



## **INDEPENDENT AUDITOR'S REPORT**

**For Executive Director of**

**Internews-Kosova**

**Prishtina - Kosova**

### ***Opinion***

We have audited the financial statements of Internews Kosova, Prishtina - Kosovo, which include the statement of financial position as at December 31, 2017 and 2016, Statement of Comprehensive Income and the cash flow statement for the year then ended as well as the notes to the financial statements, including a summary of the significant accounting policies.

In our opinion, the accompanying financial statements have been prepared in all material respects, in accordance with the relevant Legislation on Accounting, Financial Reporting and Auditing in Kosovo, Law no. 03 / L-134; on the Freedom of Association in Non-Governmental Organizations; Law no. 05 / L-029; for Corporate Income Tax.

### ***The 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 Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Kosovo, and we have fulfilled our other 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.

### ***Governance and Governance Responsibilities with regard to the Financial Statements***

Management is responsible for preparing financial statements in accordance with relevant Legislation on Accounting, Financial Reporting and Auditing in Kosovo, Law no. 03/L-134; on the Freedom of Association in Non-Governmental Organizations; Law no. 05/L-029; for Corporate Income Taxes and for and for such internal control as management 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, management is responsible for assessing the Organization'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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those in charge with governance are responsible for overseeing the Organisation's financial reporting process.

*Handwritten signature or initials in blue ink.*

(amounts in EURO)

	<u>31-Dec-17</u>	<u>31-Dec-16</u>
<b>CURRENT ASSETS</b>		
Cash and bank	108,091.48	61,366.97
Receivables from Donors	-	5,795.00
	<b><u>108,091.48</u></b>	<b><u>67,161.97</u></b>
<b>FIXED ASSETS</b>		
Tangible fixed assets	8,383.03	11,921.86
	<b><u>8,385.03</u></b>	<b><u>11,921.86</u></b>
<b>TOTAL ASSETS</b>	<b><u>116,474.51</u></b>	<b><u>79,083.83</u></b>
<b>LIABILITIES AND FUND BALANCE</b>		
Payables	-	-
Net Current Assets	108,091.48	67,161.97
Capital Fund	8,383.03	11,921.86
Fund balance (Net Assets)	<b><u>116,474.51</u></b>	<b><u>79,083.83</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b><u>116,474.51</u></b>	<b><u>79,083.83</u></b>

The statement of sources and uses of funds is to be read in conjunction with the notes set out on pages 4 to 13 and forming part of the financial statements.

Authorised for issue by the management on 17/04/2018

Mr. Faik Ispahiu

Yllka Hoxha

  
Executive Director



  
Financial Officer

(amounts in EURO)

	<u>Year 2017</u>	<u>Year 2016</u>
<b>REVENUE - GRANT FUNDING</b>		
Project grants	344,038.56	354,008.66
Rent Income	16,000.00	22,100.00
<b>Total of Revenue</b>	<b>360,038.56</b>	<b>376,108.66</b>
<b>EXPENDITURES</b>		
Projects expense	(310,951.74)	(325,771.32)
Equipment	(1,800.00)	(7,951.13)
Administrative expenses	(47,286.82)	(42,386.21)
<b>Total Expenditures</b>	<b>(360,038.56)</b>	<b>(376,108.66)</b>
<b>EXCESS OF GRANT FUNDS OVER EXPENDITURES</b>	<b>0.00</b>	<b>0.00</b>
<b>OTHER INCOME &amp; EXPENDITURE</b>		
Plus: Equipment additions during the year	1,800.00	7,951.13
Less: Depreciation	(5,338.83)	(5,176.93)
<b>Total Other Income &amp; Expenditure</b>	<b>(3,538.83)</b>	<b>2,774.20</b>
<b>EXCESS OF INCOME/(EXPENDITURE) FOR THE YEAR</b>	<b>(3,538.83)</b>	<b>2,774.20</b>

sh

(amounts in EURO)

	<u>31-Dec-17</u>	<u>31-Dec-16</u>
<b>OPERATING ACTIVITIES</b>		
Net Income	(3,538.83)	2,774.20
<i>Adjustments to reconcile Net Income</i>		
· Depreciation	5,338.83	5,176.93
· Advance payment	-	7,186.01
· Accounts Receivable	(5,795.00)	(2,154.96)
· Accounts Payable	-	(17,488.88)
· Project Funds	52,519.51	(2,915.85)
<b>Net cash provided by Operating Activities</b>	<b>48,524.51</b>	<b>(7,422.55)</b>
<b>INVESTING ACTIVITIES</b>		
· Furniture and Equipment	(1,800.00)	(7,951.13)
<b>Net cash provided by Investing Activities</b>	<b>(1,800.00)</b>	<b>(7,951.13)</b>
<b>Net cash increase for period</b>	<b>46,724.51</b>	<b>(15,373.68)</b>
Cash at beginning of period	61,366.97	76,740.65
<b>CASH AT END OF PERIOD</b>	<b>108,091.48</b>	<b>61,366.97</b>

eh