

INDEPENDENT AUDIT'S REPORT AND
FINANCIAL STATEMENTS
For the year then ended at 31 December 2023

NGO "NEVO KONCEPTI"

PRIZREN, KOSOVO

April, 2024

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INDEPENDENT AUDIT'S REPORT

To the: Management of NGO "NEVO KONCEPTI" – Prizren

Opinion

We have audited the financial statements of NGO "NEVO KONCEPTI", which comprise the statement of financial position as at December 31, 2023, the statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of NGO "NEVO KONCEPTI" as at 31 December 2023, of its financial performance and cash flows for the year then ended in accordance with the financial reporting as described in notes 2.1 of this report

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 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 Matters

The financial statements of the NGO "NEVO KONCEPTI" for the year ended on December 31st, 2022, have been audited by another auditor who expressed an unmodified opinion in their report dated on March 28, 2023.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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 Company's ability to continue as a 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 charged with governance are responsible for overseeing the Company'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 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As a part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risk of material misstatements 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 Company 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 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 Company'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 Company 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 management 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.

HLB Audit Kosovo

Saibe Karabuxhaku, Statutory Auditor

24.04.2024



NGO "NEVO KONCEPTI" - PRIZREN

Statement of Financial Position – Balance Sheet for the year ended at 31 December 2023

ASSETS	Notes	2023	2022
		Euro	Euro
Current assets			
Cash and cash equivalents	4	47,740	5,489
Prepayments and other assets	5		75
Total current assets		47,740	5,564
Non current assets			
Total non current assets		-	-
TOTAL ASSETS		47,740	5,564
LIABILITIES AND FUNDS			
Current liabilities			
Accounts payable and other liabilities	6	1,517	1,370
Total current liabilities		1,517	1,370
Non current liabilities			
Total non current liabilities		-	-
TOTAL LIABILITIES		1,517	1,370
FUNDS			
Accumulated excess of income		4,194	5,107
Net excess from income statement		43,546	(913)
Funds returned		(1,517)	
Total funds	7	46,223	4,194
TOTAL LIABILITIES AND FUNDS		47,740	5,564

The financial statements were compiled by the staff of the NGO, approved on 10.03.2023 and signed by its Management.

Approved by:
Osman Osmani



Prepared by:

[Signature] 02-112/2022

NGO "NEVO KONCEPTI"-PRIZREN

Statement of Comprehensive Income for the year ended at 31 December 2023

Revenue	Notes	2023	2022
		Euro	Euro
Income from grants and donations		177,159	215,116
Other income		3,163	3
Total revenue	8	180,322	215,119
EXPENSES			
Program expenses			
Gross salaries and benefits		18,549	53,380
Program expenses		34,144	71,011
Total program expenses	9	52,693	124,391
Management and Administration			
Gross salaries and benefits		69,268	87,549
Operating expenses		9,749	3,953
Total Management expenses	10	84,083	91,502
Other expenses	11	5,066	139
Total other expenses		-	139
TOTAL EXPENSES		136,776	216,032
Net increase / decrease from operations		43,546	(913)
Income tax expenses		-	-
Net increase / decrease of funds of the year		43,546	(913)
Net increase / decrease of funds from previous years		4,194	5,107
Funds returned			
ACCUMULATED EXCESS OF FUNDS	7	47,740	4,194

NGO "NEVO KONCEPTI"-PRIZREN

Statement of Changes in Funds for the year ended at 31 December 2023

	Initial Funds	Accumulated Funds	Rezerves	Total
	€	€	€	€
Statement at 01 January 2022		5,107	-	5,107
Net increase / decrease from operations		(913)		(913)
Statement at 31 December 2022		4,194		4,194
Net increase / decrease from operations		43,546		43,546
Statement at 31 December 2023		47,740		47,740

NGO "NEVO KONCEPTI"-PRIZREN

Statement of Cash Flows for the year ended at 31 December 2023

	Notes	31 December 2023 €	31 December 2022 €
Excess of the year		43,564	(913)
<i>Adjustments for non-cash items</i>			
Depreciation of Property, plant and equipment	7		
Changes in operating assets and liabilities			
(Increase) / decrease in prepaid accounts		75	(75)
Increase / (decrease) in trade payables and others	8	147	1,370
Net cash from operating activities		222	382
Cash flow from investing activities			
Net cash from investing activities		-	-
Financial activities			
Returned funds		(1,517)	
Net cash from financial activities		(1,517)	
Net cash flow for the year		42,251	382
Cash and cash equivalents at the beginning of the year	4	5,489	5,107
Cash and cash equivalents at the end of the year	4	47,740	5,489

1. GENERAL INFORMATION

NGO "NEVO KONCEPTI – NVK" was established as non-governmental organization, under Law No.06/L-043 on Freedom of Association in Non-Governmental Organizations in the Republic of Kosovo, founded on November 26, 2014, as a continuation of the many activities of Roma activists since the war. The founders of the organization are Roma intellectuals, who for many years have been engaged in various ways and have contributed to the strengthening and progress of the Roma situation in different parts of Kosovo, initially including Prizren, Gjakova, Ferizaj, Peja, Rahovec , Fushë Kosova, and Suhareka, then continuing throughout the country together with partners of non-majority organizations.

Address: Str. Adnan Krasniqi 149 entry II/8, Prizren

Director of NGO Board: Daut Qylaxhi

Authorized Representative: Osman Osmani, Director

Mission of "NEVO KONCEPTI":

Organization is constituted for the following purposes:

Improve the situation of RAE (Roma, Ashkali and Egyptian) communities in the field of education and other areas that affect their well-being through community awareness raising, capacity building and advocacy activities, with the priority of integrating children of the communities concerned into the teaching process.

Projects of "NEVO KONCEPTI"

" Empowering the vulnerable communities of Kosovo through better and equal acces to the labor market "

The duration of the project is from 01.10.2023 to 30.09.2026.

- The aim of the project is to empower girls and boys from the Roma, Ashkali and Egyptian communities by supporting the development of knowledge, skills and opportunities necessary for a successful transition to adulthood and dignified stable work.
- The project is financed by the Austrian Development Agency with the funds of the Austrian Development Cooperation with financial participation from Save the Children and is implemented by the NGO Nevo Koncepti.

"Promotion and Realization of the Rights of Roma in Kosovo and Albania" is a project implemented by Kosovo Foundation for Open Society (KFOS), Nevo Koncepti (NVK)/Kosova, and Social Justice (SJ)/ Albania, in partnership with Karl Kubel Stiftung (KKS), and with the financial support of German Ministry for Economic Cooperation and Development (BMZ).

Duration of the project: 01.11.2023 – 30.04.2027

The project has four goals:

**Improving the school inclusion and education of Roma children.*

**Improving labour market integration.*

**Improving access to health care for Roma.*

**Improving evidence-based policy design, implementation and evaluation.*

"Prevention of Dropout, Improvement of School Continuity, and Enhancement of Success of Students with Learning Difficulties from the Communities of Roma, Ashkali, and Egyptian through Support with Supplementary Hours and Educational Support Activities", is funded by the Ministry of Education, Science, Technology, and Innovation.

Project duration: 01.09.2023 to 30.06.2024

The project aims to directly impact the students of the Roma, Ashkali, and Egyptian communities by improving continuity, preventing dropout, raising the success of students with learning difficulties, socializing children, and raising parents' awareness of children's education. The target group of the project includes students from grades I to IX. Supplementary teaching takes place in three school-based centers: Lekë Dukagjini, Mati Logoreci in Prizren, and Dy Dëshmoret in Pirane.

"Governance of Children's Rights"

Project duration: 01.06.2022 – 31.12.2026

The "Governance of Children's Rights" is a project implemented by Nevo Koncepti in partnership with Save the Children Kosovo and financed by the Swedish Agency for International Development Cooperation (Sida). The project aims to advocate for children's rights and increase children's participation in decision-making at the local level during policy development and event organization by the Municipality of Prizren through the establishment of the Municipal Children's Assembly at the municipality level from 13 elementary schools in the municipality of Prizren.

Partners:

Save the Children Kosovo, Karl Kübel Stiftung für (KKS), (Kosovo Foundation for Open Society) (KFOS), Ministry of Education, Science, Technology, and Innovation.

2. ACCOUNTING POLICIES

2.1 Bases of preparation

The financial statements have been prepared in accordance with the accounting and financial reporting standards applicable in the Republic of Kosovo and in compliance with Law No.06/L-043 that are currently in force in the Republic of Kosovo as well as on the basis of the accounting defined in the agreement with the donors, including budgeting. The financial statements have been prepared on the basis of historical cost and the moderate cash basis, where as income of the period are recognized only the revenues spent for that period and not when they are received, while expenses are recognized when they are paid and not when they occur. Modification of the cash basis is made only for accumulated expenses at the end of the reporting period.

(a) Basis of measurement

The financial statements have been prepared based on historical cost.

(b) Functional and reporting currency

The financial statements are presented in €, which is the functional currency of the Republic of Kosovo.

(c) Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, revenues, and expenses. Actual results may differ from these assumptions.

Estimates and assumptions are continuously reviewed. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in future periods if affected.

The accounting policies mentioned below have been consistently applied in all periods presented in these financial statements.

3. Summary of accounting policies

(a) Changes in accounting policies

There have been no changes in accounting policies in the years presented.

(b) Transactions in foreign currencies

Transactions in foreign currencies are converted into the functional currency at the exchange rate on the transaction date. Monetary assets and liabilities in foreign currencies are translated into the functional currency at the exchange rate on the reporting date.

Monetary assets and their equivalents

Monetary assets and their equivalents include cash on hand, current account balances with banks, and short-term bank deposits. For cash flow statement purposes, cash on hand and banks also include deposits held as collateral by banks with a maturity of less than three months from the original date.

Accounts payable and other payables

Accounts payable are presented at fair value and subsequently at amortized cost.

4. CASH AND CASH EQUIVALENTS

	31.12.2023	31.12.2022
Petty cash		-
ADA 150-020500016373-85	45	
150-020500019825-11 SIDA	36	
150-020500015887-88	5,171	
150-020500018356-53 MASHT (MEST)	3,001	
150-020010056048-96 KKS	35,293	
Total Bank	47,740	5,489

5. OTHER PREPAYMENTS

	31.12.2023	31.12.2022
Prepayments	-	75
TOTAL	-	75

The company has not recognized any impairment losses against trade receivables.

6. ACCOUNTS PAYABLE AND OTHERS

	31.12.2023	31.12.2022
Accounts payable	1,517	1,370
TOTAL	1,517	1,370

7. FUNDS

Funds	31.12.2023	31.12.2022
Net increase / decrease of funds from previous years	4,194	5,107
Net increase / decrease of funds from following periods	43,546	(913)
Returned to donors		-
Total	47,740	4,194

8. REVENUES

	For the year ended at 31.12.2023	For the year ended at 31.12.2022
Revenues from projects		
REACH II	40,158	-
Prospect 3	5,962	-
SIDA	54,085	-
ADA	5,860	-
KKS/P7414	6,682	-
VoRAE	10,464	-
MASHT (MEST)	53,949	-
Other income	3,163	-
Total	180,322	215,119

9. PROGRAM EXPENSES

	For the year ended at 31.12.2023	For the year ended at 31.12.2022
Gross salaries and benefits	18,549	53,380
Program expenses	34,144	71,011
Total	52,693	124,391

10. ADMINISTRATION AND MANAGEMENT EXPENSES

	For the year ended at 31.12.2023	For the year ended at 31.12.2022
Gross salaries and benefits	69,268	87,549
Operation expenses	9,749	3,953
Total	79,017	91,502

11. OTHER EXPENSES

	For the year ended at 31.12.2023	For the year ended at 31.12.2022
Other expenses	5,066	-
Total	5,066	-

12. Approval of Financial Statements

The financial statements have been approved by management and authorized for publication on 20.03.2024.