

# Financial Statements and Independent Auditor's Report

Kosovo Association of Information and Communication  
Technology ("STIKK")  
31 December 2023



# Contents

	Page
Independent Auditor's Report	1-2
Statement of financial position	3
Statement of profit and loss	4
Statement of cash flows	5
Notes to the financial statements	6-24

## Independent Auditor's Report

---

**Grant Thornton LLC**  
Rexhep Mala 18  
10000 Pristina  
Kosovo  
**T** +383 (0)38 247 801  
**F** +383 (0)38 247 802  
**E** [Contact@ks.gt.com](mailto:Contact@ks.gt.com)  
VAT No. 330086000

To the Owners and Management of  
Kosovo Association of Information and Communication Technology ("STIKK")

### Opinion

We have audited the financial statements of Kosovo Association of Information and Communication Technology ("Association" or "STIKK"), which comprise the Statement of financial position as at 31 December 2023, and the Statement of profit and loss and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Kosovo Association of Information and Communication Technology ("STIKK") as of 31 December 2023, and its financial performance and its cash flows for the year then ended, in accordance with the accounting policies disclosed in Note 3 to the accompanying financial statements.

### 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 STIKK in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements of STIKK in the Republic of Kosovo, 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 the basis of accounting as described in Note 3 to the financial statements and for such internal control as management determines is necessary to enable the preparation of financial statements that is free of material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing STIKK'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 STIKK or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing STIKK'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 International Standards on Auditing 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 STIKK's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the 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 STIKK'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 STIKK to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

**Grant Thornton LLC**  
Pristina, 15 March 2024

  
Maja Atanasovska  
Statutory Auditor




**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Statement of financial position**

**At December 31, 2023**

	Notes	December 31, 2023 (in EUR)	December 31, 2022 (in EUR)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	138,112	53,583
Customers' and other receivables	5	18,350	1,600
<b>Total Current Assets</b>		<b>156,462</b>	<b>55,183</b>
<b>Non-current assets</b>			
Fixed Assets	6	104,531	428
Right of use assets	7	704,520	-
<b>Total Non-current Assets</b>		<b>808,051</b>	<b>428</b>
<b>Total Assets</b>		<b>965,513</b>	<b>55,611</b>
<b>Current liabilities</b>			
Payables	8	23,318	20,472
Deferred income from grants	9	197,975	59,383
<b>Total Current Liabilities</b>		<b>221,293</b>	<b>79,855</b>
<b>Non-current liabilities</b>			
Deferred non-monetary grant	7.2	704,520	-
<b>Total non-current liabilities</b>		<b>704,520</b>	<b>-</b>
<b>Funds</b>			
Capital fund		104,531	428
STIKK fund		(64,831)	(24,672)
<b>Fund balance</b>	13	<b>39,700</b>	<b>(24,244)</b>
<b>Total liabilities and fund balance</b>		<b>965,513</b>	<b>55,611</b>

These financial statements have been approved by the Management of the Organization on 15 February 2024 and signed on its behalf by:

  
**Ms. Vjollca Cavolli**  
 Executive Director



  
**Ms. Blerina Rexhaj Dreshaj**  
 Finance Manager

The accompanying notes from 1 to 16 form an integral part of these financial statements

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Statement of profit and loss**

**For the year ended December 31, 2023**

	Notes	Year ended December 31 2023 (in EUR)	Year ended December 31 2022 (in EUR)
<b>Income</b>			
Donors	10	320,818	159,650
STIKK	10	104,845	54,860
<b>Total Income</b>		<b>425,663</b>	<b>214,510</b>
Other income	12	37,080	-
<b>Expenses</b>			
Program expenses	11	(331,332)	(190,650)
Administrative costs	11	(15,615)	(12,108)
Depreciation	7,10	(51,852)	(1,553)
<b>Total Expenses</b>		<b>(398,799)</b>	<b>(204,311)</b>
<b>Net surplus for the year</b>		<b>63,944</b>	<b>10,199</b>

The accompanying notes from 1 to 16 form an integral part of these financial statements

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Statement of cash flows**

**For the year ended December 31, 2023**

	Notes	Year ended December 31 2023	Year ended December 31 2022
<b>Operating activities</b>			
Surplus for the year		63,944	10,199
<b>Adjustments for:</b>			
Depreciation		51,852	1,553
The Increase/Decrease in Accounts Receivable		(16,750)	(1,100)
The Increase/Decrease in Accounts Payable		2,846	(1,635)
The Increase/Decrease in Deferred Revenues		138,592	31,100
The Increase/Decrease in Deferred non-monetary grant		(37,080)	-
<b>Net Cash Flow (used in) / generated from operating activities</b>		<b>203,404</b>	<b>40,116</b>
<b>Investing Activities</b>			
Payments for purchase of Property and Equipment		(118,875)	-
<b>Net Cash Flow from Investing Activities</b>		<b>(118,875)</b>	<b>-</b>
<b>Financing Activities</b>			
<b>Net change in Cash and Cash Equivalents</b>		<b>84,529</b>	<b>40,116</b>
Cash and cash equivalents in the beginning of the year		53,583	13,466
<b>Cash and cash equivalents in the end of the year</b>		<b>138,112</b>	<b>53,583</b>

The accompanying notes from 1 to 16 form an integral part of these financial statements

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

---

### 1. GENERAL

Kosovo Association of Information and Communication Technology - STIKK founded and registered as NGO, according to the Law for free association No. 03 / L-134, on 08 November 2008 with registration Number 5112067-1. STIKK's fiscal number is 600086814 taken on 05 November 2009 and VAT (Value Added Tax) number 330157885.

The organization relocated its headquarters to Bernice E Poshtme, Pristina, Kosovo, starting from October 2023. As of December 31, 2023, it had 9 full-time employees (with an average of 8 throughout 2023).

#### The founders of the Association are:

#	Name	Company
1	Enver Doko	Comtrade Computers
2	Driton Hapçiu	Cactus
3	Visar Dobroshi	IPKO Telecommunication
4	Durmishali Smani	Elting Electronics
5	Enver Konjuhi	Data Com
6	Valon Budima	Pronet

#### Members of the Executive Board are:

#	Name	Company	Position in the Board
1	Ermal Sadiku	Linkplus IT	President
2	Zana Tabaku	Appdec	Deputy Chairman of the Board
3	Vigan Budima	Asseco	Member
4	Fatos Gacaferri	Nettxio	Member
5	Partin Imeri	Incodeks	Member
6	Faton Selishta	Kutia	Member
7	Alban Sahiti	Tenton	Member
8	Benjamin Kolenović	Growzillas	Member
9	Kujtim Kryeziu	Sentry Cyber Security	Member



# **Kosovo Association of Information and Communication Technology ("STIKK")**

## **Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

### **STIKK is founded to:**

- promote the joint and convergent Interests of the businesses of Information and communication technologies in Kosovo, and the professional individuals.
- help in long growth of the businesses of Information and communication technologies in Kosovo.
- upgrade the environment of the businesses of Information and communication technologies in Kosovo.
- promote the contribution of the Information and communication technologies in economic progress and growth in Kosovo.
- intends to be part of the development and Implementation of the policies In Kosovo by helping the Government and Kosovo Institutions in understanding the trend of actual and future technologies and to see how the technologies can contribute to the economic growth of Kosovo.

The governing bodies of the NGO are: Assembly of Members, Board of Directors and Executive Director.

The Assembly of Members is the highest decision-making body of the NGO that is gathered once per year. The Board has regular meetings every three months. The Board monitors the activities of STIKK and proposes the work-plan to the Assembly.

Assets, revenues and the profit of the organization will be used to support the organizations non-profitable targets and activities, no asset, revenue or profit will be used to create special Individual benefits.

### **STIKK main objectives during year 2023**

During 2023, STIKK had four main objectives which are in accordance with its mission:

#### **Objective 1:**

Human capacity building for the needs of member companies and ICT market development.

#### **Objective 2:**

Improving the legal infrastructure and access to finances.

#### **Objective 3:**

Expanding opportunities for sale in the local and international market.

#### **Objective 4:**

Improving industry identity and local potential in the international market.

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

---

### 2. MAJOR PROJECTS IMPLEMENTED DURING THE PERIOD OF THIS FINANCIAL STATEMENTS

In 2023, STIKK has accepted funds for projects from donors, as further explaining in this table:

Donor	Implementation Period	Amount
Project: "STAR UP European Commission	24.02.2022-23.08.2024	493,285.56€
GIZ "Economic Promotion to stabilize the Labor market"	01.12.2022-30.04.2023	49,490 €
GIZ "Economic Promotion to stabilize the Labor market- extension	01.09.2023-31.03.2024	47,233 €
Project: "KosICT 2023" Procredit Bank Kosova	01.10.2023-31.12.2023	30,000 €

---

In 2022, STIKK has accepted funds for projects from donors, as further explaining in this table:

Donor	Implementation Period	Amount
Project: "STAR UP European Commission	24.02.2022-23.08.2024	493,286€
GIZ "Economic Promotion to stabilize the Labor market"	01.12.2022-30.04.2023	49,490 €
Project: "KosICT 2022" Procredit Bank	01.10.2022-31.12.2022	30,000 €

---

# **Kosovo Association of Information and Communication Technology ("STIKK")**

## **Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

### **3. BASIS OF PREPARATION AND ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **3.1 Basis of preparation**

The financial statements are prepared in accordance with the concept of historical cost convention. Measurement basis of each type of asset, liability, revenue and expense are described in details within this Note.

The preparation of these financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. These estimates are based on the information available as at the date of the financial statements and actual results could differ from those estimates.

These financial statements are prepared as at and for the years ended 31 December 2023 and 2022. Current and comparative data stated in these financial statements are expressed in Euros, which is STIKK's functional and reporting currency, unless otherwise stated.

#### **3.2 Fixed assets**

Fixed assets, consisting mainly of computers, office furniture and equipment, are carried at cost, or fair value for purchased or donated assets, less accumulated depreciation and provision for impairment where required. Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down to its recoverable amount and the difference is charged to the statement of profit and loss. The estimated recoverable amount is the higher of an assets' net selling price and its value-in-use.

The cost or fair value of purchased or donated property and equipment is the value of the consideration given to acquire the assets and the value of other directly attributable costs which have been incurred in bringing the assets to their present location and condition necessary for their intended use.

Depreciation is charged on a straight – line basis calculated to write off the recorded cost or fair value of property and equipment over their 5-year estimated useful lives. Leasehold improvements are depreciated with shorter period from the rent period and estimated useful life of the assets, unless it is probable that ownership rights will be transferred to STIKK at the end of the rent period.

# **Kosovo Association of Information and Communication Technology ("STIKK")**

## **Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

### **3.3 Customers' and other receivable**

Customers' and other receivable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is recognized when there is objective evidence that the STIKK will not be able to collect all amounts due according to the original terms of the receivables.

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments are considered indicators that the trade receivable is impaired. Debtors are tested for impairment on an individual basis.

The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Assets with a short maturity are not discounted. The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognized in the statement of profit and loss. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are recognized as current income in the statement of profit and loss.

### **3.4 Cash and cash equivalents**

For the purpose of the statement of cash flows, cash and cash equivalents are considered to be cash on hand and at bank and in operating accounts at bank with an original maturity of three months or less.

### **3.5 Revenue and expense recognition**

Revenue is measured at the fair value of the consideration received or receivable and represents amount receivable for services provided in the normal course of business, net of discounts and sales related taxes.

Revenue is recognized as follows:

#### *Rendering of services*

Income from rendering of services is recognised in the period in which services are rendered, by reference to the stage of completion when can be measured reliably. The stage of completion is determined based on surveys of work performed.

#### *Membership fees*

These are recognized in the period in which they are received.

Financial income is recognized on a time proportion basis that reflects the effective yield on the assets.

Financial expense comprises of interest expense on borrowings and default interest expense on late payments. Borrowing costs are recognized in profit or loss using the effective interest method.

Operating expenses are recognized in the income statement upon utilization of the service.

# **Kosovo Association of Information and Communication Technology ("STIKK")**

## **Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

### **3.6 Grant income**

A grant is recognized in the statement of financial position initially as deferred income when there is reasonable assurance that it will be received and that STIKK will comply with the conditions attached thereto.

Grants that compensate STIKK for expenses incurred are recognized as revenue in the profit and loss on a systematic basis in the same periods in which the expenses are incurred.

Grants that compensate STIKK for the cost of an asset are recognized in the profit and loss as revenue on a systematic basis over the useful life of the asset.

#### *Non-monetary grants*

Non-monetary grants are recognized when there is reasonable assurance that the entity will comply with the conditions attached to them and that the grants will be received. Non-monetary grants are measured at their fair value at the date of receipt. Fair value is determined based on the fair value of the asset acquired or services received, whichever is more reliably measurable.

### **3.7 Funds**

Funds are initially created 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, depreciation charged for the period and results (surplus/deficit) from operations during the periods.

### **3.8 Suppliers' and other payables**

Suppliers' and other payables are recognized initially at their fair value and subsequently measured at their amortized cost by applying the effective interest rate method.

### **3.9 Current and deferred income tax**

Taxation has been provided for in the financial statements in accordance with Kosovo tax regulations currently in force, Law No. 06/L -105 "On Corporate Income Tax".

The income tax charge in the statement of profit and loss for the year comprises current tax and changes in deferred tax. Current tax is calculated on the basis of the expected taxable profit for the year using the tax rates in force at the date of the statement of financial position. Taxable profit differs from profit as reported in the statement of profit and loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. Taxes other than income taxes are recorded within operating expenses.

Based on the statute of the Organization surplus occurred will not be subject of any distribution to the founders and will be used only for non-profit purposes and accordingly based on the statute as non-profit organization the surplus occurred will not be subject to any income tax.

# **Kosovo Association of Information and Communication Technology ("STIKK")**

## **Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

### **3.10 Employee benefits**

STIKK makes contributions for the benefit of employees to the Kosovo Pension Saving Trust (KPST). The contributions are expensed as incurred.

### **3.11 Transactions with related parties**

Related parties consist of founders and directors of STIKK, together with entities which they control, who can exert significant influence over the operations and management of the Organization. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

### **3.12 Events after reporting date**

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

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

### 4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are detailed as follows:

	December 31, 2023	December 31, 2022
<b>Procredit Bank</b>		
Main current account	110,339	21,510
Project account	26,358	30,889
	<b>136,697</b>	<b>52,399</b>
Petty cash	1,415	1,184
<b>Total cash and cash equivalents</b>	<b>138,112</b>	<b>53,583</b>

### 5. CUSTOMER'S AND OTHER RECEIVABLES

Breakdown of customers' debts are as follows:

	December 31, 2023	December 31, 2022
Appbites Sh.p.k	250	-
Beriflapp	50	-
Harrisia	250	-
IPKO Telecommunication L.L.C	3,000	-
Kosbit L.L.C	50	-
Kosovo Information Technology sh.a	250	-
Kutia Sh.p.k	1,700	-
New Moment New Ideas Company Sh.p.k	900	-
Paysera Kosova Sh.p.k	9,000	-
Solutions25 Sh.p.k	250	-
Telos Labs L.L.C	50	-
Unlimited Gaming Sh.p.k	1,000	-
Linkplus IT	250	250
Protecht Sh.p.k	950	950
OpenResearch	200	200
Evonem L.L.C	200	200
<b>Total Customer's and other receivables</b>	<b>18,350</b>	<b>1,600</b>

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

**5. CUSTOMER'S AND OTHER RECEIVABLES (continued)**

At 31 December 2023 and 31 December 2022, the ageing of trade receivables was as follows:

<b>Category (Ageing)</b>	<b>31 December 2023</b>	<b>31 December 2022</b>
Undue	250	-
Due 31 - 90 days	16,400	-
Due 91 – 180 days	-	500
Due 181-365 days	100	1,100
More than 365 days	1,600	-
<b>Total</b>	<b>18,350</b>	<b>-</b>
Less: Provision for trade and other receivables	-	-
<b>Total, Net</b>	<b>18,350</b>	<b>1,600</b>

The management has made assessment of the collectibility of the receivables and considers that they are fully collectible so that there is no need to recognize impairment provision.



# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

### 6. FIXED ASSETS

	In EUR
<b>Cost</b>	
1 January 2022	50,093
Additions during the year	-
<b>31 December 2022</b>	<b>50,093</b>
1 January 2023	50,093
Additions during the year	118,875
<b>31 December 2023</b>	<b>168,968</b>
<b>Accumulated Depreciation</b>	
1 January 2022	48,112
Depreciation for the year	1,553
<b>31 December 2022</b>	<b>49,665</b>
1 January 2023	49,655
Yearly depreciation	14,772
<b>31 December 2023</b>	<b>64,437</b>
<b>Net</b>	
31 December 2022	428
<b>31 December 2023</b>	<b>104,531</b>

#### Additions

Additions during 2023 in amount of EUR 118,875 consist of items of furniture and equipments purchased for the needs of Tech Park. Accordingly, the purchase was supported with donation from the project of STAR UP. (see also Note 11).

The organization relocated its headquarters to Tech Park Prishtina in October 2023. Tech Park Prishtina is a building provided to the STIKK by the Ministry of Industry, Entrepreneurship and Trade in accordance with the Annex to the Contract dated 15 November 2022 for using 70% of the building without compensation for a period of 5 years. STIKK is in process of receiving final valuation report for the fair value of the business premisses. Till the date of this report, the valuation report is still in process.

Therefore, as at 31 December 2023, the Company has recognized using of non-monetary grants (see Note 7).

#### Assets pledged as security

At 31 December 2023, there are no assets, pledged as security on Organization's liabilities. All assets are used in normal course of Organization's business.

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

### 7. RIGHT OF USE ASSETS

Right of use assets consist of building provided to the STIKK by the Ministry of Industry, Entrepreneurship and Trade in accordance with the Annex to the Contract dated 15 November 2022 for using 70% of the building without compensation for a period of 5 years.

	In EUR
<b>Cost</b>	
1 January 2023	-
Additions during the year	741,600
<b>31 December 2023</b>	<b>741,600</b>
<b>Accumulated Depreciation</b>	
1 January 2023	-
Depreciation for the year	37,080
<b>31 December 2023</b>	<b>37,080</b>
<b>Net</b>	
31 December 2022	-
<b>31 December 2023</b>	<b>704,520</b>

As at 31 December 2023, STIKK is using 3,090 meters per square and a price for 4 EUR per meter square was used for determining the fair value of the right use assets based on the independent valuation report which at the date of reporting was drafted but not finalized yet.

Depreciation charge for the year is recognized through profit and loss statement and it reduces the amount of right of use and deferred income from non-monetary grants for the maturity period of the contract for building .

#### 7.2 Deferred non-monetary grant

	31 December 2023	31 December 2022
<b>As at 1 January</b>	-	-
Deferred non-monetary grant recognized during the period	741,600	-
- less income released for recognition of grant (Note 13)	(37,080)	-
<b>Total Deferred non-monetary grant as at 31 December 2023</b>	<b>704,520</b>	<b>302,659</b>

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

**8. PAYABLES**

Details of payables as at 31 December 2023 and 2022 are as follows:

	<b>December 31, 2023</b>	<b>December 31, 2022</b>
Payables towards donors	15,345	15,345
Payables towards suppliers	6,235	3,190
Payroll liabilities	1,784	1,955
Other payables	(46)	(18)
	<b>23,318</b>	<b>20,472</b>

---

**9. DEFERRED INCOME FROM GRANTS**

Deferred income from grants as at 31 December 2023 and 2022 is detailed as follows:

	<b>December 31, 2023</b>	<b>December 31, 2022</b>
Erasmus	-	20,682
GIZ	18,930	27,881
EU -STAR UP	179,045	10,820
<b>Total (Note 11)</b>	<b>197,975</b>	<b>59,383</b>

---

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

### 10. INCOME

Funds received from donors are restricted for use in accordance with specific project agreements.

The disbursed amount as pre-financing in amounts was transferred to bank accounts:

Funds received by donors are composed as follows:

	2023	2022
<b>Financed by:</b>		
USAID	17,755	46,053
EEN	-	5,182
Procredit Bank	30,000	30,000
EYE	2411	6,576
WB6	-	-
GIZ 2022/23	66,264	1,807
STAR UP	168,618	35,422
Prishtina Municipality	7,000	10,000
Ministry of Economic Development	5,000	5,000
IREX	17,000	
EBRD	6,000	7,000
KUTIA	-	1,000
HELVETAS	-	2,000
ECIKS	-	1,000
UNDP	-	3,000
ASPIRE	-	2,950
Macedonian E-commerce Association	770	2,660
<b>Donors</b>	<b>320,818</b>	<b>159,650</b>
<b>STIKK Income</b>	<b>104,845</b>	<b>54,860</b>
<b>Total income</b>	<b>425,663</b>	<b>214,510</b>

STIKK income is composed as follows:

	2023	2022
STIKK - Membership fees	31,180	40,009
STIKK - Program income	71,215	14,733
STIKK - Training fees	2,450	119
	<b>104,845</b>	<b>54,860</b>

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

**11. EXPENDITURES**

**11.1 EXPENDITURES BY NATURE**

Expenditures as at 31 December 2023 and 2022 by main class are composed as follows:

	<b>2023</b>	<b>2022</b>
Salaries	116,210	97,269
Promotional activities	75,612	70,025
Training	36,802	1,132
Implementing IT Barometer	4,435	-
Rent and utilities	11,094	7,199
Per Diem	12,448	2,226
Accommodation	11,740	6,244
Marketing, visual brand identity, social media.	5,931	6,820
Girls in ICT	6,815	-
Legal Services	378	-
Representation, board and assembly meetings	1,429	1,497
Depreciation – charged to capital fund	51,852	1,553
Audit	1,180	1,180
Local, regional, and international travel expenses	14,163	1,542
Bank charges	1,450	904
Communication	1,030	749
Maintenance	4,705	-
Office Supplies	28,004	174
Admission Tickets	9,740	5,122
Tech Park		306
New Year Party	2,392	-
B2B Participation	1,200	-
Visa	189	369
<b>Total</b>	<b>398,799</b>	<b>204,311</b>

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

### 11.2 EXPENDITURES FINANCED BY DONORS AND STIKK

Project expenses as of 31 December 2023 and 2022 by donors are composed as follows:

	2023	2022
USAID	17,755	46,054
EEN	-	5,182
Procredit Bank	30,000	30,000
EYE	2,411	6,576
GIZ 2022/ 2023	66,264	1,807
STAR UP	168,618	35,422
Prishtina Municipality	7,000	10,000
Ministry of Economic Development	5,000	5,000
EBRD	6,000	7,000
IREX	17,000	-
KUTIA	-	1,000
HELVETAS	-	2,000
ECIKS	-	1,000
UNDP	-	3,000
ASPIRE	-	2,950
Macedonian E-commerce Association	770	2,660
<b>Donors</b>	<b>320,818</b>	<b>159,651</b>
<b>STIKK expenses</b>	<b>40,901</b>	<b>44,661</b>
<b>Depreciation related to right of use assets (Note 7)</b>	<b>37,080</b>	<b>-</b>
<b>Total</b>	<b>398,799</b>	<b>204,311</b>

### 12 OTHER INCOME

	December 31, 2023	December 31, 2022
Income from release of recognition of deferred non-monetary grant	37,080	-
<b>Total (Note 11)</b>	<b>37,080</b>	<b>-</b>

Other income consist of income recognized for the release of the deferred non-monetary grant to reflect 3 months of use of building (see also Note 7).

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

**13 FUNDS BALANCE BY DONOR AND PROJECTS**

The fund balance by Donor and projects as at 31 December 2023 and 2022 are composed as follows:

Financed by	Fund balance 31.12.2022	Funds received / (funds return to donor) in 2023	Total funds in 2023	Expenses	Expenses in long term assets	Funds at 31.12.2023
USAID	-	17,755	17,755	(17,755)	-	-
Procredit	-	30,000	30,000	(30,000)	-	-
EYE	20,682	(18,270)	2,412	(2,412)	-	-
GIZZ 2022	27,881	57,313	85,194	(66,264)	-	18,930
STAR UP	10,820	336,843	347,663	(168,618)	-	179,045
IREX	-	17,000	17,000	(17,000)	-	-
Prishtina Municipality	-	7,000	7,000	(7,000)	-	-
Ministry of Economy	-	5,000	5,000	(5,000)	-	-
EBRD	-	6,000	6,000	(6,000)	-	-
KUTIA	-	-	-	-	-	-
HELVETAS	-	-	-	-	-	-
ECIKS	-	-	-	-	-	-
UNDP	-	-	-	-	-	-
ASPIRE	-	-	-	-	-	-
MACEDONIAN	-	770	770	(770)	-	-
STIKK	-	-	-	-	-	-
<b>Deferred revenue (Note 8)</b>	<b>59,383</b>	<b>459,411</b>	<b>518,794</b>	<b>(320,818)</b>	<b>-</b>	<b>197,975</b>
<b>Funds</b>						
<b>STIKK fund unrestricted</b>	<b>(24,672)</b>	<b>(14,030)</b>	<b>(38,702)</b>	<b>(26,129)</b>	<b>-</b>	<b>(64,831)</b>
Capital Fund (in Fixed Assets)	428	155,955	156,383	(51,852)	-	104,531
<b>STIKK Funds</b>	<b>(24,244)</b>	<b>104,845</b>	<b>80,601</b>	<b>(40,901)</b>	<b>-</b>	<b>39,700</b>
<b>Total Funds and deffered revenue</b>	<b>35,139</b>	<b>564,256</b>	<b>599,395</b>	<b>(361,720)</b>	<b>-</b>	<b>237,675</b>

**Kosovo Association of Information and Communication Technology  
("STIKK")**

**Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

**13. FUNDS BALANCE BY DONOR AND PROJECTS (continued)**

Financed by	Fund balance 31.12.2021	Funds received in 2022	Total funds in 2022	Expenses	Expenses in long term assets	Funds at 31.12.2022
USAID	-	46,054	46,054	(46,054)	-	-
EEN	-	5182	5182	(5,182)	-	-
Procredit	-	30,000	30,000	(30,000)	-	-
EYE	27,258	-	27,258	(6,576)	-	20,682
GIZZ 2022	-	29,688	29,688	(1,807)	-	27,881
STAR UP	-	46,242	46,242	(35,422)	-	10,820
Prishtina Municipality	-	10,000	10,000	(10,000)	-	-
Ministry of Economy	-	5,000	5,000	(5,000)	-	-
EBRD	-	7,000	7,000	(7,000)	-	-
KUTIA	-	1,000	1,000	(1,000)	-	-
HELVETAS	-	2,000	2,000	(2,000)	-	-
ECIKS	-	1,000	1,000	(1,000)	-	-
UNDP	-	3,000	3,000	(3,000)	-	-
ASPIRE	-	2,950	2,950	(2,950)	-	-
MACEDONIAN	-	2,660	2,660	(2,660)	-	-
STIKK	-	(1,025)	-	-	-	-
<b>Deferred revenue</b>	<b>27,258</b>	<b>190,751</b>	<b>219,034</b>	<b>(159,651)</b>	<b>-</b>	<b>59,383</b>
<b>Funds</b>						
<b>STIKK fund</b>						
<b>unrestricted</b>	<b>(36,425)</b>	<b>54,860</b>	<b>18,435</b>	<b>(43,107)</b>	<b>-</b>	<b>(24,672)</b>
Capital Fund	1,981	-	1,981	(1,553)	-	428
(in Fixed Assets)						
<b>STIKK Funds</b>	<b>(34,444)</b>	<b>54,860</b>	<b>20,416</b>	<b>(44,661)</b>	<b>-</b>	<b>(24,244)</b>
<b>Total Funds and deferred revenue</b>	<b>(7,186)</b>	<b>245,611</b>	<b>239,450</b>	<b>(204,311)</b>	<b>-</b>	<b>35,139</b>

**14. FINANCIAL RISK MANAGEMENT**

STIKK's activities can be exposed to a variety of financial risks, including credit risk and risks associated with the effects of changes in foreign currency exchange rates and interest rates. The STIKK's risk management focuses on minimizing the potential adverse effects of risks over its business performance.

Risk management is carried out by the STIKK's Management based on certain pre – approved written policies and procedures that cover overall risk management, as well as specific areas.



# **Kosovo Association of Information and Communication Technology ("STIKK")**

## **Notes to the Financial Statements (continued)**

**For the year ended December 31, 2023**

---

### **14.1 Credit risk**

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. STIKK is exposed to credit risk from its customers where it provides trainings as well as from its candidates to whom it provides support.

### **14.2 Market risk**

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect STIKK's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimizing the return.

#### *Foreign exchange risk*

STIKK is not exposed to foreign exchange risk as transactions are undertaken in local currency. The STIKK does not speculate in or engage in the trading with derivative instruments.

### **14.3 Interest rate risk**

The STIKK currently is not exposed to interest rate risk.

### **14.4 Liquidity risk**

Liquidity risk is defined as the risk when the maturity of assets and liabilities does not match. STIKK regularly monitors its liquidity in order to settle its obligations when they become due.

### **14.5 Fair value of financial instruments**

Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair values.

# Kosovo Association of Information and Communication Technology ("STIKK")

## Notes to the Financial Statements (continued)

For the year ended December 31, 2023

---

### 15. RELATED PARTIES

For the purposes of these financial statements, parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions as defined by IAS 24 "Related Party Disclosures". In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form. Below are transactions with related parties as of and for the year ended 31 December 2023 and 2022:

31 December 2023	Receivables	Liabilities	Revenues	Costs
ICK	-	-	-	7,192
Key management short term benefits	-	-	-	45,578
	-	<b>1,142</b>	-	<b>52,770</b>

31 December 2022	Receivables	Liabilities	Revenues	Costs
ICK	-	1,142	-	6,855
Key management short term benefits	-	-	-	32,548
	-	<b>1,142</b>	-	<b>39,403</b>

### 16. SUBSEQUENT EVENTS

After 31 December 2023 – the reporting date until the approval of these financial statements, there are no adjusting events reflected in the financial statements or events that are materially significant for disclosure in these financial statements.

