		15,968	15,968
	15. Proceeds from long-term investments	60			0
	TOTAL REVENUES	61	317	59,295	59,612
C.	PROFIT (LOSS) BEFORE TAX	62	(5,440)	31,869	26,429
D.	PROFIT (LOSS) AFTER TAX	63	(5,440)	26,004	20,564

NOTES TO THE FINANCIAL STATEMENTS

1. Entity's name and registered office

Nadace THE KELLNER FAMILY FOUNDATION

Evropská 2690/17

160 41 Praha 6 – Dejvice

Registration number: 28902254

Legal form: foundation (nadace)

2. Description and core activities

ESTABLISHMENT AND DESCRIPTION OF THE FOUNDATION

Nadace THE KELLNER FAMILY FOUNDATION ("the Foundation") was registered in the Register of Foundations maintained by the Municipal Court in Prague under register entry N 746 on 25 May 2009. The Foundation was founded by Renáta Kellnerová and Petr Kellner. The total endowment (which is now termed "the foundation capital") is CZK 1,000,000. Upon establishment, the Foundation had an endowment (foundation capital) of CZK 500,000, which was increased by another CZK 500,000 due to a merger with the Educa Foundation. This merger was entered in the Register of Foundations on 27 July 2011. Funds corresponding to the endowment are deposited in a separate account held at PPF banka a.s. under number 2012010002/6000. They comprise financial contributions made by the founders, each amounting to CZK 500,000.

The Foundation is an apolitical non-profit legal entity serving the public good and philanthropic causes. The purpose of the Foundation is to make a versatile contribution to the development of society and to help improve the quality of life of people in the places where it operates by supporting the following: education at all levels of society; socially beneficial philanthropic activities; the organisational development of non-governmental non-profit organisations; the improvement of public health; solutions to social problems and equal opportunities throughout society; community development; the development of public spaces and environmental improvements; science and research and development; responses to natural and humanitarian disasters; sports; and culture, the arts, and the protection of cultural heritage.

The Foundation is the sole founder of the charitable organisation Pomáháme školám k úspěchu o.p.s., Reg. No 29005469, having its registered office at Hvězdova 1716/2b, Nusle, 140 00 Praha 4 ("the Organisation"). The Organisation was incorporated by entry in the Register of Charitable Organisations under Section O, File 702, on 16 December 2009. As the Foundation has made no investment in the Organisation, it does not carry the Organisation in its books as an equity interest.

3. Board of Trustees and Supervisory Board of the Foundation as at 31 December 2019

BOARD OF TRUSTEES AS AT 31 DECEMBER 2019:

Chairwoman:	Renáta Kellnerová
Trustee:	Petr Kellner
Trustee:	Petra Dobešová

The Chairwoman of the Board of Trustees, severally and fully, or two Trustees jointly, act on behalf of the Foundation.

SUPERVISORY BOARD AS AT 31 DECEMBER 2019:

Chairwoman:	Karina Divišová
Member:	Richard Sedláčko
Member:	Tomáš Vališ

CHANGES IN THE REGISTER OF FOUNDATIONS IN 2019

As of 1 January 2019, Petra Dobešová was appointed to the Board of Trustees as a replacement for Jan Leiner upon the latter's removal as a member thereof. This change was entered in the Register of Foundations on 7 February 2019.

4. Accounting period covered by the financial statements and the balance-sheet date

The entity's accounting period is the 2019 calendar year. Further to Section 19(1) of Act No 563/1991 on accounting, the balance-sheet date is 31 December 2019.

5. Significant accounting policies used by the Foundation

(a) ACCOUNTING PROCEDURES

The Foundation's accounts are kept by the double-entry method under the Accounting Act, the chart of accounts, and Implementing Decree No 504/2002, as amended, for entities whose core activity is not the carrying-on of a business.

Accepted financial gifts and gifts in kind in the form of tangible fixed assets, inventories and services provided are carried in account 911 Funds, which forms a part of the Foundation's total holdings in the balance sheet.

Resources in account 911 Funds are recognised in the Profit and Loss Account to credit the Transfer of assets from Funds to operating account, under the costs incurred by projects or by operating activities in each year.

(b) FOUNDATION CAPITAL

The foundation capital is the endowment expressed in financial terms.

The Foundation's foundation capital is entered in a public register and amounts to CZK 1,000,000.

(c) COSTS INCURRED IN THE MANAGEMENT OF THE FOUNDATION

The costs incurred in the management of the Foundation include, but are not limited to, the costs of maintaining and growing the Foundation's assets, the costs of promoting the purpose of the Foundation, and the costs incurred in the operation of the Foundation.

(d) TANGIBLE AND INTANGIBLE FIXED ASSETS

Tangible and intangible fixed assets are carried at acquisition cost, at the value specified in the deed of gift, or on the basis of an expert valuation. Tangible fixed assets with an acquisition cost of over CZK 40,000 and with a useful life of more than one year and intangible fixed assets with an acquisition cost of over CZK 60,000 and a useful life of more than one year are carried in fixed-asset accounts and are subject to accounting depreciation and amortisation in line with the depreciation plan.

Other tangible assets with an acquisition cost of up to CZK 40,000 and other intangible assets with an acquisition cost of up to CZK 60,000 are expensed in the month of acquisition.

The table below sets out the depreciation methods and periods by asset category:

Assets	Method	Depreciation period
Individual movable assets and sets of movable assets	straight-line	3 years
Valuable rights	straight-line	6 years
Software	straight-line	3 years

(e) LEASED ASSETS

The Foundation carries leased assets by expensing lease payments on a straight-line basis over the lease term. At the end of the lease and upon exercise of the purchase option, the leased asset is included in the Foundation's assets at the acquisition (replacement) cost.

(f) LONG-TERM INVESTMENTS

Long-term investments comprise debt securities held to maturity and are carried at acquisition cost. The acquisition cost includes direct costs incurred in acquisition, for example, fees and commissions for brokers, advisers and stock exchanges.

As at the balance-sheet date, debt securities held to maturity are valued at the acquisition cost plus/less interest income/interest expense.

Income from these investments is included in revenues from long-term investments.

(g) SHORT-TERM FINANCIAL ASSETS

Short-term financial assets comprise, in particular, funds held in current accounts in banks. Short-term financial assets also include debt securities that the entity holds primarily for trading. Short-term financial assets are valued at acquisition cost. The acquisition cost includes direct costs incurred in acquisition, such as fees and commissions for brokers, advisers and stock exchanges.

At the balance-sheet date, debt securities held for trading are restated at their fair value.

The change in the fair value of the securities held for trading is stated in the relevant account of account group 54 Other Costs, or, as applicable, 64 Other Revenues, corresponding to the relevant account in account group 25 Short-term Financial Assets.

Income from the above financial assets is included in revenues from short-term financial assets.

The sale of securities is charged to the respective account in account group 65 Proceeds from Sale of Assets, Reversal of Provisions. Disposals of securities are carried in the respective account in account group 55 Depreciation and Amortisation, Sold Assets, and Provisioning.

(h) DERIVATIVES

DERIVATIVES FOR TRADING

Financial derivatives held for trading are stated at fair value and the gain (loss) from changes in fair values is shown in the profit and loss account in the row "Additional Other Revenues" or, as applicable, "Additional Other Expenses".

(i) CURRENCY TRANSLATION

The entity uses the Czech National Bank's daily rates of exchange to translate transactions in foreign currencies into Czech crowns. During the year, the Foundation only posts realised foreign exchange gains and losses.

Assets and liabilities in foreign currencies are translated as at the balance-sheet date using the forex market rate declared by the Czech National Bank. Unrealised foreign exchange gains and losses of short-term financial assets are shown in the result.

(j) INCOME TAX

Income tax liability is calculated, using the applicable tax rate, from the accounting profit increased or decreased by permanently or temporarily non-deductible costs or, as applicable, non-taxable revenues.

In the balance sheet, the income tax payable is decreased by income tax prepayments and is carried in "Income tax" under Liabilities; any resultant receivable is carried in "Income tax" under Assets.

(k) ACCOUNTING FOR EXPENSES AND REVENUE

Expenses and revenues are recognised on an accrual basis, i.e. booked to the period to which they relate.

In line with the principle of caution, the Foundation charges to costs any provisions to cover all risks, losses and impairments of which the Foundation is aware as at the day of the preparation of the financial statements.

6. Additional information about the balance sheet

(a) SHORT-TERM FINANCIAL ASSETS

Money is deposited in current accounts and held as cash on hand in Czech crowns and in each of the foreign currencies, translated into Czech crowns using the procedure described in note 5 (h).

As at 31 December 2019, the balance in bank accounts stood at CZK 146,174,000 (2018: CZK 253,461,000). As at 31 December 2019, cash on hand amounted to CZK 55,000 (2018: CZK 103,000).

As at 31 December 2019, the Foundation also had the following short-term financial assets:

2019						
SECURITIES	Number of units	Acquisition cost (w/o PRI)	Pro rata interest income (PRI)	Acquisition cost + PRI	Accumulated revaluation	Carrying value (fair value, incl. PRI)
Bonds						
SKODA TRANSPORTATION 3 26/06/20	2	5,949	92	6,041	17	6,058
SKODA TRANSPORTATION 3 26/06/20	1	3,013	46	3,059	(30)	3,029
CESZBR VAR 27/01/2022	3	9,001	154	9,155	60	9,215
HB REAVIS 23/03/2021	900	9,001	152	9,153	137	9,290
IN. CER. PPFB ZERO 20/01/2020	400	35,006	0	35,006	4,914	39,920
IN. CER. PPFB ZERO 20/01/2020	60	5,809	0	5,809	179	5,988
IN. CER. PPFB CZK 3.50 10/2020	400	35,061	0	35,061	3,781	38,842
IN. CER. PPFB CZK 3.50 10/2020	29	2,663	0	2,663	153	2,816
IN. CER. PPFB CZK 3.50 10/2020	31	2,842	0	2,842	168	3,010
MND AS FLOAT 13/11/2022	3	9,001	57	9,058	(339)	8,719
EUC AS FLOAT 23/11/2022	7	21,003	94	21,097	(123)	20,974
EUC AS FLOAT 23/11/2022	1	3,015	13	3,028	(32)	2,996
PPF FINANCIAL FLOAT 18/12/2027	500	50,000	85	50,085	(1,557)	48,528
IN. CER. PPFB CZK 0 05/2022	2,000	20,000	41	20,041	(74)	19,967
PPF FINANCIAL FLOAT 18/12/2027	30	3,068	5	3,073	(161)	2,912
EPH FINANCING 3.5 28/08/2020	1,000	25,914	304	26,218	(504)	25,714
EMMA GAMMA FIN 4.9 29/05/2024	1,000	25,840	111	25,951	561	26,512
XEROX CORP 4.5 15/05/2021	480	10,376	62	10,438	757	11,195
GOODYEAR 5.125 15/11/2023	480	10,134	71	10,205	895	11,100
GOODYEAR 5.125 15/11/2023	520	11,764	77	11,841	185	12,026
ANGLO AMERI CAP 4.125 27/09/2022	500	10,472	122	10,594	1,300	11,894
FREEPOR-T-MCMORAN 3.55 01/03/22	1,089	23,948	291	24,239	1,070	25,309
GAZPRU 3.85 06/02/2020	400	10,286	140	10,426	(1,226)	9,200
PKO FIN AB 4.63 26/09/2022	460	9,996	126	10,122	937	11,059
PKO FIN AB 4.63 26/09/2022	500	11,625	137	11,762	259	12,021
PPF ARENA 1 BV 3.125 27/03/2026	4,000	103,200	2,421	105,621	3,763	109,384
CROATIA GOV 6.375 24/3/2021	500	11,104	194	11,298	794	12,092
SLOVENIA 5.5 26/10/2022	450	10,163	101	10,264	965	11,229
Total bonds		489,254	4,896	494,150	16,849	510,999

2018						
SECURITIES	Number of units	Acquisition cost (w/o PRI)	Pro rata interest income (PRI)	Acquisition cost + PRI	Accumulated revaluation	Carrying value (fair value, incl. PRI)
Bonds						
ARCELORMITTAL 5.25 05/08/2020	500	13,179	277	13,456	(1,866)	11,590
AIR BANK SUB 6 10/4/2024 C19	30	31,204	1,295	32,499	(1,315)	31,184
CESZBR VAR 27/01/2022	3	9,001	117	9,118	(110)	9,008
EUC AS FLOAT 23/11/2022	7	21,002	90	21,092	(1,516)	19,576
GAZPRU 3.85 06/02/2020	400	10,286	136	10,422	(1,349)	9,073
HB REAVIS 23/03/2021	900	9,001	139	9,140	458	9,598
MND AS FLOAT 13/11/2022	3	9,001	54	9,055	(481)	8,574
IN. CER. PPFB CZK 3.50 10/2020	400	35,061	0	35,061	775	35,836
IN. CER. PPFB ZERO 20/01/2020	400	35,006	0	35,006	2,884	37,890
PPF FINANCIAL FLOAT 18/12/2027	500	50,000	81	50,081	(691)	49,390
XEROX CORP 4.5 15/05/2021	480	10,376	57	10,433	13	10,446
GOODYEAR 5.125 15/11/2023	480	10,134	64	10,198	399	10,597
GOODYEAR 5.125 15/11/2023	520	11,764	70	11,834	(353)	11,481
PKO FIN AB 4.63 26/09/2022	460	9,996	122	10,118	507	10,625
PKO FIN AB 4.63 26/09/2022	500	11,625	133	11,758	(208)	11,550
ANGLO AMERI CAP 4.125 27/09/2022	500	10,472	121	10,593	609	11,202
RUSSIA 3.5 16/01/2019	1	5,152	71	5,223	(665)	4,558
CROATIA GOV 6.375 24/3/2021	500	11,104	187	11,291	669	11,960
SLOVENIA 5.5 26/10/2022	450	10,163	101	10,264	542	10,806
SKODA TRANSPORTATION 3 26/06/20	2	5,949	92	6,041	59	6,100
Total bonds		319,476	3,207	322,683	(1,639)	321,044

The remeasurement of short-term financial assets for 2019 amounted to CZK 18,488,000 (2018: CZK 6,620,000) and is carried under "Additional Other Revenues" and "Additional Other Expenses" – see Note 8.

(b) PAYABLES AND RECEIVABLES FROM FIXED TERM OPERATIONS AND OPTIONS

2019	Contract amounts		
	Receivables (CZK thousands)	Payables (CZK thousands)	Fair value (CZK thousands)
Currency swaps			
SWAP USD/CZK 22,855 31/01/2020	123,337	(121,971)	1,366
SWAP EUR/CZK 26,2 27/03/2020	104,433	(101,737)	2,696
SWAP EUR/CZK 26,37 29/05/2020	26,187	(25,447)	740
SWAP EUR/CZK 26,025 17/01/2020	26,721	(26,094)	627
Total currency swaps	280,678	(275,248)	5,429

2018	Contract amounts		
	Receivables (CZK thousands)	Payables (CZK thousands)	Fair value (CZK thousands)
Currency swaps			
SWAP USD/CZK 22,7309 03/01/2019	115,199	(113,835)	1,364
Total currency swaps	115,199	(113,835)	1,364

(c) FIXED ASSETS**1. INTANGIBLE FIXED ASSETS**

	Software	Valuable rights	Other IFA	Total
Acquisition cost				
Balance as at 1 January 2019	744	452	881	2,077
Additions	–	–	–	–
Disposals	–	–	–	–
Transfers	–	–	–	–
Balance as at 31 December 2019	744	452	881	2,077
Accumulated amortisation				
Balance as at 1 January 2019	(744)	(452)	(881)	(2,077)
Amortisation	–	–	–	–
Accumulated amortisation on disposals	–	–	–	–
Balance as at 31 December 2019	(744)	(452)	(881)	(2,077)
Net book value as at 1 January 2019	–	–	–	–
Net book value as at 31 December 2019	–	–	–	–

2. TANGIBLE FIXED ASSETS

The Foundation carried no tangible fixed assets at an acquisition cost of more than CZK 40,000 as at 31 December 2019. In 2019, the Foundation terminated a vehicle lease on which it had spent CZK 20,000 in 2019 (2018: CZK 38,000).

(d) RECEIVABLES

As at 31 December 2019, the Foundation does not report any receivables from customers (2018: CZK 0).

(e) **PAYABLES**

As at 31 December 2019, payables to suppliers totalled CZK 558,000 (2018: CZK 379,000). All payables had been paid by the date of preparation of these financial statements.

(f) **PREPAID EXPENSES**

Prepaid expenses totalled CZK 31,000 (2018: CZK 3,000) and comprised promotional leaflets for distribution in the subsequent period.

7. Holdings allocated to covering fixed and current assets

	Registered endowment	Organisation's funds	Gain (loss) on revaluation	Retained profit	Total
Balance as at 1 January 2019	1,000	569,851		5,055	575,906
Financial gifts received	–	150,000	–	–	150,000
Financial grants awarded	–	(89,408)	–	–	(89,408)
Gifts in kind provided	–	(81)	–	–	(81)
Transfer from Funds to cover administrative costs	–	–	–	–	0
Securities revaluation difference	–	–	–	–	0
Profit (loss) for 2019	–	–	–	20,564	20,564
Balance as at 31 December 2019	1,000	630,362	0	25,619	656,981

8. Additional information about the profit and loss account

(a) **REVENUE**

2019	
Revenue from own activity	317
Revenue from economic activity	59,295
Total	59,612

The Foundation's income comprised interest income of CZK 461,000 accrued on bank accounts and term deposits (of which CZK 132,000 was income-tax-exempt interest accrued on a term deposit holding the endowment), exchange rate gains of CZK 18,548,000, the transfer of assets from funds amounting to CZK 81,000 was composed of gifts in kind, and CZK 1,000 came from the sale of low-value registered tangible assets. "Additional other revenues" of CZK 24,553,000 include the remeasurement of bonds and derivatives. Additional income liable to tax includes interest income from bonds amounting to CZK 15,968,000.

(b) **EXPENSES**

2019	
Costs of own operation (administration)	5,676
Costs of grants awarded (in cash)	–
Costs of grants awarded (in kind)	81
Costs of economic activity, including income tax	33,291
Total	39,048

The costs of core activity include CZK 5,757,000 in Foundation administration costs. The costs of economic activity, amounting to CZK 33,291,000, mainly comprise exchange rate losses of CZK 20,749,000, the CZK 1,999,000 remeasurement of securities as at the balance-sheet date, and CZK 1,757,000 as the cost of procured intermediating services. The balance of the costs of economic activity, CZK 2,921,000, is related to the maturity of selected securities. Income tax for 2019 is CZK 5,865,000 (see note 13).

(c) PROFIT (LOSS) BROKEN DOWN BY CORE ACTIVITY AND NON-CORE ACTIVITY

2019	
Profit (loss) from core activity	(5,440)
Profit (loss) from non-core activity after tax	26,044
Total	20,564

9. Gifts received and grants awarded

(a) GIFTS RECEIVED

Donor	2019	2018
Air Bank a.s.	–	44,000
Česká telekomunikační infrastruktura a.s.	–	40,000
Home Credit a.s.	–	10,950
PPF banka a.s.	150,000	190,000
Total	150,000	284,950

(b) GRANTS AWARDED

Beneficiary	2019	2018
Students, to the account of OPEN GATE – gymnázium a základní škola, s.r.o.	40,987	40,932
Pomáháme školám k úspěchu o.p.s.	31,000	37,000
Grants to students at universities	10,535	9,168
CEVRO Institut, z.ú.	1,500	–
EUMOS, z.ú.	1,000	–
Junák - český skaut, z.s.	800	–
Patrik Jahoda	500	–
Municipality of Chyňava	250	–
Loděnice Primary School	419	380
Jezdecký klub voltiž Albertovec, z.s.	–	200
Economia, a.s.	750	–
Rotary Club of Makati West	469	–
Other	1,279	1,371
Total	89,489	89,051

10. EMPLOYEES AND MANAGERS

Average number of employees and managers and personnel costs in 2019 and 2018:

Year	Number of employees	Payroll costs	Social security and health insurance costs	Social costs
2019	2	2,745	834	29
2018	2	943	323	35

In 2019, the Foundation did not provide any financial or non-financial remuneration to the members of the Board of Trustees or the Supervisory Board.

11. Liabilities under social security and health insurance

Liabilities under social security and health insurance in 2019 amounted to CZK 54,000 (2018: 36,000), of which CZK 38,000 (2018: CZK 25,000) comprises liabilities under social security and CZK 16,000 (2018: CZK 11,000) liabilities under health insurance. All these liabilities were paid within statutory time limits.

12. Fees for statutory auditors

	2019	2018
Statutory audit	6	6
Total	6	6

The Board of Trustees appointed KPMG Česká republika Audit, s.r.o. as the Foundation's auditor.

13. Corporate income tax

(a) TAX BASE

In the calculation of corporate income tax, the option of reducing the taxable income by as much as 30%, provided for in Section 20(7) of the Income Tax Act, was exercised.

For the 2019 fiscal period, the corporate income tax estimate is CZK 5,865,000 (2018: CZK 491,000) and is entered in the balance sheet as "Income tax" in the amount of CZK 5,374,000 (2018: CZK 82,000) under liabilities as at 31 December 2019, i.e. reduced by prepayments of CZK 491,000 in 2019 (2018: CZK 409,000).

(b) TAX RELIEF FROM 2018 APPLIED IN 2019

A tax liability saving of CZK 1,000,000 (2017: CZK 1,000,000), achieved by applying tax relief in 2018, was used to advertise and promote the Foundation's core activity in 2019.

(c) IN THE 2019 FISCAL PERIOD, THE FOUNDATION CLAIMED TAX RELIEF ON ACCEPTED GIFTS IN ACCORDANCE WITH SECTION 19B(2)(B)(1) OF THE INCOME TAX ACT.

14. Significant subsequent events

One of the most significant subsequent events affecting not only Nadace The Kellner Family Foundation, but also present beyond the borders of the Czech Republic and afflicting the whole world, is the pandemic of a new type of coronavirus. This pandemic has severely disrupted everyone's everyday lives, and as yet no one can say for sure what all the economic impacts will be.

The Foundation's management has considered COVID-19's potential impacts on its activities and has concluded that they have no material effect on the going concern assumption. The Foundation will continue all of its initiatives in support of the Czech education system, both by aiding organisations under the Helping Schools Succeed project and by assisting individuals. However, the prolongation or tightening of restrictive measures could adversely affect the Foundation's financial position, for example, by reducing the gifts received and awarded in both the medium and the long term.

The Foundation will respond to any adverse events or circumstances with a view to mitigating their consequences. The Foundation's management assumes that the events described above in connection with COVID-19 pertain to conditions arising after the balance-sheet date. Therefore, these events, while requiring disclosure, do not necessitate any adjustment to the financial statements for the year ended 31 December 2019.

Date: 24 June 2020

Signature of the responsible person: Renáta Kellnerová





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This document is an unsigned English translation of the Czech auditor's report.
Only the Czech version of the report is legally binding.

Independent Auditor's Report to the Board of Trustees of Nadace THE KELLNER FAMILY FOUNDATION

Opinion

We have audited the accompanying financial statements of Nadace THE KELLNER FAMILY FOUNDATION ("the Foundation"), prepared in accordance with Czech accounting legislation, which comprise the balance sheet as at 31 December 2019, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes. Information about the Foundation is set out in Note 1 and 2 to the financial statements.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Foundation as at 31 December 2019, and of its financial performance for the year then ended in accordance with Czech accounting legislation.

Basis for Opinion

We conducted our audit in accordance with the Act on Auditors, and Auditing Standards of the Chamber of Auditors of the Czech Republic, consisting of International Standards on Auditing (ISAs) as amended by relevant application guidelines. Our responsibilities under those regulations are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the Act on Auditors and the Code of Ethics adopted by the Chamber of Auditors of the Czech Republic, 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.

Other Information

In accordance with Section 2(b) of the Act on Auditors, other information is defined as information included in the annual report other than the financial statements and our auditor's report. The statutory body is responsible for the other information.

Our opinion on the financial statements does not cover the other information. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or

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otherwise appears to be materially misstated.

Based on the procedures performed, to the extent we are able to assess it, we report that the other information describing matters that are also presented in the financial statements is, in all material respects, consistent with the financial statements.

In addition, our responsibility is to report, based on the knowledge and understanding of the Foundation obtained in the audit, on whether the other information contains any material misstatement. Based on the procedures we have performed on the other information obtained, we have not identified any material misstatement.

Responsibilities of the Statutory Body and Supervisory Board for the Financial Statements

The statutory body is responsible for the preparation and fair presentation of the financial statements in accordance with Czech accounting legislation and for such internal control as the statutory body 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, the statutory body is responsible for assessing the Foundation'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 the statutory body either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

The Supervisory Board is responsible for overseeing the Foundation's financial reporting process.

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 the above regulations 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 on the basis of these financial statements.

As part of an audit in accordance with the above regulations, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness

- of accounting estimates and related disclosures made by the statutory body.
- Conclude on the appropriateness of the statutory body's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statutory Auditor Responsible for the Engagement

Štěpán Kmoč is the statutory auditor responsible for the audit of the financial statements of Nadace THE KELLNER FAMILY FOUNDATION as at 31 December 2019, based on which this independent auditor's report has been prepared.

Prague
24 June 2020

Signed by
KPMG Česká republika Audit, s.r.o.
Registration number 71

Signed by
Štěpán Kmoč
Director
Registration number 2063

THE KELLNER FAMILY FOUNDATION

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