

NGO “Sbunker”

Financial Statements

For the year ended as at December 31, 2021

and

Independent Auditor’s Report

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Independent Auditors' Report

To: The management of "Sbunker"

We have audited financial statements of 'Sbunker' (the Organization) which comprises the Statement of Financial Position as at December 31, 2021 and the Statement of Income, Statement of Changes in Net Assets for the year ended on that date, and notes to financial statements including a summary of significant accounting policies.

In our opinion, the accompanying Financial Statements of Sbunker (the organisation), for the year ended December 31, 2021 are prepared in all material respects, in accordance with generally accepted accounting policies described in the Note 3.1. and requirements of the 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 from 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 Zeka
Statutory Auditor



Baker Tilly Kosovo
Prishtina, Kosovo

 **bakertilly**
Baker Tilly Kosovo L.L.C.
Prishtinë

14 April 2022

SBUNKER
STATEMENT OF FINANCIAL POSITION
 FOR THE YEAR ENDED 31 DECEMBER 2021
 (All amounts are in Euro)

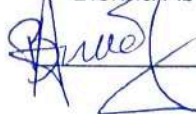
		<u>31-Dec-21</u>	<u>31-Dec-20</u>
Assets	Note		
Current assets			
Cash & cash equivalents	4	70,665	116,010
Accounts Receivable		3	750
Total current assets		<u>70,669</u>	<u>116,760</u>
Non-current assets			
Equipment		-	-
Total non-current assets		<u>-</u>	<u>-</u>
Total Assets		<u>70,669</u>	<u>116,760</u>
Liabilities			
Short term liabilities			
Tax and Payroll Liabilities		1,799	2,778
Deferred Revenues	5	68,870	113,981
Total short-term liabilities		<u>70,669</u>	<u>116,760</u>
Total Liabilities		<u>70,669</u>	<u>116,760</u>
Fund Balance			
Opening Balance			-
Unrestricted Funds			-
Total Fund Balance		<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance		<u>70,669</u>	<u>116,760</u>

This financial statements has been approved and signed on behalf of the management:

Bardhi Bakija, CEO



Blerina Abdullahu, Finance Officer



The accompanying notes 1 to 10 of the financial statements are an integral part thereof.

SBUNKER
STATEMENT OF COMPREHENSIVE INCOME
As at 31 December 2021
(All amounts are in Euro)

For the year ended as at		31-12-21	31-12-20
	Note		
Revenues			
Income from grants		166,633	159,108
Total revenues		166,633	159,108
Expenses			
Contracted Services		93,479	100,026
Facilities and Equipment		6,102	6,075
Personnel expenses		29,650	28,057
Operating expenses		9,446	6,772
Other expenses		15,648	7,156
Travel, meetings and professional expenses		12,307	11,024
Total Expenses		166,633	159,108
Surplus / (deficit) of funds for the year		-	-

The accompanying notes 1 to 10 of the financial statements are an integral part thereof.

SBUNKER
STATEMENT OF CHANGES IN NET ASSETS
For the year ended 31, December 2021
(All amounts are in Euro)

For the year ended as at	31-12-21	31-12-20
Opening balance of deferred revenues	113,981	96,486
Income from grants during the year	122,954	177,474
Expenses occurred during the year	(166,633)	(159,109)
Funds returned to donors	(1,432)	(870)
Ending balance of deferred revenues	68,870	113,981

The accompanying notes 1 to 10 of the financial statements are an integral part thereof.

SBUNKER**STATEMENT OF CASH FLOWS**

For the year ended 31, December 2021

(All amounts are in Euro)

For the year ended as at	<u>31-12-21</u> EUR	<u>31-12-20</u> EUR
Cash flow from operating activities		
Net surplus/(deficit) for the year	-	-
<i>Changes in operating assets and liabilities</i>		
Depreciation	-	-
(Increase)/Decrease in receivables	747	(750)
Increase/(Decrease) in payables	(980)	(362)
Increase/(Decrease) in payroll liabilities		
Increase/(Decrease) in deferred revenues	(45,111)	17,496
Net cash flow from operating activities	<u>(45,344)</u>	<u>16,384</u>
Cash flow from investing activities		
Additions in fixed assets		
Net cash flow from investing activities		
Net increase/(decrease)		
Cash and cash equivalents at the beginning of the year	<u>116,010</u>	<u>99,625</u>
Cash and cash equivalent at the end of the year	<u><u>70,665</u></u>	<u><u>116,010</u></u>

The accompanying notes 1 to 10 of the financial statements are an integral part thereof.

1. Introduction and general information

Sbunker (the organization) is registered on 19/01/2016 as a non-governmental and non-profit Organization under the Law No. 03/L-134 on Freedom of Associations in Non-Governmental Organizations of the Republic of Kosovo, with their office in Prishtina. Number of registration: 5200340-7.

Founders of the organization are: Agon Maliqi, Genc Salihu, Krenar Gashi and Petrit Zogaj. Legal representative of organization it is Bardhi Bakija.

The organization was established with the aim of promoting and developing critical thinking based on progressive and liberal values.

Vision of organization

"Turning Kosovo into a thriving liberal democratic society in which the public sphere is a pillar of accountability, inclusiveness and a guarantor of human rights."

Mission of organization

The mission of Sbunker is to strengthen and promote liberal democratic values in Kosovo, by influencing and shaping the public sphere through new media products.

For the year ended as at 31 December 2021 organization had approximately 20 employees (As at 31 December 2020; 34 employees).

2. Background

Sbunker is a non-governmental organization operating since January 2016. The organization has received salience with its unique nature as a pioneer of New Media formats. During a very short period, the organization established an online blog which attracted a vast number of authors, now reaching over 160, with several content categories and with over 1,000 articles published to thousands of online readers.

The blog www.sbunker.net is the main product of the Sbunker organization. It has featured high public officials, independent analysts and experts, artists and civil society activists of the country and abroad. So far, it has been able to shape debates over a number of controversial policy issues, most notably on gender equality, free speech and education.

The fast-paced growth of the organization provided with capacities to host events, organize lectures and seminars as well as foster its co-operation with other civil society organizations. In this spirit, Sbunker hosted an event with renowned Nein Quarterly's Eric Jarosinski in May 2016, discussing the identity politics in Kosovo, through satire and the New Media effect. During the same period, Sbunker expanded its media realm, as well as the wider surrounding Kosovar scene by introducing the Thematic Blogs, designed as sub-blogs within Sbunker that carry their own identity and cover a certain theme or subject.

Apart from online content, Sbunker has also entered the visual production range, by collaborating with the Open 333 product on the publication of six video-messages regarding important current affairs. Public representatives, politicians, civil society activists and professors have appeared in the series thus far.

However, most notably, Sbunker has taken a big leap out of the online realm and into field work, by co-founding the truAktiv school for critical thinking, along with Kosovo 2.0. The program offers days of lectures and blogging workshops to youngsters all around the largest centers of Kosovo, with eminent speakers and wide-range topics, including gender equality, media's role in creating stereotypes regarding minorities, art as a political tool, violent extremism, rule of law and the role of civil society. Part of this project are also movie nights and book giveaways, hosted on Wednesdays, which aim to boost critical thinking within recreational settings with students of Prishtina.

Sbunker looks to expand these initiatives countrywide, and continue pushing the movement for pluralistic and critical debate, while collaborating with a wide range of local and international civil society organizations.

SBUNKER

Notes to the financial statements

For the year ended as at 31 December 2021

(All amounts expressed in EUR)

2.1. Projects implemented during the year

- a. NED, Period of implementation: 01.11.2020 – 31.10.2022, Budget = 100,000 \$**

Fostering Open Debate through New Media

To promote democratic values and foster public debate on key political, economic, and social topics.

- b. MATRA, Period of implementation: 01.09.2019-31.08.2021, Budget = 110,512 EUR**

Truaktiv – critical thinking & human rights program for youth

This overall aim of this project is the strengthening of liberal democratic values and human rights conditions in the Kosovar society by:

1. Developing critical thinking skills of youth (ages 17-22) on social, political and human rights issues.
2. Creating a support infrastructure and a sense of community among youth in order to stimulate progressive youth engagement.

- c. NED 2019, Period of implementation: 01.07.2020- 30.06.2021, Budget = 37,000 \$**

“Promoting Democratic Values and Reforms”

To foster new policy approaches to strengthening democratic values and institutions in Southeast Europe.

- d. US Embassy, Period of implementation: 20.08.2020 -10.09.2021, Budget 27,050 \$**

“Increasing public awareness on malign foreign influence through new media content”

The goal of the program is to sustain Kosovo's commitment to democracy and the transatlantic agenda by reducing some of its vulnerabilities to malign foreign influence.

- e. RBF, Period of implementation: 29.10.2019 – 29.10.2022, Budget 80,000 \$**

Sbunker Democracy Hub

3. Statement of Significant Accounting Policies

3.1. General Accounting Principle

The organization maintains its accounting records on the modified cash basis of accounting. Accordingly, revenue is recorded when cash is received and expenses are recorded when paid. Modifications to the cash basis of accounting relate to the accounts receivable and payable which are recognized at the end of reporting period.

3.2. Basis of measurement

The Financial Statements have been prepared on the historical cost basis.

3.3. Functional and presentation currency

The Financial Statements are presented in EUR, which is the Organization's functional currency.

3.4. Income Tax

The organization is a Non-Governmental organization (NGO) whose received donations in the reporting year have been implemented for the humanitarian purposes. According to law no 06/L-105 on Corporate Income Tax, NGO's whose total income was used for their public benefit purposes are tax exempted.

3.5. Property, plant and equipment

It is organization policy to expenses property, plant and equipment acquired for the purpose of the project in accordance with donor requirements.

3.6. Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash deposited in bank.

3.7. Foreign currency transactions

Foreign currency transactions are recorded at the date of the transaction monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the end of the reporting period. Foreign currency differences arising on retranslation are recognized in profit or loss

3.8. Revenues

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the organization and the revenue can be reliably measured.

3.9. Expenses

Expenses consist of the program, administration and management expenses. Expenses are recognized when incurred.

3.10. Accounts Payable

Pension contribution, payroll taxes and other accrued liabilities, have been disposed on the financial statements as accounts payable.

3.11. Deferred Income

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

3.12. Deficit of revenues over expenses

The negative balance (deficit) is a result of donations and implemented project costs until end of the year.

3.13. Employee benefits

The Organization makes contributions for the benefit of employees to the Kosovo Pension Saving Trust (KPST). The contributions are expensed as incurred.

SBUNKER
Notes to the financial statements
For the year ended as at 31 December 2021
(All amounts expressed in EUR)

4. Cash and cash equivalents

As at 31 December	2021	2020
Pro Credit bank:		
1 · 1110339972000142	37,465	72,170
2 · 1110339972010133	28,299	24,187
3 · 1110339972020124	1,582	2,369
4 · 1110339972030115	-	1,354
6 · 1110339972050194	-	9,093
7 · 1110339972060185	3,319	6,600
Petty cash	-	236
Total	70,665	116,010

5. Tax and payroll liabilities

Tax and payroll liabilities represent tax on gross salaries and pension contributions payable at the reporting date. For the year ended as at 31 December 2021 tax and payroll liabilities are in amount of 1,799 Euro (For the year ended as at 31 December 2020; 2,778 Eur).

6. Deferred Revenues / Incomes

Donor	Balance of Deferred revenues in 2020	Transferred in 2021	Expenses 2021	Return to donors	Deferred revenues for the next period
02/21 KP Komuna Prishtinës	-	3,000	3,000	-	-
03/18 MM	-	3,000	3,000	-	-
04/18 NED	22	-	-	-	22
06/16 Sbunker	-	-	427	-	(427)
09/19 MATRA	39,880	5,452	45,351	-	(18)
09/19 USEmbassy	1,432	-	-	1,432	-
10/19 Remark	5	-	-	-	5
NED/19	2	-	-	-	2
07/20 NED	9,029	16,301	25,021	-	308
08/20 US Embassy	5,936	11,212	14,076	-	3,072
10/20 EFB	64	-	-	-	64
10/20 EFB 2	2,000	-	1,430	-	570
01/2021 EFB3	-	2,200	2,000	-	200
11/21 EFB4	-	2,350	2,220	-	130
12/2021 EFB5	-	1,600	1,350	-	250
10/2020 RBF	31,537	34,564	31,675	-	34,425
11/20 NED	23,535	42,645	36,571	-	29,609
12/2021 Metmorphosis	-	-	68	-	(68)
09/20 OSI	345	-	-	-	345
06/2020 Respublica	196	630	444	-	382
Total	113,981	122,954	166,633	1,432	68,870

7. Revenues

SBUNKER**Notes to the financial statements****For the year ended as at 31 December 2021***(All amounts expressed in EUR)*

For the year ended as at	31-12-2021	31-12-2020
03/18 MM	3,000	-
04/18 NED	-	15,586
09/19 MATRA	5,452	38,494
09/19 USEmbassy	-	10,172
10/19 Remark	-	2,800
NED/19	-	13,630
07/20 NED	16,301	14,156
08/20 US Embassy	11,212	11,415
10/20 EFB	-	2,950
10/20 EFB 2	-	2,000
01/2021 EFB3	2,200	-
11/21 EFB4	2,350	-
12/2021 EFB5	1,600	-
10/2020 RBF	34,564	32,490
11/20 NED	42,645	29,721
09/20 OSI	-	3,800
06/2020 Respublica	630	260
Municipality of Prishtina	3,000	-
Return of funds to donors	(1,432)	(871)
Total Receipts	121,522	176,603
Deferred revenues at 01-01	113,981	96,486
Deferred revenues at 31-12	68,870	113,981
Income recognized for the year	166,633	159,108

SBUNKER
NOTES TO FINANCIAL STATEMENTS
For the year ended 31 December 2021
(All amounts are in Euro)

8. Expenses by category and projects

For the year ended as at 31 December 2021	01/2021 EFB3	02/21 KP	04/2021 MM	06/16 sbunker	06/2020 Respublica	07/20 NED	08/20 USEmbassy	09/19 MATRA	10/20 EFB2	10/2020 RBF	11/20 NED	11/21 EFB4	12/2021 EFB5	12/2021 Metmorphosis	TOTAL
Contract Services															
Accounting Fees	-	-	-	1	-	215	134	42	-	211	200	-	-	-	802
Outside Contract Services	-	-	-	-	-	19,347	10,795	17,760	560	23,381	20,714	120	-	-	92,677
Total Contract Services	-	-	-	1	-	19,561	10,928	17,802	560	23,592	20,914	120	-	-	93,479
Facilities and Equipment															
Property Insurance	-	-	-	-	-	150	-	-	-	-	150	-	-	-	300
Rent, Parking, Utilities	-	-	-	-	-	524	243	1,569	-	927	2,498	-	-	43	5,802
Total Facilities and Equipment	-	-	-	-	-	674	243	1,569	-	927	2,648	-	-	43	6,102
Personnel															
Management Staff	2,000	-	-	200	-	1,711	2,456	6,727	400	4,773	9,434	750	1,200	-	29,650
Total Personnel	2,000	-	-	200	-	1,711	2,456	6,727	400	4,773	9,434	750	1,200	-	29,650
Operations															
Books, Subscriptions, Reference	-	-	-	-	173	-	-	319	-	-	56	-	-	-	548
Postage, Mailing Service	-	-	-	-	70	-	-	-	-	-	-	-	-	-	70
Printing and Copying	-	3,000	3,000	-	-	-	-	459	-	-	-	-	-	-	6,459
Supplies	-	-	-	-	-	182	-	932	-	-	193	-	-	-	1,307
Telephone, Telecommunications	-	-	-	-	-	86	-	751	-	-	199	-	-	25	1,061
Total Operations	-	3,000	3,000	-	243	269	-	2,461	-	-	448	-	-	25	9,446
Other Types of Expenses															
Advertising Expenses	-	-	-	-	-	-	449	50	-	-	1,010	-	-	-	1,509
Other Costs	-	-	-	141	85	-	-	-	-	-	-	1,350	-	-	1,576
Web Page Design and Development	-	-	-	15	-	413	-	-	-	177	1,888	-	-	-	2,493
Video recording	-	-	-	-	-	-	-	8,850	-	-	-	-	-	-	8,850
Sound system equipment	-	-	-	-	-	-	-	750	470	-	-	-	-	-	1,220
Total Other Types of Expenses	-	-	-	156	85	413	449	9,650	470	177	2,898	1,350	-	-	15,648
Auditing Cost	-	-	-	-	-	-	-	1,000	-	-	-	-	-	-	1,000
Travel and Meetings															
Conference, Convention, Meeting	-	-	-	-	-	2,394	-	5,549	-	1,306	-	-	-	-	9,249
Travel	-	-	-	69	115	-	-	593	-	900	229	-	150	-	2,057
Total Travel and Meetings and professional	-	-	-	69	115	2,394	-	7,142	-	2,206	229	-	150	-	12,307
TOTAL EXPENSES	2,000	3,000	3,000	427	444	25,021	14,076	45,351	1,430	31,675	36,571	2,220	1,350	68	166,633

SBUNKER

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 December 2021

(All amounts are in Euro)

8. Expenses by category and projects (continued)

For the year ended as at 31 December 2020	04/18 NED	06/16 sbunker	06/2020 Respublica	07/20 NED	08/20 USEmbassy	09/19 MATRA	09/19 USEmbassy	09/20 OSI	10/19 Remark	10/20 EFB	10/2020 RBF	11/19 RBF	11/20 NED	NED/19	TOTAL
Accounting Fees	161	61	12	36	104	138	134	-	50	-	49	-	98	-	843
Outside Contract Services	10,574	4	4	4,521	3,473	19,950	3,966	3,200	3,531	-	772	19,259	3,850	26,082	99,183
Total Contract Services	10,735	65	12	4,557	3,577	20,088	4,101	3,200	3,581	-	821	19,259	3,948	26,082	100,026
Facilities and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property Insurance	250	-	-	50	-	-	-	-	-	-	-	-	-	-	300
Rent, Parking, Utilities	1,419	11	2	86	177	2,031	-	-	-	-	-	793	440	816	5,775
Total Facilities and Equipment	1,669	11	2	136	177	2,031	-	-	-	-	-	793	440	816	6,075
Personnel	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Management Staff	5,663	-	-	367	1,063	13,200	2,881	-	-	700	133	1,997	1,427	568	28,000
Tax and Tensional Contribution	-	-	-	-	-	57	-	-	-	-	-	-	-	-	57
Total Personnel	5,663	-	-	367	1,063	13,257	2,881	-	-	700	133	1,997	1,427	568	28,057
Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Books, Subscriptions, Reference	-	-	-	-	-	1,380	549	169	-	-	-	-	-	-	2,097
Postage, Mailing Service	-	-	-	-	-	-	-	-	-	-	-	-	82	-	82
Printing and Copying	-	-	-	-	-	750	661	-	-	-	-	-	-	-	1,411
Supplies	134	-	3	-	217	606	662	34	-	113	-	-	-	245	2,014
Telephone, Telecommunications	218	-	-	67	-	183	497	-	-	-	-	-	-	203	1,168
Total Operations	351	-	3	67	217	2,919	2,369	203	-	113	-	-	82	449	6,772
Other Types of Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advertising Expenses	-	-	-	-	445	297	637	-	-	-	-	-	62	-	1,441
Other Costs	-	-	-	-	-	-	71	53	-	1,883	-	-	-	-	2,006
Web Page Design and Development	1,062	13	-	-	-	-	174	-	4	-	-	1,536	226	-	3,016
Video recording	-	-	-	-	-	693	-	-	-	-	-	-	-	-	693
Total Other Types of Expenses	1,062	13	-	-	445	989	882	53	4	1,883	-	1,536	288	-	7,156
Auditing Cost	-	653	47	-	-	-	-	-	-	-	-	-	-	-	700
Program Specific Cost	-	-	-	-	-	-	95	-	-	150	-	2,071	-	-	2,316
Conference, Convention, Meeting	-	-	-	-	-	2,581	363	-	-	-	-	1,744	-	-	4,688
Travel	338	-	-	-	-	249	584	-	-	41	-	2,108	-	-	3,320
Total Travel and Meetings and Professional	338	653	47	-	-	2,830	1,042	-	-	191	-	5,923	-	-	11,024
Total Expense	19,817	742	64	5,127	5,480	42,116	11,274	3,455	3,585	2,886	954	29,508	6,185	27,915	159,108

SBUNKER
NOTES TO FINANCIAL STATEMENTS
For the year ended 31 December 2021
(All amounts are in Euro)

9. Contingent Liabilities and Commitments

Litigation: The Company is subject to various claims and legal actions in the ordinary course of its business. As of the balance sheet date, there are no provisions from potential losses recorded, regarding legal proceedings. The Organisation's Management, regularly analyses potential risks resulting from losses regarding legal proceedings, along with proceedings and possible receivables aimed against the Organisation, which may arise in the future. Although the outcome of these matters cannot always be ascertained with precision, the management of the Organisation believes that no material liabilities are likely to result.

Tax liabilities

The Organisation's financial statements and accounting records have not yet been audited by the tax authorities for the period January 1, 2021 - December 31, 2021. Therefore, the tax liabilities of the Branch cannot be considered as completed.

Judicial issues

As at 31 December 2021 and 2020, the Organisation did not have any open court cases.

10. Subsequent Events

There are no events subsequent to the date of Statement of Financial Position that require adjustments or disclosure in the Financial Statements.

Extraordinary events

- The rapid development of the Covid-19 virus and its social and economic impact in Kosovo and globally may result in assumptions and assessments that require revisions that require material adjustments to the carrying value of assets and liabilities within the next financial year. In particular, management expects that the assumptions and estimates used in determining unspecified assets, property and equipment, property rights, other accounts receivable and receivable, borrowings, accounts payable and other payable and their carrying value I can ask for correction. However, at this stage management is not able to reliably assess the impact as events are flowing day by day. Long-term impact can also have an impact on income, cash flows and profitability. However, on the date of these financial statements, the Organisation continues to meet its obligations and therefore continues to apply the basis for the preparation of financial statements according to the principle of continuity.
- In February 2022, Russia launched a military conflict in Ukraine. According to current developments, this conflict may lead to lower growth of business clients as relevant costs are curbed. The Organisation has no exposure to these sites. The Organisation cannot assess the potential impact on its financial statements, however given the Organisation's current operations and plans, the Organisation will be able to cover its cost and maintain the business. The Organisation considers that this is a non-adjusting event after the balance sheet date and has no impact on the carrying amount of assets and liabilities at the reporting date.

There are no events after the date of authorization of the financial statements that require adjustments or disclosures in the financial statements.