KOSOVA – WOMEN 4 WOMEN ("KW4W")

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

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ABREVIATIONS:

KW4W – Kosova Woman for Women

ADA - Austrian development agency

ABGJ - Agjensioni për barazi gjinore

UNTF - United Nation Trust Fund

UNW - UN Women

Swiss -Swiss Cooperation office

EASME- Executive Agency for Small and Medium-sized Enterprises

Cartier - Cartier Philanthropy

MClain - Mclain Foundation

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SPECIAL PURPOSE INDEPENDENT AUDITOR'S REPORT

To: KOSOVA – WOMEN 4 WOMEN ("KW4W") management

Opinion

We have audited financial statements of KW4W 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.
13 March 2023

KOSOVA – WOMEN 4 WOMEN

STATEMENT OF FINANCIAL POSITION
As at 31 December 2022
(All amounts in Euro)

	Notes	Year ended December 31, 2022 (in EUR)	Year ended December 31, 2021 (in EUR)
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	4	337,028	360,996
Total Non-Current Assets		**337,028**	**360,996**
Current Assets			
Cash and Cash Equivalents	5	401,636	336,910
Other Receivables	6	3,942	7,329
Total Currents Assets		**405,579**	**344,239**
TOTAL ASSETS		**742,606**	**705,235**
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	7	7,103	6,108
Other Deferred revenues	9	205,819	233,656
Deferred revenues from donations	8	396,684	332,471
Total Liabilities		**609,606**	**572,235**
Fund Balance			
Fund Balance as at 01 January		133,000	133,000
Net Surplus / (Deficit) of the year		-	-
Total Fund Balance		**133,000**	**133,000**
TOTAL LIABILITIES AND FUND BALANCE		**742,606**	**705,235**

Approved by:

Iliriana Gashi, Director

Dafina Sefa – Finance and Logistics Manager

The accompanying notes from 1 to 15 of the financial statements are an integral part of them.

KOSOVA – WOMEN 4 WOMEN

STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2022
(All amounts in Euro)

	Notes	Year ended December 31, 2022	Year ended December 31, 2021
Income			
Income through WFWI	*10*	98,074	97,252
Income from third parties	*11*	426,425	347,646
Other Income	*12*	34,687	27,129
Total Income		**559,185**	**472,026**
Expenses			
Administrative Expenses	*13*	(38,042)	(25,731)
Program Expenses	*14*	(497,175)	(422,327)
Depreciation	*4*	(23,968)	(23,968)
Total Expenses		**(559,185)**	**(472,026)**
Net Surplus / (Deficit)		-	-

The accompanying notes from 1 to 15 of the financial statements are an integral part of them.

KOSOVA - WOMEN 4 WOMEN

STATEMENT OF FUNDS BALANCE

For the year ended 31 December 2022

(All amounts in Euro)

	Funds balance	Total
As at 31 December 2020	**133,000**	**133,000**
Net Surplus/(Deficit)	-	-
As at 31 December 2021	**133,000**	**133,000**
Net Surplus / (Deficit)	-	-
As at 31 December 2022	**133,000**	**133,000**

KOSOVA - WOMEN 4 WOMEN

CASH FLOW STATEMENT
For the year ended 31 December 2022
(All amounts in Euro)

	Year ended December 31, 2022	Year ended December 31, 2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess Income of the Year	-	-
Adjustments:		
Depreciation	23,968	23,968
Operating profit before working capital changes	**23,968**	**23,968**
(Increase)/decrease in other receivables	3,387	(2,357)
Increase/(decrease) in account payables	995	(1,538)
Increase/(decrease) in deferred income	64,213	153,587
Increase/(decrease) in other deferred income	(27,837)	(21,180)
Net cash used in operating activities	**64,726**	**152,481**
CASH FLOWS FROM INVESTING ACTIVITIES		
Transfer of property, plant and equipment	-	-
Net cash generated/(used) in investing activities	**-**	**-**
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in funds balance	-	-
Net cash generated/(used) in financing activities	**-**	**-**
Net (decrease)/increase in cash and cash equivalents during the year	**64,726**	**152,481**
Cash and cash equivalents at the beginning of the year	336,910	184,430
Cash and cash equivalents at the end of the year	**401,636**	**336,910**

KOSOVO – WOMEN 4 WOMEN

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2022
(All amounts in Euro)

1. Organization

KOSOVA - WOMEN 4 WOMEN is a non-governmental and not for profit organization registered in Kosovo law on freedom of association in no-governmental organizations 06/L-043, number 5116280-3 on 02/08/2016 and has obtained public benefit status number 6001315-2 on 30/03/2021 with head office in Pristina Kosovo.

Kosova-Women 4 Women (KW4W) is a Kosovar registered NGO built on the foundation laid down by Women for Women International (WfWI). The stable situation in Kosovo and the maturity of WfWI office in Kosovo was concluded into establishing KW4W as a sustainable entity inheriting the experience, expertise and strategies of WfWI, being an affiliate of WFWI and having the royalty to use their brand. WfWI has donated to K-W4W the building called Women's Opportunity Center (WOC), built for the needs of the organization which is 1000 square meters big and serves as an office for the staff and as a training facility,
KW4W mission is to support marginalized women in Kosovo to earn and save money, improve health and well-being, influence decisions in their home and community, and connect to networks for support. Since 1999, they have provided to over 38,000 women in Kosovo the support, tools, and access to life-changing skills they need to move from poverty and exclusion to stability and self-sufficiency.
They continue to support the established associations to strengthen and grow by providing a range of tools, including technical support, communications, connectivity and shared learning, and they continue to be an example of socio-economic integration in the society. In order to achieve the mission of the organization, KW4W focuses its work on the general empowerment of women through two main areas, the social empowerment and economic empowerment of women

Through 20 years of experience KW4W has had the opportunity to work with and be funded by the Development Agencies and Embassies of Germany, USA, UK, Norway, Canada, Taiwan, SIDA, USAID, GIZ, SDC, DANIDA and many International Foundations like Cartier, Millby etc.

The overall Goal of Kosova -Women for Women for the period covered in the Strategic Plan 2017-2021 is the increase of active participation of women in the economy, decision making and empowering their role as an important agent of change and an important element of sustainable development agenda. In support of the achievement of this goal, KW4W has foreseen four programs tailored in the KW4W Strategic plan:

1. Capacity development and professional and personal development of women;
2. Combating inequalities and raising awareness against discrimination;
3. Economic Empowerment and Employment;
4. Linkages, networking and advocacy for active women participation.

2. Basis of preparation

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.
Income from grants is recognized when earned rather than received and expenses are recognized when incurred rather than when paid.
In addition, deferred grant liability, prepayments and other liabilities are recorded according to the accrual basis of accounting. The organization uses Quick Books for keeping its financial records and for financial statements preparation.

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.

4. Property, Plant and Equipment

	Land	Buildings	Office Equipment and Furniture	Vehicles	Total
COST:					
As at 01 January 2021	**133,000**	**347,839**	**3,182**	**3,742**	**487,763**
Additions during the year	-	-	-	-	-
As at 31 December 2021	**133,000**	**347,839**	**3,182**	**3,742**	**487,763**
Additions during the year	-	-	-	-	-
As at 31 December 2022	**133,000**	**347,839**	**3,182**	**3,742**	**487,763**
ACCUMULATED DEPRECIATION					
As at 01 January 2021	-	**(95,874)**	**(3,182)**	**(3,742)**	**(102,798)**
Depreciation for the year		(23,968)			(23,968)
As at 31 December 2021	-	**(119,843)**	**(3,182)**	**(3,742)**	**(126,767)**
Depreciation for the year		(23,968)			(23,968)
As at 31 December 2022	-	**(143,811)**	**(3,182)**	**(3,742)**	**(150,735)**
NET CARRYING VALUE:					
As at 31 December 2022	**133,000**	**204,028**	-	-	**337,028**
As at 31 December 2021	**133,000**	**227,996**	-	-	**360,996**

5. Cash and cash equivalents

	As at December 31, 2022	As at December 31, 2021
Cash at bank	401,438	336,703
Cash on hand	199	207
Total	**401,636**	**336,910**

6. Receivables

	As at December 31, 2022	As at December 31, 2021
Accounts receivable	3,587	5,931
Prepayments	355	1,398
Total	**3,942**	**7,329**

7. Accounts payable

	As at December 31, 2022	As at December 31, 2021
Accrued Liabilities	112	53
Accounts Payable	58	331
Other Payables	6,933	5,725
Total	**7,103**	**6,108**

8. Other deferred revenues

	As at December 31, 2022	As at December 31, 2021
Net fund payables transferred to K-W4W	843	843
PPE Transferred	354,763	354,763
Depreciation	(150,735)	(126,767)
Reserve Fund from Operation	948	4,817
Total accumulated fund balance	**205,819**	**233,656**

9. Deferred Revenues

Deferred Income	As at December 31, 2022	As at December 31, 2021
Deferred Income - GIZ	38	24,194
Deferred Income - ADA	(19,614)	188,299
Deferred Income - Grad Network	(33)	(33)
Deferred Income - UR	(733)	9
Deferred Income - E.E.E	10,507	14,184
Deferred Income - ABGJ	1	1
Deferred Income - Swiss	-	9,654
Deferred Income - Mclain	-	(806)
Deferred Income - UNTF	99,228	82,798
Deferred Income - UNW2	-	4,829
Deferred Income - Cartier 2021	18,433	5,855
Deferred Income - KW4W Rent income	1	3,487
Deferred Revenues Care Deutsch	2,815	-
Deferred revenues Tetra Tech	(6,366)	-
Deferred revenues - ADA 2	292,409	-
Total deferred income	**396,684**	**332,471**

10. Revenues through WFWI

	Year ended December 31, 2022	Year ended December 31, 2021
Cartier	77,291	72,719
Core Program HQ	20,783	9,756
Milby	-	(20)
Graduation Network	-	6,579
Mclain	-	8,218
Total income through WFWI	**98,074**	**97,252**

11. Revenues from third parties

	Year ended December 31, 2022	Year ended December 31, 2021
ADA	207,913	196,142
E.E.E.	3,741	2,155
ABGJ	-	110,000
UNTF	100,661	21,473
UNW2	47,939	13,061
SWISS	15,614	4,346
Care Deutsch	36,330	-
Tetra Tech	6,634	-
ADA 2	7,591	-
Other	-	469
Total income from third parties	**426,425**	**347,646**

12. Other revenues

	Year ended December 31, 2022	Year ended December 31, 2021
Depreciation of buildings (IAS 20, note4)	23,968	23,968
Other	10,719	3,160
Total	**34,687**	**27,129**

13. Administrative Expenses

	Year ended December 31, 2022	Year ended December 31, 2021
Rent and utilities	12,471	8,877
Other administrative costs	17,796	9,475
Travel expenses	4,210	3,222
Office Supplies	2,446	3,467
Bank charges	1,120	691
Total administration expenses	**38,042**	**25,731**

14. Program Expenses

Program Expenses	Year ended December 31, 2022	Year ended December 31, 2021
Salaries	264,138	197,610
Training	69,590	37,668
Sub-grant expenses	88,369	160,266
Travel	5,082	3,140
Program equipment and materials	15,862	5,662
Professional fees	45,374	1,703
Communication	570	6,025
Other program costs	5,648	9,595
Special events	2,542	659
Total Program Expenses	**497,175**	**422,327**

15. Events after the reporting date

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