

Kosovo Education Center

Financial statement and Independent Audit Report

31 December 2013

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Report of an Independent Audit

For the Management of Kosovo Education Center- KEC, Pristine

We have audited financial statements of NGO Kosova Education Center (below as "KEC") which consists of Balance Sheet of Dec 31, 2012, Income Statement and Used Funds for the period of Jan 1, 2013 till Dec 31, 2013, explanation of financial statement records for the NGO Kosovo Education Center audited by us.

Management responsibilities for Financial Statement

The management is responsible for the preparation and true presentation of the financial statements in compliance with the policies of accounting as displayed in the explanatory records of these financial statements. The responsibility includes: designing, implementing and maintaining internal control which is important for the preparation and presentation of these financial statements excluding the material errors, relevant to fraud or error; selecting and applying appropriate accounting policies; and performing accounting assessments which are reasonable for the circumstance.

Auditor's Responsibility

It is our responsibility to express an opinion over these statements supported in our audit. We have conducted the audit in accordance with International Audit Standards. These standards require that we have to meet with ethical requirements and perform and plan the audit to reach reasonable assurance whether this statement have no material errors. The audit includes implementing procedures and collection of audit evidence regard to the amounts and disclosure of financial statement. The procedures selected depend on the auditor's judgment, including the risk assessment for material errors of the statement, either by error or fraud.

During risk assessment, the auditor takes into consideration the relevant internal control for preparation and presentation of the entity financial statement in order to design audit procedures which are appropriate for the circumstances, but not for the intention of giving an opinion on the efficiency of ethnicity intern control. The audit also include evaluation of appropriate accounting policies utilized and rationality of accounting evaluation by the management, as well as evaluation of overall presentation of the statement.

We trust that the audit evidence obtained by us provide a reasonable basis in giving an audit opinion.

Opinion

According to our opinion, Financial Statements, Balance Sheet as of 31 Dec 2013, Income statement and Used funds for the period from January 1, 2013 through December 31, 2013 are a true presentation of the financial position, in compliance with accounting policies and procedures as outlined in Note 2.

Faruk Prebeza- Statutory auditor

Pristine, Kosovo
March 25, 2014

Auditor Ligjor
Nr. 40

Faruk R. Prebeza
Auditor Ligjor
Nr. 40

Income Statement and Used Funds for the period 01.01.2013 – 31.12.2013

	Notes	31 Dec 2013 (in EUR)	31 Dec 2012 (in EUR)
Funds			
Grant (Donation)	3.1	1,027,126	1,558,262
Income from School "Mileniumi i Tretë"	3.2	1,276,277	1,201,960
Other income	3.3	1,299	2,160
Total Funds	3	2,304,702	2,762,383
Project expense			
Direct expense project	4	676,560	1,104,198
Personnel	5	842,425	908,056
Other operational expenses	6	108,228	88,416
Lease expense	7	340,340	311,154
Administrative expense	8	74,426	101,586
Furniture and technical equipment	9	115,111	120,041
Municipal public expenses		20,336	23,127
Depreciation expense	10	91,978	90,082
Promotion and marketing expenses		4,118	7,466
Other expenses		38,045	34,995
Total Project expenses		2,311,566	2,789,121
Funds balance from expenses		(6,864)	(26,738)
Adjusted costs for accrual reporting		257,980	13,479
Cash and deposits in the bank at beginning of the year		328,602	341,861
Cash and deposits in the bank at end of the year	11	579,718	328,602

Authorized by the management:

Dukagjin Rupovci



Executive Director

Nora Tafarshiku



Head of Administration

Balance sheet, on 31.12.2013

	Notes	31 Dec 2013 (EUR)	31 Dec 2012 (EUR)
Assets			
Fixed assets			
Equipment	10	61,495	143,995
		61,495	143,995
Current Assets			
Cash and deposits in the bank	11	579,718	328,602
Accounts receivable		56,255	41,422
		635,973	370,025
TOTAL Assets		697,468	514,020
Liability and equity			
Equity			
Transferred funds		255,919	282,657
Equity and funds			
Funds balance/shortage		(6,864)	(26,738)
Total Equity		249,055	255,919
Liability			
Account payable		14,812	78,056
Unearned revenue		416,842	165,546
Other account payable		16,759	14,499
Total Liabilities		448,414	258,101
TOTAL equity and liability		697,468	514,020


Authorized by the management

Dukagjin Pupovci



Executive Director

Nora Tafarshiku



Head of Administration