

Bošnjacka Stranka Demokratske Akcije Kosova

**Campaign Financial Disclosure Report with Independent Auditors'
Report thereon**

**Local Elections
03 October 2013 – 02 November 2013**



Table of Contents:

<u>Independent Auditors' report..</u>	<u>3</u>
Statement of financial position.....	6
Statement of income and expenses.....	7
Notes on financial statements	8-11

Independent Auditors' Report

To the council of Bošnjacka Stranka Demokratske Akcije Kosova

Report on Special Purpose Financial Statement

Disclaimer of Opinion

We were engaged to audit the Campaign Financial Disclosure Report of the Political Entity “**Bošnjacka Stranka Demokratske Akcije Kosova**” (hereinafter referred to as “Political Entity” or “BSDK” or “PE”), which comprise the statement of financial position as at November 02, 2013, the statement of income and expenses for the period 3 October 2013 until 2 November 2013 and other explanatory information.

We do not express an opinion on the accompanying financial statements of the Political Entity “**Bošnjacka Stranka Demokratske Akcije Kosova**”. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

- As presented in Note 2, Donations and cash contributions the PE has stated donation in the amount of 18,000.00 Euro for the period from 03 October 2013 until 02 November 2013, the Political Entity has accepted donations through bank in the amount of 18,000.00 EUR which is in violation of the law Nr. 04/L-212 on amending and supplementing of Law Nr.04/L-058, Article 4 Financial and Material Sources. Furthermore, the PE has accepted donation in cash from natural persons in the amount of over 1000,00 Euro during one day which is in violation of the law Nr.03/L-196, Article 25, paragraph 1 of this law. Furthermore, these income are not reflected in the income and expenses statement as required by the law no. 04 / L-212 on amending and supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 15 Financial Reporting.
- As presented in Note 3 of Financial Statements, the Political Entity has declared expenses on the amount of 17,460.84 Euro for the period from 03 October 2013 until 02 November 2013, in absence of supporting documentation we were unable to state whether the stated expenses are accurate.

Emphasis of matter

We draw attention to the following findings:

- The Political Entity has not maintained proper accounting to enable the recording of financial transactions and the preparation of financial statements according to the applicable accounting standards in Kosovo.
- The Political Entity has not defined in its Statute the possibility of exercising internal financial control and the right for its members to be informed of all revenues and expenses of political entities as well as the responsibility of relevant body for financial transaction as required by the law no. 04 / L-212 on amending and supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 17 Internal Control.

The Political Entity has not respected the legal requirements regarding the publication of annual and campaign financial disclosure reports as required by the law no. 04 / L-212 on amending and supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 15 Financial Reporting, paragraphs 5.1 and 5.2.

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 Law No. 04/L-212 on amending and supplementing the Law no. 03/L-174 on the financing of Political Parties, amended and supplemented by law no. 04/L-058 and the law no.03/L-257 on amending and supplementing the law no.03/L-073 on General Elections in the Republic of Kosovo, 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 Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Political Party 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 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 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 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 Company'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 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.

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.

Audit & Conto sh.p.k

Agron Mustafa
Statutory Auditor
29 November 2017

Statements of financial position

		Balance at the end of the period	Balance at the start of the period
Assets			
Long-Term Assets			
Property, plant and equipment		0.00	0.00
Intangible Assets			
Other long-term assets			
Total long-term assets			
Current assets			
Accounts receivable		0.00	0.00
Prepayments		0.00	0.00
Cash and cash equivalents			
Other current assets			
Total current assets			
Total Assets		0.00	0.00
Equity			
Accumulated Fund		0.00	0.00
Surplus / (deficit) of the year		0.00	0.00
Total Equity			
Liabilities			
Long-term liabilities			
Loans payable			
Deferred revenue		0.00	0.00
Total Long-term liabilities			
Current liabilities			
Accounts payable		0.00	0.00
Other current liabilities		0.00	0.00
Total current liabilities			
Total Liabilities			
Total equity and liabilities		0.00	0.00

Statement of income and expenses

	Notes	03 October 2013 – 02 November 2013
Income		
Income from budget		
Income from membership		
Donations and cash contributions	2	0.00
Contributions in kind / goods and services		
Income released from deferred revenue		
Other income		
Total Income for the period		-
Expenses		
Wages and salaries	3	0.00
Transportation expenses	3	2,715.31
Advertising, representation and conferences	3	4,522.03
Purchase of goods	3	3,746.90
General expenses	3	3,972.24
Other expenses	3	2,504.36
Total expenses for the period		17,460.84
Surplus / (deficit) for the period		(17,460.84)

1. General Information

Name of Political Entity: Bošnjacka Stranka Demokratske Akcije Kosova

Acronym: BSDK

Council:

Finance Representative:

Date of Establishment:

Address:

The financial statements of the PE Bošnjacka Stranka Demokratske Akcije Kosova have been prepared in accordance with the requirements of Law no. 04 / L-212 on Amending and Supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 15 Financial Reporting.

The Political Entity maintains a single bank account in RBKO Bank Kosovo.

Note 2: Donations and cash contributions

Accepted by			Date of contributions	Amount	Accepted from:	
Contributors	Address	ID Number		In Euro	Bank	Cash
Hilmo Kandic	Pristina		October 2013	10,000.00		10,000.00
Hakija Kandic	Pristina		October 2013	8,000.00		8,000.00
Total donations and cash contributions				18,000.00	0.00	18,000.00

Note 3: Expenses

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
Wages and salaries			
Net wages and salaries			0.00
Pension contributions of the employee			0.00
Pension contributions of the employer			0.00
Personal Tax income			0.00

Bošnjacka Stranka Demokratske Akcije Kosova
Notes on Campaign Financial Disclosure Report
Local Elections 03 October 2013 until 2 November, 2013

Other benefits			0.00
Total	0.00	0.00	0.00
Transportation expenses			
Borrowed motorized vehicles			0.00
Fuels	2,207.68	2,207.68	0.00
Airplane/bus/train/taxi etc. tickets	507.63	507.63	0.00
Car insurance and maintenance	324.10	324.10	0.00
Any other transportation expenses	90.00	90.00	0.00
Total transportation expenses	3,129.41	3,129.41	0.00
Advertising, representation and conferences			
Premises	1,000.00	1,000.00	0.00
Food	2,730.60	2,730.60	0.00
Cultural and recreation activities	-	-	0.00
Radio and TV advertisements	-	-	0.00
Newsstands and newspaper advertisements	350.00	350.00	0.00
Other advertising, representation and conferences expenses	4,238.03	4,238.03	0.00
Total advertising, representation and conferences expenses	8,318.63	8,318.63	0.00
Purchase of goods			
Supply of office	3,746.90	3,746.90	0.00

Bošnjacka Stranka Demokratske Akcije Kosova
Notes on Campaign Financial Disclosure Report
Local Elections 03 October 2013 until 2 November, 2013

Small equipment	529.29	529.29	0.00
Total purchase of goods	4,276.19	4,276.19	0.00
General expenses			
Rent of office space			0.00
Telephone, internet and mail	730.44	730.44	0.00
Electricity and other utilities (water and waste)	69.60	69.60	0.00
Depreciation expenses of long-term assets	-	-	
Expenses related to in-kind contributions / goods and services	-	-	
Total general expenses	800.04	800.04	0.00
Other expenses			
Maintenance of office space and equipment	591.60	591.60	0.00
Expenses not included in any other category	344.97	344.97	0.00
Total other expenses	936.57	936.57	0.00
Total expenses	17,460.84	17,460.84	0.00