

ARTPOLIS

Independent Auditor's Report and Financial Statements

At and for the year ended 31 December 2024

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INDEPENDENT AUDITORS REPORT

To the Management of the ARTPOLIS

Opinion

We have audited financial statements of "Arpolis" (the Organization), which comprises the statement of financial position as at 31 December 2024, and the income statement, statement of changes in fund balance and cash flow statement for the years 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, 2024 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.

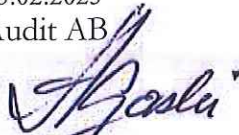
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout audit.

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.

Prishtinë,
25.02.2025
Audit AB


Afërditë Çarkaxhiu Gashi
Statutory Auditor



ARTPOLIS

STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(All amounts in Euro)

As at 31 December		2024	2023
	<i>Note</i>		
Assets			
Cash and cash equivalents	4	101,241	97,833
Receivables	5	10,323	6,784
Total Current assets		111,564	104,617
Property and equipment	6	2,335	3,101
Total non-current assets		2,335	3,101
Total Assets		113,899	107,718
Liabilities and fund balance			
Deferred revenue		109,905	101,337
Payables	7	3,994	6,383
Total current liabilities		113,899	107,719
Fund balance			
Balance as at 01 January			
Net (deficit)/surplus for the year			
Total balance fund			
Total liabilities and fund balance		113,899	107,719

These statements were approved on 15 January 2025 by:


Zana Hoxha
Executive Director


Donarta Limanaj
Finance Manager



Artpolis

STATEMENT OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2024

(All amounts in Euro)

For the year ended 31 December		2024	2023
	<i>Notes</i>		
I. Incomes			
Income from grants	8	526,065	591,610
Total Income (I)		526,065	591,610
II. Expenses			
Payroll expenses	9	187,423	297,467
Operational expenses	9	334,958	289,377
Depreciation	6	3,685	4766
Total Expenses (II)		526,065	591,610
Surplus/(Deficit) of the year (I-II)		-	-

ARTPOLIS

STATEMENT OF CASH FLOW

For the year ended 31 December 2024

(All amounts in Euro)

For the year ended December 31,		2024	2023
Net profit for the year before income tax	<i>Notes</i>		
<i>Adjustments for:</i>			
Depreciation	6	3,685	4,766
Changes in working capital			
(Increase) in trade receivables	5	(3,538)	14,509
Increase in deferred revenues		8,570	(6,475)
Increase in trade and other payables	7	(2,389)	(2,150)
		6,327	10,650
Income tax paid		-	-
Net cash flow used in operating activities		6,327	10,650
INVESTING ACTIVITIES			
Additions in fixed assets		(2,919)	
Net cash used in investing activities		(2,919)	
FINANCING ACTIVITIES			
Net cash used in financing activities			
Net increase in cash and cash equivalents during the year		3,408	10,650
Cash and cash equivalents, beginning of the year	4	97,833	87,184
Cash and cash equivalents, end of the year	4	101,241	97,833

ARTPOLIS
Notes to Financial Report
For the period 01 January 2024 – 31 December 2024
(All amounts in Euro)

1. Background

ARTPOLIS is a Kosovo-based NGO that promotes culture, arts and multiethnic co-existence through social dialogue and use of theatre as a tool for promoting diversity and social change. Founded in 2004, its primary mission is to enhance cultural and social development by using art as a tool for community empowerment.

Artpolis is the Founder and Organizer of FEMART Festival – The First Women Artists and Activist Festival in Kosovo organized during 2013-2015.

Artpolis has an extensive experience of working with youth and on youth issues with Theatre-Based Education, tackling Gender-Based violence through various UNFPA, KTK, UNKT projects; Excellent knowledge and significant skills in prevention and response using relevant experience for developing training and theatre-based education activities with focus young people and young vulnerable groups;

Proven expertise on development of theatre-based education activities with young people in focus;

Proven training and /or educational skills; Artpolis has 4 certified trainers on THBE and has extensively worked in promoting human rights especially the prevention of GBV by using theater as a tool.

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2. Basis for presentation

The financial statements have been prepared in accordance with the requirements of Law no. 06/L-043 on Freedom of Association in Non-Governmental Organizations for the purpose of reporting to the NGO Regulatory Office.

Revenues from grants are recognized when earned rather than when received and expenses are recognized when incurred rather than when paid.

In addition, deferred grant liability, accrued and other payables are recorded under the accrual basis of accounting. The significant accounting policies are described below.

ARTPOLIS
Notes to Financial Report
For the period 01 January 2024 – 31 December 2024
(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 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.

3.5 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 Office equipment

Artpolis uses straight line depreciation, where the cost of a fixed asset is spread in equal amounts over its estimated useful life. The rates of amortization are as below:

	Rates
Vehicles	10% and 20%
Office equipment	20%
Software	20%

ARTPOLIS
Notes to Financial Report
For the period 01 January 2024 – 31 December 2024
(All amounts in Euro)

4. Cash and cash equivalents

	As at December 31, 2024	As at December 31, 2023
Cash at bank	100,394	97,833
Cash on hand	847	
Total	101,241	97,833

5. Receivables

	As at December 31, 2024	As at December 31, 2023
Account receivables	10,323	6,784
Total	10,323	6,784

6. Vehicles and office equipment

	Vehicles	Office equipment	Total
<i>Cost</i>			
Balance as of January 01, 2023	15,500	7,414	22,914
Additions	-	-	-
Balance as of December 31, 2023	15,500	7,414	22,914
<i>Accumulated depreciation</i>			
Balance as of January 01, 2023	9,299	3,986	13,285
Charge for the period	3,100	1,666	4,766
Balance as of December 31, 2023	12,399	5,652	18,051
Net book value as of December 31, 2023	6,202	1,666	7,868
Net book value as of December 31, 2023	3,101		3,101
Balance as of January 01, 2024	15,500		15,500
Additions		2,919	-
Balance as of December 31, 2024	15,500	2,919	18,420
<i>Accumulated depreciation</i>			
Balance as of January 01, 2023	12,399		18,051
Charge for the period	3,101	584	3,685
Balance as of December 31, 2023	15,500	584	21,736
Net book value as of December 31, 2023	3,101	584	3,685
Net book value as of December 31, 2024	(0)	2,334	2,334

ARTPOLIS
Notes to Financial Report
For the period 01 January 2024 – 31 December 2024
(All amounts in Euro)

7. Accounts payable

	As at December 31, 2024	As at December 31, 2023
Payables taxes pension rent	3,994	6,383
Total accounts payable	3,994	6,383

8. Income

	2,024	2,023
44002 · CFD	85,092	80,627
44003 · EU HLC	-	-
44005 · KTK	53,256	40,433
44007 · UNFPA	51,637	29,214
44010 · U.S Embassy of America	35,317	11,658
44011 · Komuna e Prishtines	10,000	10,000
44012 · Others	44,942	99,281
44013 · CDF	45,000	53,530
44016 · Urgent Action Fund For Women's	4,705	-
44017 · MKRS	75,000	80,000
44019 · KCSF	-	43,894
44024 · Membership income	60	126
44025 · Ambasada Franceze - FemArt	5,000	7,057
44026 · Global Albanians Foundation	-	136
44027 · Buçaj	-	4,479
44029 · Embassy of Luxembourg	10,000	-
44031 · UNFPA 2	-	39,765
44032 · EU Helsink	49,583	60,146
44033 · KBFUS	22,930	34,366
44034 · Zyra e Presidentes	5,000	-
44035 · SWISS PEACE SNIS	6,300	-
44036 · Dah Theatre	11,486	-
44037 · Hedwig Stauffer Stiftung	9,922	-
	525,230	594,712

	2024	2023
Funds received during 2024	534,633	594,712
Deferred revenues from previous years	101,337	98,235
Total funds available as of 31.12.2024	635,971	692,947
Deferred revenues for future years	(109,905)	(101,337)
Recognized revenues for the year	526,065	591,610

ARTPOLIS
Notes to Financial Report
For the period 01 January 2024 – 31 December 2024
(All amounts in Euro)

9. Program and Administrative Expenses

	31-Dec-24	31-Dec-23
Salary expenses	187,423	297,467
Administrative expenses	334,958	289,377
Depreciation expenses	3,685	4,766
	526,065	591,610

	31-Dec-24	31-Dec-23
Program Expenses	189,010	131,589
Other operational expenses	27,808	43,860
Administrativ expenses	34,611	37,923
Travel Expenses	35,470	31,240
Rent	25,486	17,489
Refreshments	13,044	12,567
Office expenses	2,082	8,536
Utilities	2,985	2,459
Maintenance expenses	3,301	2,320
Comunication expenses	1,161	1,393
	334,958	289,377

10. Events after the reporting date

There are no significant events after the reporting date that would require disclosure in the company's financial statements.

Audit AB

Consulting

Auditing, Accounting,