

FINANCIAL STATEMENTS WITH INDEPENDENT AUDITORS' REPORT

KOSOVAR GENDER STUDIES CENTER

QENDRA KOSOVARE PËR STUDIME GJINORE

For the period 01 January – 31 December 2010

**Prishtine
March 2011**



BU & Partners
Licensed Auditors
Bedri Pejani No. 3
Pristinë
Kosovë
Phone: + 381 38 226 942
Central Fax: + 381 38 226 942

March 01, 2011

Attn: Ms Luljeta Vuniqi
Executive Director
Kosovar Gender Studies Center

Independent Auditors' Report

We have audited the financial statements and supplementary financial data of the Kosovar Gender Studies Center expressed in EUR, for the period 1 January to 31 December 2010. These financial statements and supplementary financial data are the responsibility of the project's management. Our responsibility is to express an opinion on the aforementioned financial information based on our audit.

We conducted our audit in accordance with International Standards on Auditing (ISA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the reporting forms are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the reporting forms. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the proper accounting and reporting of the data on the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial information present fairly, in all material respects, the financial position of the Kosovar Gender Studies Center as of 31 December 2010, and the results of operations for year then ended in accordance with accepted accounting principles in Kosovo.

Lulzim Zeka
Statutory Auditor

BU & Partners

Kosovar Gender Studies Center

Income Statement

For the period ended 31 December 2010

	<i>Note</i>	<u><i>December 31, 2010</i></u>	<u><i>December 31, 2009</i></u>
Income			
Income from Donations	3	93,120	169,552
Total Income		<u>93,120</u>	<u>169,552</u>
Expenses			
Program and Management Expenses	4	98,704	154,473
Total Expenses		<u>98,704</u>	<u>154,473</u>
Net Surplus/(Deficit)		<u>(5,584)</u>	<u>15,079</u>

Kosovar Gender Studies Center

Balance Sheet

For the period ended 31 December 2010

Assets	Note	<u>December 31, 2010</u>	<u>December 31, 2009</u>
Current assets			
Cash & cash equivalents	5	32,053	41,783
Accounts receivable	6	3,421	3,566
Total current assets		35,474	45,349
Noncurrent assets			
Fixed Assets		-	-
Other Assets		-	-
Total noncurrent assets		-	-
Total Assets		35,474	45,349
Liabilities			
Total short term liabilities			
Accounts payable	7	14,053	18,345
Total Liabilities		14,053	18,345
Equity			
Opening Balance		27,005	11,926
Net surplus/deficit		(5,584)	15,079
Total Equity		21,421	27,005
Total Liabilities and Equity		35,474	45,349

Kosovar Gender Studies Center

Notes to financial statements For the period ended 31 December 2010

Introduction

In terms of the scope of work identified in the letter of agreement-dated February 01, 2011 signed with the Kosovar Gender Studies Center - KGSC, we carried out an audit of the financial statements and supplementary reports of Kosovar Gender Studies Center for period January 1, 2010 to December 31, 2010.

1. Background

KGSC is registered as a non-governmental organization under the Law 03/L-134, with registration No.5101853-2. KGSC is a Kosovar non-for-profit organization that works in mainstreaming gender in all aspects of life, increasing women's participation in decision-making, as a precondition of achieving gender equality on the society.

a. Specific Activities and Field Examination

The KGSC's throughout 2010 continued strategic activities to:

1. Initiate and develop research/analyses on gender issues as a source for development of gender studies and expertise in this field in Kosova, providing expertise to women's NGOs and their networks, academic institutions etc.
2. The cooperation and exchange of experiences and expertise with similar institutions and organizations
3. The center will serve for the collection, development and dissemination of accurate and up-to-date data and information regarding gender issues.

b. List of Documents Confirmed and Audited

- Internal Regulation
- Financial Statement
- Vouchers
- Contracts with subcontractors
- Inventory and Asset List
- Bank Statements
- Tax Files
- Rental Agreement
- Reports
- Employee Follow Up
- Income Tax/ Pension Fund
- Personnel Files

Kosovar Gender Studies Center

Notes to financial statements (continued)

For the period ended 31 December 2010

2. Statement of Significant Accounting Policies

A) General Accounting Principle

For the purposes of financial recording, Kosovar Gender Studies Center uses the combined accrual and cash method of accounting for reporting the receipt and disbursement of funds. Under this method of reporting of financial transactions, Kosovar Gender Studies Center records most of its transactions on a cash basis of accounting.

The financial statements have been prepared in accordance with the Kosovo Accounting Standards under historical cost convention as modified by the revaluation of financial assets and liabilities.

B) Summary of Accounting Policies

Reporting Currency

The Kosovar Gender Studies Center accounting records are maintained in EURO and all financial statements are prepared and presented in EURO

Taxation

Kosovar Gender Studies Center is a NGO which received donations in the reporting year have been implemented into humanitarian purposes. According to law L162 on Corporate Income Tax, NGO's whose total income was used for their public benefit purposes are tax exempted.

Kosovar Gender Studies Center

Notes to financial statements (continued)

For the period ended 31 December 2010

3. Revenues

All organization's revenues are from donor grants. The list below shows the total amount of revenues that each donor has contributed for KGSC projects:

Donor <i>In Euro</i>	2010	2009
FINLAND EMBASSY	12,000	-
FIQ	6,889	-
UAF	1,067	-
UNICEF	1,000	-
RROGREAK	1,050	-
US EMBASSY	7,681	-
KCSF	10,000	5,000
NEF	11,968	-
UNDP	-	927
RBF	-	13,832
FES	-	8,426
SWISS CO	-	3,300
OSI NY 09	-	21,973
UNIFEM	-	45,922
DFID	12,067	19,924
BTD	-	23,900
KVINNA TILL KVINNA	29,301	26,332
OTHER INCOME	97	16
Total revenues for the period	93,120	169,552

Kosovar Gender Studies Center

Notes to financial statements (continued)

For the period ended 31 December 2010

4. Program and Management Expenses

<i>In Euro</i>	2010	2009
UNDP	883	-
FINLAND EMBASSY	553	-
FIQ	6,766	-
RROGREAK	606	-
US EMBASSY	3,712	-
KCSF	14,985	-
NEF	14,960	-
BTD	-	23,900
KFOS	-	5,630
DFID	-	7,514
KVINNA TILL KVINNA	27,651	25,667
MEDIA	-	7,340
OSI NY 09	8,137	12,261
RBF	5,674	17,731
SWISS CO	-	3,852
UNIFEM	14,626	45,310
KVINNA TILL KVINNA return of funds from the previous year	-	5,267
KGSC	151	-
Total expenses for the period	98,704	154,473

5. Cash and cash equivalents

Cash and cash equivalents comprise cash balances of the Bank Accounts and Cash Box. The organization maintains two bank accounts, Pro Credit and NLB Prishtina and a petty cash account.

<i>In Euro</i>	2010	2009
ProCredit Bank	29,775	39,574
NLB Pristina	1,541	1,541
Petty cash account	737	668
Total Cash and Cash Equivalents	32,053	41,783

Kosovar Gender Studies Center

Notes to financial statements (continued)

For the period ended 31 December 2010

6. Accounts receivable

Accounts receivable in total amount of EUR 3,421.02 consist of advances and travel expenses.

<i>In Euro</i>	2010	2009
Advance	780	780
Travel advances	2,641	2,640
Total accounts receivable	3,421	3,420

7. Liabilities

Accounts payable

The amount of EUR 14,052.80 consists of audit expenses, taxes and pension contribution, contracted program services and travel expenses accrued during 2010.

<i>In Euro</i>	2010	2009
Audit services payable	1,500	2,100
Taxes and pension contribution	1,202	1,846
Tax on rent	35	49
Travel Expenses	-	489
Expenses related to FIQ project	900	-
Expenses related to UNIFEM project	1,266	6,150
Expenses related to BTD project	7,450	7,450
Expenses related to Kvinna Till Kvinna	1,490	259
Other payables	210	-
Total accounts payable	14,053	18,345