

Organization for democracy, anticorruption and dignity- Cohu

Agencija Pristina
Lisinskih
Dr. Milica
11000 Pristina
Tel: +377 44 364 451

FINANCIAL STATEMENTS WITH INDEPENDENT AUDITORS REPORT

For the year ended 31 December 2008

12 FEBRUARY 2009

To the management of Cohu

We have audited financial statements, revenue and budget expenses of Organization for democracy, anticorruption and dignity-Cohu in Pristina, Kosovo for the year ended 31 December 2007 expressed in EUR. These financial statements and supplementary financial data are the responsibility of the organization's management. Our responsibility is to express an opinion on the above-mentioned financial information based on our audit.

We conducted our audit in accordance with International Standards on Auditing (ISAs). These standards require that we plan and perform the audit to obtain reasonable assurance about whether the reporting items are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the reporting items. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the proper accounting and reporting of the data on the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial information present fairly, in all material respects, the financial position of the Organization for democracy, anticorruption and dignity-Cohu for the year ended 31 December 2007, and the results of operations for the year then ended in accordance with the accounting principles and standards applied and relevant laws of Kosovo.

**Prishtine
February 2008**

Aaron Muzaj
Licensed Auditor

Prishtina



Agron Mustafa
Licenced Auditor
Rr."Selim Berisha" nr.5
10000,Prishtine
Tel:+377 44 163 452

Independent Auditors' Opinion

12 FEBRUARY 2009

To the management of Cohu

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In our opinion, the financial information present fairly, in all material respects, the financial position of the Organization as at 31 December 2008, and the results of operations for the year then ended in accordance with contractual agreements signed with donors and relevant laws of Kosovo.

Agron Mustafa
Licensed Auditor
Prishtina



Organization for democracy, anticorruption and dignity- Cohu

BALANCE SHEET
As at 31 December 2008

Assets

| | |
|--------------------|-----------|
| Cash | 14,155.86 |
| Account Receivable | |
| Note Receivable | |
| Inventory | |
| Investments | |
| Securities | |

| | |
|-------------------------------|----------|
| Land, buildings and equipment | 7,909.09 |
|-------------------------------|----------|

| | |
|---------------------|------------------|
| Total assets | 22,064.95 |
|---------------------|------------------|

Liabilities and Funds Balance

Accounts Payable
Grants Payable

| | |
|-----------------------------------|----------|
| Deferred Income | 3,596.12 |
| Mortgages and other notes payable | |
| Other Liabilities | |

| | |
|--------------------------|-----------------|
| Total liabilities | 3,596.12 |
|--------------------------|-----------------|

Fund Balance

Fund Balance as of

| | |
|------------|-----------|
| 01.01.2008 | 19,945.23 |
|------------|-----------|

| | |
|-------------------------------|------------|
| Excess(from Income statement) | (1,476.40) |
|-------------------------------|------------|

| | |
|----------------------|------------------|
| Total Balance | 18,468.83 |
|----------------------|------------------|

| | |
|--------------------------------------------|------------------|
| Total liabilities and funds balance | 22,064.95 |
|--------------------------------------------|------------------|

Organization for democracy, anticorruption and dignity- Cohu

INCOME STATEMENT
For the period ended 31 December 2008

Revenue

| | |
|---------------------------------------------------|-----------|
| Contribution, gifts, or grants | 96,184.23 |
| Fees and revenues from economic activities | |
| Dues | |
| Dividends and interest | |
| Rents | |
| Other Investment income | |
| Sale of assets(less costs of sale) | |
| Special Event Revenue | |
| Gross sales of inventory(less cost of goods sold) | |
| Other revenue | |

Total Revenue **96,184.23**

| | |
|-------------------------------|-----------|
| Program Services | 78,128.50 |
| Management and Administration | 14,649.10 |
| Other expenses | 4,883.03 |

Total Expenses **97,660.63**

Net Income from Operations **(1,476.40)**

Taxes

Net Income **(1,476.40)**

Organization for democracy, anticorruption and dignity- Cohu

1. Introduction

Organization for democracy, anticorruption and dignity-Cohu is registered as a non-governmental and non-profit Organization under the UNMIK regulation 1999/22, number 5200131-5 with head office in Prishtina.

2. Specific objectives of the organization

- Raising awareness for anti-corruption through media campaign
- Improvement of implementation of the law on access in official documents in Kosovo
- Strengthening of cooperation with Anti-corruption Agency
- Capacity building of the Organization and strengthening of anti corruption coalition

3. Confirmation of costs

The costs have been accounted for and documented sufficiently according to donor requirements and applicable regulations of Kosovo.

The account of the Organizations are kept following the accounts principle; taxes and other incurring payment obligations have been calculated along with payments and are included in the above figure, regardless of whether payment has taken place within the time interval specified above. All such calculations have been made whenever required by local legislation.

Organization for democracy, anticorruption and dignity- Cohu

2. Statement of Significant Accounting Policies

A) General Accounting Principle

For the purposes of financial recording, the Organization uses the combined accrual and cash method of accounting for the reporting the receipt and disbursement of funds. Under this method of reporting of financial transactions, the Organization record most of its transactions on a cash basis of accounting.

B) Summary of Accounting Policies

Foreign Currency Transactions

Reimbursements to the NGO are made in Euros. All financial reports issued by Cohu are expressed in Euros.

Deferred Income

Deferred Income is that income/donation for which the cash has been collected by the organization, but have been yet spent. Consequently this liability occurs when the Organization receives payment in advance for a project to be implemented in future.

Program Expenses

Activities related to specific projects have been specified as program expenses in the income statement.

Organization for democracy, anticorruption and dignity- Cohu

Taxation

Organization for democracy, anticorruption and dignity – Cohu is a NGO with public benefit status and all received donations in the reporting year have been implemented into humanitarian purposes. According to “UNMIK Regulation No.2004/51 on Corporate Income Tax “ , NGO’s with public status whose total income was used for their public benefit purposes will have a 0 rate of taxable profit.

Organization for democracy, anticorruption and dignity- Cohu

Notes to the Financial Statements

| | | |
|----------------------------|--|------------------|
| | | In Euro |
| 1.Cash | | As at 31.12.2008 |
| Cash box -Prishtina office | | 2,904.43 |
| Cash at bank | | <u>11,251.43</u> |
| Total of the Cash Accounts | | 14,155.86 |

The Organization funds are disbursed in the bank account in Prishtina and they follow the policy that each donor has separate bank account.

2.Land, Building and Equipment

| Fixed assets | Cars | El.equip.IT | Furniture | Total |
|----------------------------|-----------------|---------------|---------------|-----------------|
| Acquisitions 2008 | 8,015.50 | 939.61 | 430.38 | 9,385.49 |
| Depreciation 2008 | 1,202.32 | 188.00 | 86.08 | 1,476.40 |
| Net book value 2008 | 6,813.18 | 751.61 | 344.30 | 7,909.09 |

The value of fixed assets at the end of period was 7,909.09. It is the policy of the organization to charge depreciation for fixed assets at the rate of 15% straight line method for cars and 20% for equipment and furniture.

3.Deferred Income

| | |
|-----------------|------------------|
| | In Euro |
| | As at 31.12.2008 |
| Deferred Income | <u>3,596.12</u> |

Deferred Income relates to the amount of net fixed assets and funds which were received by the Organization for specific projects but were not spent yet.

4. Contribution , Gifts and Grants

| | |
|---------------|------------------|
| SAR | 3,092.91 |
| NED | 7,942.31 |
| ATRC | 2,063.99 |
| ACIR | 23,726.00 |
| KFOS | 371.00 |
| OSI | 25,714.29 |
| FRONT LINE | 4,460.00 |
| KFOS | 9,720.00 |
| OTHER | 7,842.79 |
| Total: | 84,933.29 |

The income from donations and contributions represents only income recognized as revenue on the statement. The balance of 19,180.28 is recoded as deferred income.

5. Expenses by project -for the period ending 31.12.2008

| <u>NED</u> | <u>EURO</u> |
|----------------------------|-------------|
| Salaries | 4,918.62 |
| Space and Utilities | 1,953.20 |
| Supplies and Equipment | 602.37 |
| Communications and Postage | 75.00 |
| Travel and Per Diem | 20.00 |
| Contractual Services | 495.00 |
| Other Direct Costs | 44.80 |

| | |
|---------------------------|-----------------|
| Total Expenditures | 8,108.99 |
|---------------------------|-----------------|

| | |
|------------|-------------|
| SAR | EURO |
|------------|-------------|

| | |
|------------------------------|----------|
| Salaries | 1,394.34 |
| Supplies & Equipment | 589.48 |
| Communication & Postage | 458.92 |
| Travel Per-Diem | 1,301.37 |
| Contractual Services | 274.40 |
| Benefit Taxes and Allowances | 397.54 |
| Other Direct Cost | 279.12 |

| | |
|---------------------------|-----------------|
| Total Expenditures | 4,695.17 |
|---------------------------|-----------------|

| | |
|-------------|-------------|
| KFOS | EURO |
|-------------|-------------|

| | |
|---------------------------------------|----------|
| Personnel | 7,039.06 |
| Equipment | 500.00 |
| Rent | 1,200.00 |
| Office supplies | 180.70 |
| Communications(Telephon and Internet) | 300.00 |
| Local transport | 238.60 |
| Publication | 138.20 |
| Hall Rent for Round Table | 102.00 |
| Coffee brake | 7.00 |

| | |
|---------------------------|-----------------|
| Total Expenditures | 9,705.56 |
|---------------------------|-----------------|

| | |
|--------------------|-------------|
| FRONT LINES | EURO |
|--------------------|-------------|

| | |
|--------------|----------|
| Alarm system | 4,516.05 |
|--------------|----------|

| OSI | EURO |
|---------------------------------|------------------|
| Director | 6,351.40 |
| Head of Office Public Companies | 1,999.14 |
| Research Assistant | 3,857.92 |
| Head of Office Democratization | 5,859.87 |
| Project Assistant Networking | 3,225.55 |
| Rent | 3,041.12 |
| Office Supplies/Utilities | 519.30 |
| Campaign brochures/ leaflets | 135.00 |
| Researcher | 80.00 |
| Analyst | 252.13 |
| Feul | 265.00 |
| Discuss | 36.69 |
| Total Expenditures | 25,623.12 |

| SHC | EURO |
|-----------------|-------------|
| Project Manager | 8,680.33 |
| Legal Adviser | 3,608.98 |
| Computer | 915.88 |
| Scanner | 75.00 |
| Printer | 110.01 |
| Heater | 71.50 |
| USB wireless | 70.00 |
| Rent | 1,664.00 |

| | |
|----------------------------|------------------|
| Postage | 233.89 |
| Office Supplies | 543.67 |
| Service and Maintenance | 188.00 |
| Utiliteses | 163.30 |
| Out-of-town travel | 756.85 |
| Mobil Phone Expenses | 486.00 |
| Feul | 118.50 |
| Materials | 49.80 |
| Honoraria for Interpreters | 100.00 |
| Hall and drinks | 237.50 |
| Total Expenditures | 18,073.21 |

ATRC

| | |
|-----------------------------|-----------------|
| Salaries | 1,035.00 |
| Saving Pensions Collection | 180.00 |
| Tax Administration Revenues | 157.50 |
| Audit | 500.00 |
| Web page -publishing | 1,900.00 |
| Bank Charges | 6.00 |
| Office supplies | 147.10 |
| Diesel | 70.90 |
| Telecommunication | 130.00 |
| | 4,126.50 |

FKShH

| | |
|-----------------------------|-----------------|
| Salaries | 5,273.00 |
| Tax Administration Revenues | 1,576.95 |
| Audit | 200.00 |
| Saving Pensions Collection | 999.00 |
| Bank fees | 16.00 |
| Web page | 200.00 |
| Other Expenses | 1,550.00 |
| | 9,814.95 |

BTD

| | |
|-----------------------------|-----------------|
| Project Manager | 3,532.00 |
| Tax Administration Revenues | 301.50 |
| Saving Pensions Collection | 450.00 |
| Bank fees | 15.00 |
| Other Expenses | 250.00 |
| Retourn of funds | 2,101.48 |
| | 6,649.98 |

EAST-EAST

| | |
|-------------|-----------------|
| Round Table | 1,861.70 |
| Other costs | 3,000.00 |
| Bank fees | 9.00 |
| | 4,870.70 |



Republika e Kosovës
Republika Kosovo-Republic of Kosovo
Qeveria - Vlada - Government
MINISTRIA PËR EKONOMI DHE FINANCA/MINISTARTVO ZA PRIVREDU I FINANSIJE
MINISTRY OF ECONOMY AND FINANCE

BK RF Bordi Kosovar mbi Standardet per Raportim Financiar
KB FI Kosovski Bord za Standarde Finansijskog Izvestavanja
KB FR Kosovo Board on Standards for Financial Reporting

CERTIFIKATË E PRAKTIKËS

Kjo Çertifikatë verteteton se

PRACTICNO UVERENJE

Ova Uverenja potvrđuje da je
Nr. 16

PRACTICING CERTIFICATE

This Certificate is to confirm that

Agron Mustafa

Më 17.11.2008 është certifikuar si Auditor ligjor në përputhje me nenin 7 paragrafi 3 i Rregullores Nr.2001/30 të UNMIK-ut dhe UA 2008/03
Mbojësiti të kësaj çertifikate i ipen të gjitha të drejtat për të kryer auditime siq parashihet me Rregullore dhe mban titullin Auditor Ligjor..

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Was on 17.11.2008 licensed as an Auditor in accordance with Section 7 paragraph 3 of the Regulation No.2001/30. and AU 2008/03 The holder of
this licenc is hereby granted all rights to conduct audits envisioned in the Regulation and is entitled to Statutory Auditor

Drejtor Administrativ
Administrativni Direktor
Administrative Director

Famir Gashi
Kryesues i Bordit
Predsedavajući Borda
Chairman of the Bord

