



ALEANCA PËR ARDHMËRINË E KOSOVËS

**Annual Financial Statements with Independent Auditors' Report
thereon**

01 January 2019 - 31 December 2019



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Independent Auditors' Report

To the council of ALEANCES PËR ARDHMËRINË E KOSOVËS

Report on Special Purpose Financial Statement

Qualified Opinion

We have audited the financial statements of the Political Entity "Aleanca për Ardhmërinë e Kosovës" (hereinafter referred to as "Political Entity" or "AAK" or "PE"), which comprise the statement of financial position as at December 31, 2019, the statement of income and expenses for the year then ended and other explanatory information on pages 7-14.

In our opinion, except for the effects of the matters described in Basis for Qualified Opinion section, the financial statements present fairly, in all material respects, the financial position of the Political Entity as of 31 December 2019, and its income and expenses for the year then ended in accordance with the law No.03/L-174 on Financing of Political Entities and Law 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

- As disclosed in Note 2. Expenses, the PE has stated campaign expenses in the amount of 462,218.00 Euro. The political entity has failed to provide supporting documentation for the amount of 25,000.00 Euro of the reported expenses. Therefore, we were unable to verify the accuracy, existence classification or occurrence of these expenditure.

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 Kosovo, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Codes.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

Without further qualifying our opinion we draw attention to the following findings:

- 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 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 Financial Statements of the political entity have not been signed in accordance with the Law No.06/L-32 on Accounting, Financial Reporting and Auditing; and Administrative Instruction AI MF-NO.07/2019 Article 8; Signature of Financial Statements; point 2. If the financial director or chief financial officer is not certified as an accountant, then the certified statements are also signed by the financial accountant.

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 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 skepticism throughout the audit. We also:

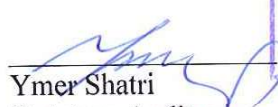
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 L.L.C


Ymer Shatri
Statutory Auditor
06 October 2021



ALEANCA PËRARDHMËRINË E KOSOVËS*Financial Statements 01 January 2019 until 31 December 2019***Statement of Financial Position**

Assets		31 December 2019	31 December 2018
Long-term assets	Notes	Amount in Euros	Amount in Euros
Property, plant and equipment	5	3,502.00	763.80
Intangible Assets		0.00	0.00
Other long-term assets		0.00	0.00
Total long-term assets		3,502.00	763.80
Current assets			
Accounts receivable			0.00
Prepayments			
Cash and cash equivalents	3	37,536.36	3,049.45
Other current assets			
Total current assets		37,536.36	3,049.45
Total Assets		41,038.36	3,813.25
Equity			
Accumulated Fund		(145,405.18)	(302,406.86)
Surplus / (deficit) of the year		(287,293.53)	157,001.68
Total Equity		(432,698.71)	(145,405.18)
Liabilities			
Long-term liabilities			
Loans payable			0.00
Deferred revenue	5	3,501.00	763.80
Total Long-term liabilities		3,501.00	763.80
Current liabilities			
Accounts payable and others	8	424,226.31	14,852.33
Loans payable			
Other current liabilities	9	46,009.76	133,602.30
Total current liabilities		470,236.07	148,454.63
Total Liabilities		473,737.07	149,218.43
Total equity and liabilities		41,038.36	3,813.25

ALEANCA PËRARDHMËRINË E KOSOVËS
Financial Statements 01 January 2019 until 31 December 2019

Statement of income and expenses

	Notes	Year ending on 31 st December	
		2019	2018
Income			
Income from budget		317,274.86	297,800.00
Income from membership			
Donations and cash contributions	3	2,000.00	265.00
Contributions in kind / goods and services	4		
Income from campaigns			
Income released from deferred revenues	5	0.00	2,362.90
Other income			
Total Income for the year		319,274.86	300,427.90
Expenses			
Wages and salaries	2	68,373.90	83,195.70
Transportation expenses	2	537.06	431.25
Advertising, representation and conferences	2	16,726.57	18,772.35
Campaign expenses	2	462,218.00	
Purchase of goods	2	6,907.67	2,282.10
General expenses	2	35,575.28	31,625.42
Other expenses	2	16,230.19	7,119.40
Total expenses for the year		606,568.39	143,426.22
Surplus / (deficit) for the year		(287,293.53)	157,001.68

ALEANCA PËRARDHMËRINË E KOSOVËS

Notes on Financial Statements 01 January 2019 until 31 December 2019

1. General Information

Name of Political Entity: Aleanca për Ardhmërinë e Kosovës

Acronym: AAK

Council: Ramush Haradinaj (Chairman)

Finance Representative: Lulzim Leci

Address: Bulevardi i Dëshmorëve Nr. 49, Prishtina

The financial statements of the PE Aleanca për Ardhmërinë e Kosovës 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 main bank account in the RBKO bank.

ALEANCA PËRARDHMËRINË E KOSOVËS*Notes on Financial Statements 01 January 2019 until 31 December 2019***Note 2. Expenses**

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
Wages and salaries			
Net wages and salaries	58,648.20	57,578.00	1,070.20
Pension contributions of the employee	3,255.90	2,981.00	274.90
Pension contributions of the employer	3,255.90	2,981.00	274.90
Personal Tax income	3,213.90	2,923.00	290.90
Other benefits			0.00
Total	68,373.90	66,463.00	1,910.90
Transportation expenses			
Borrowed motorized vehicles			0.00
Fuels	425.00	425.00	0.00
Airplane/bus/train/taxi etc. tickets			0.00
Car insurance and maintenance	112.40	112.40	0.00
Any other transportation expenses			0.00
Total transportation expenses	537.40	537.40	0.00
Advertising, representation and conferences			
Premises	905.00	905.00	0.00
Food	4,759.00	4,759.00	0.00
Cultural and recreation activities			0.00
Radio and TV advertisements			0.00
Newsstands and newspaper advertisements	11,062.00		11,062.00
Other advertising, representation and conferences expenses	0.00	0.00	0.00
Total advertising, representation and conferences expenses	16,726.00	5,664.00	11,062.00
Campaign Expenses			

ALEANCA PËRARDHMËRINË E KOSOVËS

Notes on Financial Statements 01 January 2019 until 31 December 2019

Campaign expenses	462,218.00	95,923.21	366,294.79
Total campaign expenses	462,218.00	95,923.21	366,294.79
Purchase of goods			
Supply of office	6,908.00	6,908.00	0.00
Small equipment			0.00
Total purchase of goods	6,908.00	6,908.00	0.00
General expenses			
Rent of office space	29,400.00	0.00	29,400.00
Telephone, internet and mail			0.00
Electricity and other utilities (water and waste)	4,703.00	3,996.71	706.29
Depreciation expenses of long-term assets	1,472.00	////////////////////	////////////////////
Expenses related to in-kind contributions / goods and services		////////////////////	////////////////////
Total general expenses	35,575.00	3,996.71	30,106.29
Other expenses			
Maintenance of office space and equipment	0.00		0.00
Expenses not included in any other category	16,230.19	16,230.19	0.00
Total other expenses	16,230.19	16,230.19	0.00
Total expenses	606,568.16	195,722.18	409,373.98

ALEANCA PËRARDHMËRINË E KOSOVËS

Notes on Financial Statements 01 January 2019 until 31 December 2019

Note 3: Donations and cash contributions

Accepted by				Amount	Accepted by:	
Contributors	Address	ID Number	Date of contributions	In Euros	Bank	Cash
SMAJL LATIFI	RAHOVEC		17.06.2019	240.00	Bank	
SMAJL LATIFI	RAHOVEC		01.07.2019	110.00	Bank	
FADIL ARIFI	PRISHTINE		03.07.2019	100.00	Bank	
BURBUQE DEVA	PRISHTINE		10.07.2019	1,000.00	Bank	
FADIL ARIFI	PRISHTINE		01.08.2019	100.00	Bank	
SMAJL LATIFI	RAHOVEC		05.08.2019	150.00	Bank	
SMAJL LATIFI	RAHOVEC		04.10.2019	150.00	Bank	
SMAJL LATIFI	RAHOVEC		11.11.2019	150.00	Bank	
Total donations and cash contributions				2,000.00	0.00	0.00

Note 4: Contributions in kind / goods and services

Description of goods/services	Paid by			Date of contribution	Amount
	Contributor	Address	ID Number		in Euro
Total contributions in kind / goods and services					0.00

ALEANCA PËRARDHMËRINË E KOSOVËS

Notes on Financial Statements 01 January 2019 until 31 December 2019

ALEANCA PËRARDHMËRINË E KOSOVËS

Notes on Financial Statements 01 January 2019 until 31 December 2019

Note 5: Property, plant and equipment

	Balance at the beginning of the year (historical costs)	Purchases during the year	Accumulated depreciation	Depreciation during the year	Balance at the end of the year (NET value)
Land					0.00
Buildings					0.00
Vehicles	6,000.00		6,000.00		0.00
Office Equipment	8,710.10		8,710.10		0.00
Information technology equipment	18,509.63		18,509.63		0.00
Other Equipment	5,814.50	4,210.00	5,050.70	1,472.44	3,501.36
Total Property, plant and equipment	39,034.23	4,210.00	38,270.43	1,472.44	3,501.36

Other notes

Note 6. Accounts Receivable	31 December 2019 Amount in Euros	31 December 2018 Amount in Euros
Total Accounts Receivable and Others	0.00	0.00

Note 7. Cash and cash equivalents	31 December 2019 Amount in Euros	31 December 2018 Amount in Euros
Cash in bank	35,357.36	1,070.80
Cash in hand	2,179.00	1,978.65
Total cash and cash equivalents	37,536.36	3,049.45

ALEANCA PËRARDHMËRINË E KOSOVËS*Notes on Financial Statements 01 January 2019 until 31 December 2019*

Note 8. Accounts payable and others	31 December 2019 Amount in Euros	31 December 2018 Amount in Euros
KQZ	89,600.00	
SEKMANS NETWORK	56,700.00	
RETAIL MARKETING	52,383.00	
RTV 21	35,000.00	
Other accounts payable	190,543.31	14,852.00
Total accounts payable and others	424,226.31	14,852.00

Note 9. Other current liabilities	31 December 2019 Amount in Euros	31 December 2018 Amount in Euros
Liabilities for salaries and taxes	839.76	111,552.30
Liabilities for rent	44,100.00	22,050.00
Liabilities for fines and punishment		0.00
Other current liabilities	1,070.00	
Total other current liabilities	46,009.76	133,602.30

ALEANCA PËRARDHMËRINË E KOSOVËS

Notes on Financial Statements 01 January 2019 until 31 December 2019

Note 10: Payment over 5,000.00 Euros

Purpose of payment	Paid to:			Date of Payment	Amount in Euro
	Natural/Legal Person	Address	ID Number		
TAK / AGREEMENT	ATK	PRISHTINE		05.04.2019	55,584.00
TAK / AGREEMENT9	ATK	PRISHTINE		23.04.2019	55,584.00
PAYMENT FOR SOUND SERVICES	ALMISI AS	GJAKOVE		20.08.2019	5,000.00
PAYMENT FOR FOOD	TE FAHRIA	PRISHTINE		12.11.2019	5,000.00
TELEVISION ADVERTISEMENT	GRUPI KOHA	PRISHTINE		09.12.2019	5,000.00
Total payments over 5,000.00 Euro					126,168.00