

Kosova Demokratik Turk Partisi

**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>	3
Statement of financial position.....	6
Statement of income and expenses.....	7
Notes on financial statements	8-11

Independent Auditors' Report

To the council of Kosova Demokratik Turk Partisi

Report on Special Purpose Financial Statement

Qualified Opinion

We have audited the Campaign Financial Disclosure Report of the Political Entity “**Kosova Demokratik Turk Partisi**” (hereinafter referred to as “Political Entity” or “AAK” 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.

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 2 November 2013, and its income and expenses for the period from 3 October 2013 until 2 November 2013 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 Note 4 of Financial Statements – Expenses, the Political Entity has stated expenses on the amount of 20,897 Euro for the period 3 October 2013 until 2 November 2013, in absence of supporting documentation we were unable to verify whether the stated expenses on the amount of 1,596 Euro were accurate. Furthermore, the PE has not declared nor paid for taxes and contributions for salaries as required by the tax legislation in power.
- During our auditing we found out that the PE has received donation on the amount of 495.00 Euro for the period 3 October 2013 until 2 November 2013, through cash in hand which is in violation of law Nr. 04/L-212 amended and supplemented by Law Nr. 03/L-174 on Financing of Political Entities, amended and supplemented by Law Nr. 04/L-058, Article 5, Contributions for Political

Entities, which allows receiving of cash contributions only through banking transactions.

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.
- 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

Muhamet Feka
Statutory Auditor
05 December 2017

Kosova Demokratik Turk Partisi
Campaign Financial Disclosure Report
Local Elections 3 October 2013 until 2 November 2013

Assets		Balance at the end of the period	Balance at the start of the period
Long-term assets	Notes	Amount in Euro	Amount in Euro
Property, plant and equipment			
Intangible Assets			
Other long-term assets			
Total long-term assets			
Current assets		-	-
Accounts receivable			
Prepayments		-	-
Cash and cash equivalents	2	24,260	11,271.31
Other current assets		-	-
Total current assets		24,260	11,271.31
Total Assets			11,271.31
Equity			
Accumulated Fund		11,271.31	-
Surplus / (deficit) of the period		3,241	11,271.31
Total Equity		14,512	11,271.31
Liabilities			
Long-term liabilities			
Loans payable			
Deferred revenue			
Total Long-term liabilities			
Current liabilities			
Accounts payable and others	3	9,748	
Other current liabilities			
Total current liabilities		24,260	
Total Liabilities		24,260	
Total equity and liabilities		24,260	11,271.31

Kosova Demokratik Turk Partisi*Campaign Financial Disclosure Report**Local Elections 3 October 2013 until 2 November 2013*

	Notes	03 October 2013 – 02 November 2013
Income		
Income from budget		23,625
Income from membership		-
Donations and cash contributions	4	495
Contributions in kind / goods and services		-
Other income		-
Total Income for the period		24,120
Expenses		
Wages and salaries	5	650
Transportation expenses	5	1,651
Advertising, representation and conferences	5	17,526
Purchase of goods	5	187
General expenses	5	860
Other expenses	5	6
Total expenses for the period		20,879
Surplus / (deficit) for the period		3,241

1. General Information

Name of Political Entity: **Kosova Demokratik Turk Partisi**

Acronym: KDTP

Council: Mahir Jagcilar (Chairman)

Finance Representative:

Date of Establishment: 1990

Address: Prizren, Kosovo

The financial statements of the PE Kosova Demokratik Turk Partisi 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 in NLB Bank Kosovo.

Note 2. Cash and cash equivalents

	Balance at the end of the period Amount in Euros	Balance at the start of the period Amount in Euros
Cash in bank	24,260	11,241
Cash in hand	-	-
Total cash and cash equivalents	24,260	11,241

Note 3. Accounts payable and others

	Balance at the end of the period Amount in Euros	Balance at the start of the period Amount in Euros
Accounts payable	9,748	
Other Accounts payable		
Total Accounts payable and others	9,748	

Note 4: Donations and cash contributions

Accepted by			Date of contributions	Amount in Euro	Accepted from:	
Contributors	Address	ID Number			Bank	Cash
NTSh SANA			01.11.2013	495		495
Total donations and cash contributions				495	-	495.00

Kosova Demokratik Turk Partisi*Notes on Campaign Financial Disclosure Report**Local Elections 3 October 2013 until 2 November 2013***Note 5. Expenses**

Expenses	Expenses	Payment	Outstanding amount
Wages and salaries			
Net wages and salaries	250	250	
Payments to observers			
Pension contributions of the employee			
Pension contributions of the employer			
Personal Tax income			
Other benefits	400	400	
Total	650	650	0
Transportation expenses			
Borrowed motorized vehicles			
Fuels	55	55	
Airplane/bus/train/taxi etc. tickets	1,596	1,596	
Car insurance and maintenance			
Any other form of transportation			
Total transportation expenses	1,651	1,651	0
Advertising, representation and conferences			
Premises	902	902	
Food	5,424	5,424	
Cultural and recreation activities			
Radio and TV advertisements			
Newsstands and newspaper advertisements	10,836	10,836	

Kosova Demokratik Turk Partisi*Notes on Campaign Financial Disclosure Report**Local Elections 3 October 2013 until 2 November 2013*

Other advertising, representation and conferences expenses	362.55	362.55	
Total advertising, representation and conferences expenses	17,525	17,525	0
Purchase of goods			
Supply of office	186	186	
Small equipment			
Total purchase of goods	186	186	0
General expenses			
Telephone, internet and mail	256	256	
Electricity and other utilities (water and waste)	604	604	
Fines and penalties			
Expenses related to in-kind contributions / goods and services			
Total general expenses	860	860	0
Other expenses			
Maintenance of office space and equipment			
Expenses not included in any other category	6	6	
Total other expenses	6.00	6.00	0
Total expenses	20,879	20,879	0