



**YOUTH INITIATIVE FOR HUMAN RIGHTS
(YIHR) Kosovo**

**INDEPENDENT AUDITOR'S REPORT
AND THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31,
2023**

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INDEPENDENT AUDITOR'S REPORT

To the Management of Youth Initiative for Human Rights - YIHR Kosovo

Opinion

We have audited the accompanying financial statements of the "YIHR" ("Organization"), which comprise: the statement of financial position as at December 31, 2023, the statement of sources and use of funds, statement of changes in equity, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements of the Organization represent fairly, in all material respects, the financial position of the Organization as at 31 December 2023, and its financial performance and cash flow for the year ended in accordance with the provisions of Law No. 04/L-57 on Freedom of Association in the Non-Governmental Organization as well as the accrual principle of accounting based on the criteria of recognition and measurement of International Financial Reporting Standards.

Basis for 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 Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 IFRSs, 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 for future continuity, disclosing, as appropriate, matters relating to future continuity and applying the principle of accounting continuity unless management intends to liquidate the Organization or terminate the operation, or there is no other possible alternative than to do so.

Those in charge of 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform appropriate audit procedures for these risks, and obtain sufficient appropriate audit evidence to provide a basis for our opinion. The risk of non-disclosure of material errors resulting from fraud is higher than that resulting from the error, as fraud may involve collusion, forgery, intentional omissions, misinterpretations, or breaches of internal controls.
- Understand internal audits relevant to the audit in order to design audit procedures that are appropriate to the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and relevant disclosures made by management.
- Conclude on the appropriateness of management's use of the principle of accounting continuity, based on the audit evidence provided, whether material uncertainty exists about events or conditions that may cast significant doubt on the Organization's ability to continue continuously. If we conclude that material uncertainty exists, we are required to draw attention in our audit report to the relevant disclosures in the financial statements or, if such disclosures are inappropriate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the audit report. However, future events or conditions may cause the Organization to cease to operate continuously. Relevant to the internal controls we identified during the audit.

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.



Sami Tahiraga
Engagement Partner
BDO Kosova L.L.C.
October 2, 2024
Str. Ukshin Hoti C4.3, Ent. A, 2nd floor,
Prishtina, Kosovo

BDO Kosova L.L.C.
audit, accounting and financial advisory
Prishtina, Kosovo

Youth Initiative for Human Rights (YIHR)
Statement of financial position
As at December 31, 2023

	Note	As at December 31, 2023 (in EUR)	As at December 31, 2022 (in EUR)
Assets			
Cash and cash equivalents	3	246,010	297,118
Advances to partners	4	39,242	19,319
Total Assets		285,252	316,437
Liabilities			
Deferred income - Grants	6	277,133	313,468
Other liabilities	5	8,116	2,969
Total liabilities		285,249	316,437
Reserves			
Opening Balance		-	-
Net (deficit)/Surplus of the year		-	-
Total fund balance		-	-
Total liabilities and fund balance		285,249	316,437

Approved and issued by management and signed on its behalf on October 2, 2024.


 Marigona Shabiu
 Executive Director




 Enis Selimi
 Finance and Administration
 Manager

The accompanying notes from 1 to 11 form an integral part of these financial statements.

Youth Initiative for Human Rights (YIHR)
Statement of sources and use of funds
As at December 31, 2023

	Note	Year ended December 31, 2023 (in EUR)	Year ended December 31, 2022 (in EUR)
Revenues			
Grants approved during the year		638,746	529,456
Total revenue		638,746	529,456
Expenses			
Salaries and other benefits	8	(170,601)	(154,327)
Other operating expenses	9	(468,145)	(375,129)
Total expenses		(638,746)	(529,456)
Surplus/(Deficit) for the year		-	-

The accompanying notes from 1 to 11 form an integral part of these financial statements.

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

	Note	Year ended December 31, 2023 (in EUR)	Year ended December 31, 2022 (in EUR)
Cash flow in operating activities			
Net change in fund balance		-	-
<i>Adjustments for:</i>			
(Increase)/decrease in accounts receivable and other		(19,923)	11,175
Increase/decrease in accounts payables		5,150	(3,482)
(Decrease)/increase in deferred income -grants	5	(36,335)	121,731
Net Cash Flow (use in) Operating Activities		<u>(51,108)</u>	<u>129,424</u>
Net Change in cash and cash equivalents		<u>(51,108)</u>	<u>129,424</u>
Cash and cash equivalents at the beginning of the year		<u>297,118</u>	<u>167,694</u>
Cash and cash equivalents, end of year	3	<u>246,010</u>	<u>297,118</u>

The accompanying notes from 1 to 11 form an integral part of these financial statements.

1. Background information

The organization was founded under the name Youth Initiative by 11 founders in Belgrade on 1 November 2003. The Youth Initiative was registered in the legal form of an association at the Serbian Ministry for Human and Ethnic Minorities Rights on 13 November 2003. On October 2004 the NGO was re-registered in Belgrade under the new name Youth Initiative for Human Rights (YIHR).

Youth Initiative for Human Rights Country Office in Prishtina is registered as non-governmental organization with the Ministry of Public Administration of Republic of Kosovo under the number 5300445-8 dated 13 November 2004.

2. Accounting policies

2.1 Basis of Preparations

These financial statements have been prepared in accordance with the instructions of Law no. 04 / L-57 On Freedom of Association in Non-Governmental Organizations (Law on NGOs). Section 18.6 requires NGOs to report in the financial statements at least:

- A balance sheet, showing the assets and liabilities of the Organization, and
- A financial statement on the source of revenue, where the NGO's revenue and expenditure are presented separately for the management, administration and program section.

Management has prepared these financial statements using the cash principle of accounting.

2.2 Currency of presentation

The financial statements are presented in Euro, which in accordance with regulations of European Monetary Union and instructions issued by the Central Bank of Kosovo. Euro is adopted as the only legal currency in the territory of Kosovo from January 1, 2002.

2.3 Revenues recognition

Rendering from grants

Grants that compensate the Organization for expenses incurred are recognized in profit or loss on a systematic basis in the same periods in which the expenses are recognized.

Interest

Interest revenues is recognized as interest accrues using the effective interest method. This is a method of calculating the amortized cost of financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognized when it is received or when the right to receive payment is established.

2.4 Foreign currency exchange

Foreign currency transactions are translated into the functional currency using the exchange rates existing at the dates of the transactions. Gains and losses on foreign currencies arising from the adjustment of transactions such as those from the revaluation of monetary items at year-end exchange rates are presented as profit or loss. Non-monetary items measured at historical cost are exchanged using the exchange rate at the date of the transaction (not newly exchanged). Non-monetary items measured at fair value were exchanged using the exchange rate at the date that the fair value was determined.

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

2.5 Tax on profit

The organization is exempt from corporate income tax (Law No. 06 / L-105 on Corporate Income Tax, Article 8)

2.6 Cash and cash equivalents

Cash and cash equivalents include cash on hand, bank deposits and short-term investments with high liquidity that expire within a period of up to 12 months.

2.7 Reserves

Funds are initially creative by founders' contributions made in monetary and/or in-kind assets carried at their fair values. Subsequently, funds are increased/decreased through additional founders' contributions, and results (surplus/deficit) from operations during the periods.

2.8 Employee benefits

Pension liabilities

The organization has a pension scheme set by local social security legislation, according to which it contributes to the retirement plans of its employees. Contributions, based on gross salaries, are made in the state pension plan, Kosovo Pension Trust (KPST) responsible for the payment of pensions. There is no additional obligation regarding these plans.

2.9 Grants related to expenses and receivable donations

Grants related to expenses and receivables donations

Grants that compensate the Organization for expenses incurred are recognized in profit or loss on a systematic basis in same periods in which the expenses are recognized.

A grant or donation that is compensation for expenses or losses already incurred, or for which there are no future related costs, is recognized in profit or loss in the period in which it becomes receivable.

Operating grants are recognized as income over the period required to link them to costs which are intended to be offset, on a systematic basis. Marked grants for the acquisitions of assets are deferred and recognized as incurred during the time of use the property.

2.10 Trade payables and other payables

Trade payables and other payables are recognized at fair value and are subsequently measured at amortized cost using the effective interest method.

2.11. Commitments and contingencies

Contingent liabilities are not recognized in financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements but disclosed when an inflow of economic benefits is probable.

The amount of a contingent loss is recognized as a provision if it is probable that a future event will confirm that, a liability incurred as at the statement of financial position date and a reasonable estimate of the amount of the resulting loss be made.

2.12 Operating expenses

Operating expenses are recognized in profit or loss on use of the service or on the date of their origin.

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

3. Cash and cash equivalents	As at December 31, 2023 (in EUR)	As at December 31, 2022 (in EUR)
Cash at bank	245,821	296,736
Cash on hand	189	382
Total	246,010	297,118
4. Advances to partners	As at December 31, 2023 (in EUR)	As at December 31, 2022 (in EUR)
Mlada Aktivna	-	7,695
NGO Center for Peace and Tolerance (CPT)	6,138	6,138
Youth Initiative for Human Rights - Serbia	8,412	(20)
Youth Initiative for Human Rights in BiH	6,000	-
NGO Active Youth of Gjakova	5,039	5,039
ETEA	4,239	-
Astronomy Club of Kosovo	4,181	-
DUA	4,037	-
Advances to staff	336	336
NGO Integra	114	114
Prepayments to Individuals	746	17
Total	39,242	19,319
5. Other liabilities	As at December 31, 2023 (in EUR)	As at December 31, 2022 (in EUR)
Trade payables	2,181	2,181
Personal income tax and salary contribution payable	5,238	207
Other payables	697	581
Total	8,116	2,969

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

6. Deferred income - Grants

	As at January 01	Grant received during the year	Released during the year	Balance at the end
	2023 (in EUR)	2023 (in EUR)	2023 (in EUR)	2023 (in EUR)
KFOS Human Rights Week 2023	-	6,000	5,910	90
Luxemburg Embassy	-	7,900	8,597	(697)
UNMIK 2024	-	75,092	8,974	66,118
OSF Digital Rights	-	16,770	2,350	14,420
Move WBF	-	7,668	8,284	(616)
Inspire	-	8,752	7,984	768
Rockefeller	-	17,934	10,578	7,356
NED 2023	19,839	50,807	58,201	12,445
Cross Border Dialogue	152,528	63	77,608	74,983
Eulex 2022	6,142	10,723	7,079	9,786
CoE	(766)	1,155	-	389
UNMIK 2023	6,978	35,219	39,634	2,552
CRD 2021	462	-	400	62
Ministry of Culture	10,000	-	-	10,000
UNMIK 2022	3,324	-	-	3,324
Helsinki Committee	(340)	2,013	1,643	30
SIDA	(638)	-	-	(638)
CMB USAID	5,135	39,661	40,835	3,961
NED 2021	10,537	-	9,689	848
INL Improve Access to Justice Common Groud Common Future	5,738	-	-	5,738
Kosovo Youth Dialogue	33,657	-	-	33,657
INL	17,946	95,107	123,314	(10,261)
PYN	21,051	202,199	219,635	3,615
Unrestricted Funds	1,030	-	-	1,030
	20,845	25,359	8,031	38,173
Total	313,468	602,422	638,746	277,133

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

6. Deferred income - Grants (continued)

	As at January 01	Grant received during the year	Released during the year	Balance at the end
	2022	2022	2022	2022
	(in EUR)	(in EUR)	(in EUR)	(in EUR)
UNDP Empowering Communities	(235)	-	-	(235)
UNDP Swiss Partnership NED 2021	18,500	-	17,849	651
UNMIK	15,926	58,209	63,598	10,537
Swiss Embassy 2021	1,293	-	-	1,293
INL Improve Access to Justice	38,611	919	39,530	-
Erasmus Plus	5,738	-	-	5,738
NED	27,127	6,682	152	33,657
USAID - Kosovo Youth Dialogue	49	-	-	49
Youth Artivists for Change	(5,423)	138,132	114,763	17,946
INL Shared Narratives YIHR	11,059	-	-	11,059
Croatia	31,913	153,475	164,337	21,051
UNRESTRICTED FUNDS	1,164	-	-	1,164
ECMI (EU PROJECT)	14,626	21,948	29,290	7,284
PYN - USD	(418)	-	-	(418)
UNMIK 22	1,030	-	-	1,030
Ministry of Culture Helsinki Comitte	17,438	12,081	26,079	3,440
Sida	10,000	-	-	10,000
CBM USAID	1,020	-	1,360	(340)
CoE	(718)	79	-	(639)
CRD	3,037	31,409	29,311	5,135
EU Commision	-	4,794	5,560	(766)
EULEX	-	20,390	19,928	462
NED 23	-	152,758	230	152,528
UNMIK 23	-	7,148	1,007	6,141
	-	28,086	8,249	19,837
	-	15,078	8,214	6,864
Total	191,737	651,188	529,456	313,468

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

7. Income from grants

	Funds received	Funds released through income	Funds received	Fund released through income
	2023	2023	2022	2022
	(in EUR)	(in EUR)	(in EUR)	(in EUR)
KFOS Human Rights Week	6,000	5,910	-	-
UNDP Swiss Partnership	-	-	-	17,849
Luxemburg Embassy	7,900	8,597	-	-
NED 2021	-	9,689	58,209	63,598
UNMIK	75,092	8,974	-	-
Swiss Embassy 2021	-	-	919	39,530
INL Improve Access to Justice	-	-	-	-
Erasmus Plus	-	-	6,682	152
OSF Digital Rights	16,770	2,350	-	-
Move WBF	7,668	8,284	-	-
Inspire	8,752	7,984	-	-
Rockefeller	17,934	10,578	-	-
Cross Border Dialogue	63	77,608	-	-
NED	50,807	58,201	-	-
USAID - Kosovo Youth Dialogue	95,107	123,315	138,132	114,763
INL	202,199	219,634	153,475	164,337
UNRESTRICTED FUNDS	25,359	8,031	21,948	29,290
UNMIK	35,219	39,634	12,081	26,079
Helsinki Comitte	2,013	1,643	-	1,360
Sida	-	-	79	-
CBM USAID	39,661	40,835	31,409	29,311
CoE	1,155	-	4,794	5,560
CRD	-	400	20,390	19,928
EU Commision	-	-	152,758	230
EULEX	10,723	7,079	7,148	1,007
NED 23	-	-	28,086	8,249
UNMIK 23	-	-	15,078	8,214
Total	602,422	638,746	651,188	529,456

Youth Initiative for Human Rights (YIHR)
Statement of cash flow
For the year ended December 31, 2023

8. Salaries expenses

	Year ended December 31, 2023 (in EUR)	Year ended December 31, 2022 (in EUR)
Salary expenses	<u>170,601</u>	<u>154,327</u>
Total	<u>170,601</u>	<u>154,327</u>

9. Other operating expenses

	Year ended December 31, 2023 (in EUR)	Year ended December 31, 2022 (in EUR)
Project activities expenses	283,081	225,304
Consultants and contract services	115,345	95,339
Other operations expenses	46,438	41,082
Travel and transport expenses	<u>23,281</u>	<u>13,404</u>
Total	<u>468,145</u>	<u>375,129</u>

10. Transactions with related parties

Parties are considered related if one party has the ability to control the other party of exercise significant influence over the other party in making financial or operational decisions. Related party's transactions are carried out on normal commercial terms and conditions and at market prices. The organization compensates the key management as per policies and procedures and these are considered as the only related party transactions.

11. Events after reporting date

Post-year-end events that provide additional information about Organization position at the statements of financial position (adjusting events) are reflected in financial statements. Post-year-end events that are not adjusting events are disclosed in the notes when material.