

Kosovo Education Center

Financial Statement and Independent Audit Report

31 December 2014

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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, 2014, Income Statement and Used Funds for the period of Jan 1, 2014 till Dec 31, 2014, 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 2014, Income statement and used funds for the period from January 1, 2014 through December 31, 2014 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 24, 2015

Faruk R. Prebeza
Auditor Ligjor
Nr. 40

Income Statement and Used Funds for the period 01.01.2014 – 31.12.2014

	Notes	01 Jan 2014 - 31 Dec 2014 (in EUR)	01 Jan 2013 - 31 Dec 2014 (in EUR)
Funds			
Grant (Donation)	3.1	1,028,825	1,027,126
Income from School "Mileniumi i Tretë"	3.2	1,166,649	1,276,277
Other income	3.3		1,299
Total Funds	3	2,195,474	2,304,702
Project expense			
Direct expense project	4	597,774	676,560
Personnel	5	891,253	842,425
Other operational expenses	6	143,009	108,228
Lease expense	7	324,564	340,340
Administrative expense	8	72,621	74,426
Furniture and technical equipment	9	163,230	115,111
Municipal public expenses		24,325	20,336
Depreciation expense	10	37,430	91,978
Promotion and marketing expenses		3,904	4,118
Other expenses		33,969	38,045
Total Project expenses		2,292,079	2,311,566
Funds balance from expenses		(96,605)	(6,864)
Adjusted costs for accrual reporting		(233,930)	257,980
Cash and deposits in the bank at beginning of the year		579,718	328,602
Cash and deposits in the bank at end of the year	11	345,788	579,718

Authorized by the management:

Dukagjin Pupovci

Executive Director

Gëzim Hyseni

Administrator

Balance sheet, on 31.12.2014

	Notes	31 Dec 2014 (EUR)	31 Dec 2013 (EUR)
Assets			
Fixed assets			
Equipment	10	48,723	61,495
		48,723	61,495
Current Assets			
Cash and deposits in the bank	11	345,788	579,718
Accounts receivable		50,242	56,255
		396,030	635,973
TOTAL Assets		444,753	697,468
Liability and equity			
Equity			
Transferred funds		249,055	255,919
Equity and funds			
Funds balance/shortage		(96,605)	(6,864)
Total Equity		152,450	249,055
Liability			
Account payable		18,573	14,812
Unearned revenue		255,169	416,842
Other account payable		18,560	16,759
Total Liabilities		292,303	448,414
TOTAL equity and liability		444,753	697,468

Authorized by the management

Dukagjin Dupovci

Executive Director

Gëzim Hyseni

Administrator