

Financial Statements and Independent Auditor's Report

Kosovo Association of Information and Communication
Technology ("STIKK")
31 December 2024



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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
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 2024, 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 2024, 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 is 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, 11 February 2025


Maja Atanasovska
Statutory Auditor


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

Statement of financial position

At December 31, 2024

	Notes	December 31, 2024 (in EUR)	December 31, 2023 (in EUR)
Assets			
Current assets			
Cash and cash equivalents	4	58,110	138,112
Customers' and other receivables	5	20,975	18,350
Total Current Assets		79,085	156,462
Non-current assets			
Fixed Assets	6	86,113	104,531
Right of use assets	7	556,200	704,520
Total Non-current Assets		642,313	808,051
Total Assets		721,398	965,513
Current liabilities			
Payables	8	21,638	23,318
Deferred income from grants	9	157,234	197,975
Total Current Liabilities		178,872	221,293
Non-current liabilities			
Deferred non-monetary grant	7.2	556,200	704,520
Total non-current liabilities		556,200	704,520
Funds			
Capital fund		86,113	104,531
STIKK fund		(99,787)	(64,831)
Fund balance	13	(13,674)	39,700
Total liabilities and fund balance		721,398	965,513

These financial statements have been approved by the Management of the Organization on 09 January 2025 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

At December 31, 2024

	Notes	Year ended December 31 2024 (in EUR)	Year ended December 31 2023 (in EUR)
Income			
Donors	10	269,346	320,818
STIKK	10	82,980	104,845
Total Income		352,326	425,663
Expenses			
Other income	12	148,320	37,080
Program expenses	11	(370,610)	(331,332)
Administrative costs	11	(9,525)	(15,615)
Depreciation	7,10	(174,455)	(51,852)
Total Expenses		(554,591)	(398,799)
Net surplus for the year		(53,945)	63,944

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

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

Statement of cash flows

For the year ended December 31, 2024

	Notes	Year ended December 31 2024	Year ended December 31 2023
Operating activities			
Surplus / (deficit) for the year		(53,946)	63,944
Adjustments for:			
Depreciation		174,455	51,852
The Increase/Decrease in Accounts Receivable		(2,625)	(16,750)
The Increase/Decrease in Accounts Payable		(1,109)	2,846
The Increase/Decrease in Deferred Revenues		(40,740)	138,592
The Increase/Decrease in Deferred non-monetary grant		(148,320)	(37,080)
Net Cash Flow (used in) / generated from operating activities		(72,285)	203,404
Investing Activities			
Payments for the purchase of Property and Equipment		(7,717)	(118,875)
Net Cash Flow from Investing Activities		(7,717)	(118,875)
Financing Activities			
		-	-
Net change in Cash and Cash Equivalents		(80,001)	84,529
Cash and cash equivalents in the beginning of the year		138,112	53,583
Cash and cash equivalents in the end of the year		58,111	138,112

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

For the year ended December 31, 2024

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, 2024, it had 8 full-time employees (with an average of 8 throughout 2024).

The founders of the Association are:

#	Name	Company
1	Enver Doko	Comtrade Computers
2	Driton Hapçiu	Cactus
3	Visar Dobrosi	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	Bardha Ajvazi	Brandfluence	Member
6	Faton Selishta	Kutia	Member
7	Alban Sahiti	Tenton	Member
8	Benjamin Kolenović	Growzillas	Member
9	Kristian Kabashi	Numarics	Member

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

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 the year 2024

During 2024, 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, 2024

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

In 2024, 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- extension	01.09.2023-31.03.2024	47,233 €
EEN Kosova Ministria e Financave - Kryeministria	01.01.2024 – 31.05.2025 01.10.2024-31.12.2024	35,650 € 70,000 €
Project: "KosICT 2023" Procredit Bank Kosova	01.10.2024-31.12.2024	35,000 €

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	493,286€
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 €

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

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 2024 and 2023. 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 or 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, 2024

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, 2024

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, 2024

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, 2024

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are detailed as follows:

	December 31, 2024	December 31, 2023
Procredit Bank		
Main current account	56,976	110,339
Project account	918	26,358
	57,893	136,697
Petty cash	217	1,415
Total cash and cash equivalents	58,110	138,112

5. CUSTOMER'S AND OTHER RECEIVABLES

Breakdown of customers' debts are as follows:

	December 31, 2024	December 31, 2023
Appbites Sh.p.k	-	250
Beriflapp	50	50
Harrisia	250	250
IPKO Telecommunication L.L.C	-	3,000
Kosbit L.L.C	50	50
Kosovo Information Technology sh.a	400	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	250
Telos Labs L.L.C	50	50
Unlimited Gaming Sh.p.k	1,000	1,000
Linkplus IT	650	250
Protecht Sh.p.k	950	950
OpenResearch	200	200
Evonem L.L.C	200	200
Albina Hoti	55	-
Gen Z Sh.p.k	100	-
INCODEKS Group SH.P.K.	175	-
Infinitas Security GmbH	142	-
Ministria e Puneve Te jashtme	900	-
Nerdy Creative Sh.p.k	400	-
REA Prishtina	11,213	-
Sentry	3,680	-
Slime Mold	100	-
Soinn Academy L.L.C.	50	-
Ukë Plakaj	50	-
XPortal Sh.p.k	60	-
Total Customer's and other receivables	20,975	18,350

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

5. CUSTOMER'S AND OTHER RECEIVABLES (continued)

At 31 December 2024 and 31 December 2023, the ageing of trade receivables was as follows:

Category (Ageing)	31 December 2024	31 December 2023
Undue	16,035	250
Due 31 - 90 days	100	16,400
Due 91 – 180 days	360	-
Due 181-365 days	1,230	100
More than 365 days	3,250	1,600
Total	20,975	18,350
Less: Provision for trade and other receivables	-	-
Total, Net	20,975	18,350

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, 2024

6. FIXED ASSETS

	In EUR
Cost	
1 January 2023	50,093
Additions during the year	118,875
31 December 2023	168,968
1 January 2024	168,968
Additions during the year	7,717
31 December 2024	176,685
Accumulated Depreciation	
1 January 2023	49,655
Depreciation for the year	14,772
31 December 2023	64,437
1 January 2024	64,437
Yearly depreciation	26,135
31 December 2024	90,572
Net	
31 December 2023	104,531
31 December 2024	86,113

Additions

Additions during 2024 in amount of EUR 7,717 consist of items of furniture and equipments purchased for the needs of Tech Park.

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 and 31 December 2024, the NGO has recognized using of non-monetary grants (see Note 7).

Assets pledged as security

At 31 December 2024, 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, 2024

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
Cost	
1 January 2023	-
Additions during the year	741,600
31 December 2023	741,600
1 January 2024	741,600
Additions during the year	-
31 December 2024	741,600
1 January 2023	-
Depreciation for the year	37,080
31 December 2023	37,080
1 January 2024	37,080
Depreciation for the year	148,320
31 December 2024	185,400
Net	
31 December 2023	704,520
31 December 2024	556,200

As at 31 December 2024, 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 2024	31 December 2023
As at 1 January	704,520	-
Deferred non-monetary grant recognized during the period	-	741,600
- less income released for recognition of grant (Note 13)	(148,320)	(37,080)
Total Deferred non-monetary grant as at 31 December 2024	556,200	704,520

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

8. PAYABLES

Details of payables as at 31 December 2024 and 2023 are as follows:

	December 31, 2024	December 31, 2023
Payables towards donors	15,345	15,345
Payables towards suppliers	4,082	6,235
Payroll liabilities	2,257	1,784
Other payables	(46)	(46)
	21,638	23,318

9. DEFERRED INCOME FROM GRANTS

Deferred income from grants as at 31 December 2024 and 2023 is detailed as follows:

	December 31, 2024	December 31, 2023
Komuna e Prishtines	50,000	-
GIZ	-	18,930
EU -STAR UP	107,234	179,045
Total (Note 11)	157,234	197,975

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

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:

	2024	2023
Financed by:		
USAID	10,200	17,755
EEN	20,112	-
Procredit Bank	35,000	30,000
EYE	-	2,411
GIZ 2022/23	26,552	66,264
STAR UP	71,811	168,618
Prishtina Municipality	5,000	7,000
Ministry of Economic Development	6,000	5,000
IREX	19,400	17,000
EBRD	-	6,000
Ministry of Finance	70,000	-
Advantage Austria	1,500	-
Macedonian E-commerce Association	3,770	770
Donors	269,346	320,818
STIKK Income	82,980	104,845
Total income	352,326	425,663

STIKK income is composed as follows:

	2024	2023
STIKK - Membership fees	31,740	31,180
STIKK - Program income	13,976	71,215
STIKK - Income from renting	9,191	-
STIKK - Revenue from event hall rentals	10,520	-
STIKK - Income from activities	16,190	-
STIKK - Training fees	1,363	2,450
	82,980	104,845

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

11. EXPENDITURES

11.1 EXPENDITURES BY NATURE

Expenditures as at 31 December 2024 and 2023 by main class are composed as follows:

	2024	2023
Salaries	109,753	116,210
Depreciation – charged to capital fund	174,455	51,852
Promotional activities	101,644	75,612
Office Supplies	49,749	28,004
Training	47,491	36,802
Internships	17,092	-
Rent and utilities	15,275	11,094
Maintenance	13,796	4,705
Per Diem	8,609	12,448
Local, regional, and international travel expenses	5,300	14,163
Marketing, visual brand identity, social media.	3,700	5,931
Girls in ICT	2,360	6,815
Accommodation	1,504	11,740
Audit	1,489	1,180
Bank charges	796	1,450
Communication	844	1,030
Representation, board and assembly meetings	590	1,429
Legal Services	144	378
Admission Tickets	-	9,740
New Year Party	-	2,392
B2B Participation	-	1,200
Implementing IT Barometer	-	4,435
Visa	-	189
Total	554,591	398,799

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

11.2 EXPENDITURES FINANCED BY DONORS AND STIKK

Project expenses as of 31 December 2024 and 2023 by donors are composed as follows:

	2024	2023
USAID	10,200	17,755
EEN	20,112	-
Procredit Bank	35,000	30,000
EYE	-	2,411
GIZ 2022/ 2023	26,552	66,264
STAR UP	71,812	168,618
Prishtina Municipality	5,000	7,000
Ministry of Economic Development	6,000	5,000
EBRD	-	6,000
IREX	19,400	17,000
Ministry of Finance	70,000	-
Advantage Austria	1,500	-
Macedonian E-commerce Association	3,770	770
Donors	269,346	320,818
STIKK expenses	136,925	40,901
Depreciation related to right of use assets (Note 7)	148,320	37,080
Total	554,591	398,799

12 OTHER INCOME

	December 31, 2024	December 31, 2023
Income from release of recognition of deferred non-monetary grant	148,320	37,080
Total (Note 11)	148,320	37,080

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

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Notes to the Financial Statements (continued)

For the year ended December 31, 2024

13 FUNDS BALANCE BY DONOR AND PROJECTS

The fund balance by Donor and projects as at 31 December 2024 and 2023 are composed as follows:

Financed by	Fund balance 31.12.2023	Funds received / (funds return to donor) in 2024	Total funds in 2024	Expenses	Expenses in long term assets	Funds at 31.12.2024
USAID	-	10,200	10,200	(10,200)	-	-
Procredit Bank	-	35,000	35,000	(35,000)	-	-
GIZ 2023-2024	18,929	7,624	26,553	(26,553)	-	-
STAR UP	179,045	-	179,045	(71,811)	-	107,234
IREX	-	19,400	19,400	(19,400)	-	-
Prishtina Municipality	-	55,000	55,000	(5,000)	-	50,000
Ministry of Economy	-	6,000	6,000	(6,000)	-	-
EEN Kosova	-	20,112	20,112	(20,112)	-	-
Ministry of Finance	-	70,000	70,000	(70,000)	-	-
ADA	-	1,500	1,500	(1,500)	-	-
MACEDONIAN	-	3,770	3,770	(3,770)	-	-
Deferred revenue	197,974	228,606	426,580	(269,346)	-	157,234
STIKK fund unrestricted	(64,831)	2,003	(62,828)	(36,959)	-	(99,787)
Capital Fund (in Fixed Assets)	104,531	156,037	260,568	(174,455)	-	86,113
STIKK Fund	39,700	82,980	122,680	(136,925)	-	(13,674)
Total Funds and deferred revenue	237,674	311,586	549,260	(406,271)	-	143,560

**Kosovo Association of Information and Communication Technology
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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 31.12.2022	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	-	-	-	-	-	-
Deferred revenue (Note 8)	59,383	459,411	518,794	(320,818)	-	197,975
Funds						
STIKK fund unrestricted	(24,672)	(14,030)	(38,702)	(26,129)	-	(64,831)
Capital Fund (in Fixed Assets)	428	155,955	156,383	(51,852)	-	104,531
STIKK Funds	(24,244)	104,845	80,601	(40,901)	-	39,700
Total Funds and deferred revenue	35,139	564,256	599,395	(361,720)	-	237,675

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.

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

Notes to the Financial Statements (continued)

For the year ended December 31, 2024

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.

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, 2024

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 2024 and 2023:

31 December 2024	Receivables	Liabilities	Revenues	Costs
ICK	-	-	-	-
Key management short term benefits	-	-	-	45,578
	-	-	-	45,578

31 December 2023	Receivables	Liabilities	Revenues	Costs
ICK	-	-	-	7,192
Key management short term benefits	-	-	-	45,578
	-	-	-	52,770

16. SUBSEQUENT EVENTS

After 31 December 2024 – 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.