



Balkan Sunflowers
Volunteers for Social Reconstruction

BALKAN SUNFLOWERS KOSOVA - BSFK

FINANCIAL STATEMENTS WITH INDEPENDENT AUDITORS' REPORT
As at and for the year ended 31 December 2022

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SPECIAL PURPOSE INDEPENDENT AUDITOR'S REPORT

To: Balkan Sunflowers Kosova management

Opinion

We have audited financial statements of Balkan Sunflowers Kosova ("BSFK"), which comprises the statement of financial position as at 31 December 2022, and the income statement for the year then ended, and notes to financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2022 and its financial performance and its cash flows for the year then ended in accordance with the basis of preparation as described in Note 2 and the requirements of Law No. 06/L-043 on Freedom of Association in Non-Governmental Organizations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements section of our report*. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Kosovo, and we 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with the financial reporting requirements and for such controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of 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 ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 ISAs, we exercise professional judgment and maintain professional skepticism throughout 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of 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 Organization's ability to continue as 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 auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

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.

Lulzim Krasniqi
Statutory Auditor

Quatra Audit Int. L.L.C.
22 February 2024



BALKAN SUNFLOWERS KOSOVA**STATEMENT OF FINANCIAL POSITION**

As at 31 December 2022

(All amounts in Euro)

As at 31 December		2022	2021
ASSETS			
Current assets	Notes		
Cash and bank balances	4	10,029	89,650
Accounts Receivable	5	1,240	55,812
Prepayments	5	3,543	976
Total current assets		14,812	146,438
Non-current assets			
Property and equipment	6	6,959	9,459
Total non-current assets		6,959	9,459
TOTAL ASSETS		21,771	155,897
LIABILITIES AND RESERVES			
Current liabilities			
Accounts payable	7	19,320	4,033
Deferred Revenue	8	2,451	151,864
Total current liabilities		21,771	155,897
Reserves			
Opening balance Equity		-	-
Retained surplus		-	-
Total reserves		-	-
TOTAL LIABILITIES AND RESERVES		21,771	155,897

Approved by:

Ferdane Asllani – Executive Director, Balkan Sunflowers Kosova.

The accompanying notes from 1 to 11 of the financial statements are an integral part of them.

BALKAN SUNFLOWERS KOSOVA

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2022

(All amounts in Euro)

3. Summary of significant accounting policies

3.1 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and unrestricted cash held with banks or term deposits with maturity of less than three months.

3.2 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents solely amount receivable from donors with regard to the payroll, operating, and other expenses incurred.

3.3 Foreign currency transactions

Transactions in currencies other than the functional currency (foreign currencies) are recorded at the rates of exchange prevailing on the dates of the transactions. At each reporting date, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences arising on monetary items, are included in the profit and loss of the period in which they arise.

3.4 Property, plant and equipment

(i) Recognition and measurement

Property, plant and equipment of the business are stated in the statement of financial position with the value of the purchased date less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Equipments are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is recognized so as to write off the cost or valuation of assets less their residual values over their useful lives, using the declining balance method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

The gain or loss arising on the sale or disposal of an asset is defined as the difference between the proceeds of the sale and the carrying amount of an asset and is therefore recognized in profit or loss in the income statement.

(ii) Depreciation

Depreciation of property, plant and equipment is calculated using the straight-line method of cost allocation or cost considered at their residual value over their useful lives as follows:

Buildings	20 years
Equipment and machinery	10 years
Other non-current assets	5 years

3.5 Employee benefits

The Organization makes no provision for and has no obligation for employee pensions over and above the contributions paid into the Kosovo Pension Savings Trust.

BALKAN SUNFLOWERS KOSOVA

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2022

(All amounts in Euro)

3.6 Contingencies and provisions

Contingent liabilities are not recognized in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements but disclosed when an inflow of economic benefits is probable. A provision is recognized if the Organization has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

3.6 Critical judgments and key sources of estimation uncertainty

In the process of applying the Organization's accounting policies, which are described above, management has made no judgments that have significant effects on the amounts recognized in the financial statements.

3.7 Taxes

The organization was established as a non-governmental organization, therefore it has responsibilities and operates as an NGO under the applicable laws of Kosovo.

3.8 Financial costs

Financial costs include bank charges, charged for banking transactions.

BALKAN SUNFLOWERS KOSOVA

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2022

(All amounts in Euro)

4. Cash at bank and on hand

As at 31 December

Cash on hand

Cash at bank

Total

2022	2021
(in EUR)	(in EUR)
393	8
9,636	89,641
10,029	89,650

5. Accounts receivables

As at 31 December

Roma Inicitives Office

UNMIK

URF

Unicef

Other receivables

Sub-total

Prepayments

Total

2022	2021
(in EUR)	(in EUR)
-	2,004
-	1,107
-	426
-	360
1,240	51,915
1,240	55,812
3,543	976
4,783	56,788

6. Property, Plant and Equipment

Cost

At 1 January 2021

Additions

Disposals

At 31 December 2021

Additions

Disposals

At 31 December 2022

Vehicles	Total
12,500	12,500
-	-
-	-
12,500	12,500
-	-
-	-
12,500	12,500

Accumulated depreciation

At 1 January 2021

Depreciation charge for the year

Disposals

At 31 December 2021

Depreciation charge for the year

Disposals

At 31 December 2022

541	541
2,500	2,500
-	-
3,041	3,041
2,500	2,500
5,541	5,541
9,459	9,459
6,959	6,959

At 31 December 2021

At 31 December 2022

BALKAN SUNFLOWERS KOSOVA**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 December 2022

(All amounts in Euro)

7. Accounts Payable**As at 31 December**

	2022	2021
Taxes and pension contribution	1,992	3,314
Rent tax	109	-
Other liabilities	719	719
Other loans for activities	16,500	-
Total Accounts Payable	19,320	4,033

8. Deferred revenues**As at 31 December**

	2022	2021
Deferred revenues	2,451	151,864
Total	2,451	151,864

Deferred revenues are revenues received but not yet spent.

9. Incomes**For the year ended 31 December**

	2022	2021
Ministry of Finance - Kosovo	87,000	-
KOSINT	17,737	-
UNICEF	166,463	112,132
Roma Initiatives Office	13,487	18,767
Jugend Eine Welt	768	92,111
Zyra për Çështje të Komuniteteve	-	19,844
UNMIK	17,678	24,534
International Organization IOM	-	1,511
Perspectives for Children in We	1,028	1,611
Conseil de L Europe	-	5,682
MASHTI	-	6,883
Other incomes	1,043	2,926
Revenue recognition from previous year	94,513	-
Total grant income	399,716	286,000

10. Salaries expenses**For the year ended 31 December**

	2022	2021
Salaries	168,091	172,461
Total	168,091	172,461

BALKAN SUNFLOWERS KOSOVA**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 December 2022

*(All amounts in Euro)***11. Operation expenses****For the year ended 31 December**

	2022	2021
Rent	10,268	9,343
Supplies	7,859	4,276
Program expenses	119,792	33,028
Communication expenses	13,461	7,101
Office	4,202	6,004
Refreshments	10,241	13,789
Auditing	500	1,400
Transport	19,607	15,571
Staff training	5,184	521
Other operations expenses	26,327	8,105
Total operations expenses	217,439	99,138

12. Utility expenses**For the year ended 31 December**

	2022	2021
Electricity, water	1,242	3,110
Heating	1,663	1,968
Total utility expense	2,905	5,078

13. Activity expenses**For the year ended 31 December**

	2022	2021
Furniture, Equipment, Office supplies and Maintenance	8,781	6,823
Total activity expenses	8,781	6,823

14. Events after the reporting date

There are no events subsequent to the reporting date that require disclosure in the financial statements of Organization.