



NISMA për Kosovën

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

**Extraordinary national elections
28 May 2014 – 06 June 2014**



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Independent Auditors' Report

To the council of NISMA për Kosovën

Report on Special Purpose Financial Statement

Qualified Opinion

We have audited the Campaign Financial Disclosure Report of the Political Entity “**NISMA për Kosovën**” (hereinafter referred to as “Political Entity” or “NISMA” or “PE”), which comprise the statement of financial position as at June 06, 2014, the statement of income and expenses for the period 28 May 2014 until 6 June 2014 and other explanatory information.

In our opinion, except for the effects of the matters described in Basis for qualified opinion section, the campaign financial disclosure report presents fairly, in all material respects, the financial position of the Political Entity as of 6th June 2014, and its income and expenses for the period from 28 May 2014 until 6 June 2014 in accordance with 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.

Basis for qualified 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 Political Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Kosova, and we have 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.

- As presented in the accompanying Financial Position statement, the liabilities and funds of the Political Entity exceed the PE assets by 335.81 Euro as of June 6, 2014 and as a consequence there is a mismatch between the assets presented and the sources of funding, the PE has overestimated the transferred funds in the amount of 6,286.14 Euro, and has underestimated the liabilities in the amount of 5,950.33 Euro as of 6 June 2014.
- As described in Note 3, donations and cash contributions, the PE has stated donations in amount of 35,802.00 Euro for the period from 28 may 2014 until 08 June 2014, the Political Entity has accepted donation in cash in the amount of 35,802.00 Euro which is in violation of the law Nr. 04/L-212 on amending and supplementing of law Nr. 03/L-174 on Financing of Political Entities, amended and supplemented by the law Nr.04/L-058, Article 4 Financial and Material resources, paragraph 4. Furthermore, the PE has accepted donation in

cash from natural persons on the amount of over 1000,00 Euro during one day which is in violation of law Nr. 03/L-196, Article 25, paragraph 1 of this law.

Emphasis of matter

On our qualified opinion for the PE 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.
- As outlined in Note 6 - Payments over 5,000.00 Euros, the Political Entity has conducted a payment of over 5,000 EUR to a single recipient within one day which in violation of the legal requirements of the Law on Prevention of Money Laundering and Terrorist Financing, Article 25 paragraph 2 of Law No: 03 / L-196 Additional Obligations of Political Parties.
- The Political Entity for the conducted purchases did not apply any procurement procedures which would enable a more efficient, cost-effective, transparent and fair use of political entity funds
- 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

Qerim Qerimi
Statutory Auditor
29 November 2017

NISMA për Kosovën*Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014*

Statements of financial position

		Balance at the end of the period	Balance at the start of the period
Assets	Notes	Amount in Euro	Amount in Euro
Long-term assets			
Property, plant and equipment		0.00	0.00
Intangible Assets		0.00	0.00
Other long-term assets		0.00	0.00
Total long-term assets		0.00	0.00
Current assets			
Accounts receivable		0.00	0.00
Prepayments		0.00	0.00
Cash and cash equivalents		0.00	0.00
Other current assets		0.00	0.00
Total current assets		0.00	0.0
Total Assets		0.00	0.00
Equity			
Accumulated Fund		6,286.14	0.00
Surplus / (deficit) of the period		(20,847.63)	0.00
Total Equity		(14,561.49)	0.00
Liabilities			
Long-term liabilities			
Loans payable			
Deferred revenue		0.00	0.00
Total Long-term liabilities		0.00	0.00
Current liabilities			
Accounts payable and others	2	14,897.30	0.00
Other current liabilities		0.00	0.00
Total current liabilities		14,897.30	0.00
Total Liabilities		14,897.30	0.00
Total equity and liabilities		335.81	0.00

NISMA për Kosovën*Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014***Statement of income and expenses**

Income	Notes	28 May 2014 – 06 June 2014
Income from budget		0.00
Income from membership		0.00
Donations and cash contributions	3	35,820.00
Contributions in kind / goods and services	4	10,912.00
Other income		0.00
Total Income for the period		46,732.00
Expenses		
Wages and salaries	5	22,440.00
Transportation expenses	5	1,898.21
Advertising, representation and conferences	5	43,202.82
Purchase of goods	5	13.25
General expenses	5	0.00
Other expenses	5	25.35
Total expenses for the period		67,579.63
Surplus / (deficit) for the period		(20,847.63)

1. General Information

Name of Political Entity: **NISMA për Kosovën**

Acronym: Nisma

Council: Fatmir Limaj (Chairman)

Finance Representative: Faton Thaçi

Date of Establishment:

Address: Mujo Ulqinaku” nr. 18 – Pejton

The financial statements of the PE **NISMA për Kosovën** 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.

According to Article 19, Paragraph 2, Item 7 of Law no.04/L-212 on amending and supplementing Law Nr. 03/L-174 on Financing of Political Entities, amended and supplemented by Law Nr. 04/L-058, the registered political entity within five (5) business days from receiving the draft auditing reports has submitted the revised financial reports and explanations regarding errors and omissions identified by the auditors.

The Political Entity maintains a single bank account on NLB Bank.

NISMA për Kosovën*Notes on Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014*

Note 2. Accounts payable and others

	Balance at the end of the period	Balance at the start of the period
	Amount in Euro	Amount in Euro
Accounts payable	14,897.30	0.00
Other accounts payable	0.00	0.00
Total accounts payable and others	14,897.30	0.00

NISMA për Kosovën*Notes on Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014***Note 3: Donations and cash contributions**

Accepted by				Amount	Accepted from:	
Contributors	Address	ID Number	Date of contributions	On Euro	Bank	Cash
Bilall Sherifi	Prishtina		5/28/2014	2,000.00		2,000.00
Valdete bajrami	Prishtina		5/28/2014	1,500.00		1,500.00
Muhamet Kuqi	Prishtina		5/29/2014	2,000.00		2,000.00
Fitim Selimi	Lipjan		5/29/2014	2,000.00		2,000.00
Jakup Krasniqi	Prishtina		5/29/2014	2,000.00		2,000.00
Skender Reqica	Prishtina		5/30/2014	2,000.00		2,000.00
Xhevat bislimi	Viti		5/30/2014	2,000.00		2,000.00
Shyqeyri Bytyqi	Prishtina		6/1/2014	1,500.00		1,500.00
Naki Sahiti	Malisheva		6/2/2014	720.00		720.00
Haxhi Shala	Malisheva		6/2//2014	2,000.00		2,000.00
Dren Gashi	Prizren		6/3/2014	700.00		700.00
Veton Kastrati	Malisheva		6/3/2014	1,500.00		1,500.00
Izet Ibrahim	Drens		6/3/2014	1,500.00		1,500.00
Imri Ilazi	Ferizaj		6/4/2014	2,000.00		2,000.00
Nehat Maxhuni	Vushtrri		6/5/2014	2,000.00		2,000.00
Shukri Bytyqi	Malisheva		6/6/2014	500.00		500.00
Bajram Hasani	Gjilan		6/6/2014	2,000.00		2,000.00
Avdi Mazreku	Malisheva		6/7/2014	2,000.00		2,000.00
Flora Hoti	Malisheva		6/7/2014	1,500.00		1,500.00
Blerta Krasniqi	Malisheva		6/7/2014	1,200.00		1,200.00
Visar Tahiri	Prishtina		6/8/2014	2,000.00		2,000.00
Dardan Krasniqi	Prishtina		6/8/2014	1,200.00		1,200.00
Total donations and cash contributions				35,820.00	0.00	35,820.00

NISMA për Kosovën*Notes on Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014***Note 4: Contributions in kind / goods and services**

Description of goods/services	Accepted by			Date of Contributions	Amount On Euro
	Contributors	Address	ID number		
Printing of material	Europrinty shpk	Prishtine	600840020	28.05.2014	9,912.00
Office rent – for May	Behxhet Pllana	Prishtine	1001033219	31.05.2014	1,000.00
Total contributions in kind / goods and services					10,912.00

Note 5: Expenses

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
Wages and salaries			
Net wages and salaries	22,440.00	19,780.00	2,660.00
Payments to observers			0.00
Pension contributions of the employee			0.00
Pension contributions of the employer			0.00

NISMA për Kosovën*Notes on Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014*

Personal Tax income			0.00
Other benefits			0.00
Total	22,440.00	19,780.00	2,660.00
Transportation expenses			
Borrowed motorized vehicles			0.00
Fuels	1,188.21	1,188.21	0.00
Airplane/bus/train/taxi etc. tickets			0.00
Car insurance and maintenance			0.00
Any other transportation expenses	710.00	710.00	0.00
Total transportation expenses	1,898.21	1,898.21	0.00
Advertising, representation and conferences			
Premises	1,584.90	1,584.90	0.00
Food	467.79	467.79	0.00
Cultural and recreation activities			0.00
Radio and TV advertisements	19,000.00	19,000.00	0.00
Newsstands and newspaper advertisements			0.00
Other advertising, representation and conferences expenses	22,150.13	9,912.83	12,237.30

NISMA për Kosovën*Notes on Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014*

Total advertising, representation and conferences expenses	43,202.82	30,965.52	12,237.30
Purchase of goods			
Supply of office	13.25	13.25	0.00
Small equipment			0.00
Total purchase of goods	13.25	13.25	0.00
General expenses			
Telephone, internet and mail			0.00
Electricity and other utilities (water and waste)			0.00
Depreciation expenses of long-term assets			0.00
Expenses related to in-kind contributions / goods and services			0.00
Total general expenses	0.00	0.00	0.00
Other expenses			
Maintenance of office space and equipment			0.00
Expenses not included in any other category	25.35	25.35	0.00
Total other expenses	25.35	25.35	0.00
Total expenses	67,579.63	52,682.33	14,897.30

NISMA për Kosovën*Notes on Campaign Financial Disclosure Report**Extraordinary National Elections 28 May 2014 Until 6 June 2014*

Note 6: Payments over 5,000.00 Euro

Description	Paid to:				Amount
Purpose of payment	Natural/Legal Person	Address	ID Number	Date of Payment	on Euro
Printing of representative material	Europrinty ltd	Prishtina	600840020	specification	8,088.24
Rent of office space	Bexhet Pllana	Prishtina	1001033219	09.11.2014	9,100.00
TV advertisements	Door To Door	Prishtina	600041496	08.06.2014	19.000.00
Total payments over 5,000.00 Euro					36,188.24