

FOUNDATION SOS CHILDREN'S VILLAGES SERBIA, BELGRADE

**Financial Statements
Year Ended 31 December 2023 and
Independent Auditors' Report**

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INDEPENDENT AUDITORS' REPORT

To the Deputy Secretary General of SOS-Kinderdorf International To the Managing Board of the Foundation SOS Children's Villages Serbia

We have audited the financial statements of Foundation SOS Children's Villages Serbia, Belgrade ("the Foundation") which comprise the balance sheet as of 31 December 2023, and related statement of financial activities, cash flow statement and statement of changes in the accumulated funds for the year then ended.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of 31 December 2023, and its financial performance and its cash flows for the year then ended, in accordance with the SOS KDI Accounting Standard.

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 Foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in the Republic of Serbia, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist Foundation to meet requirements of its founder. As a result, the financial statement may not be suitable for other purposes. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give true and fair view in accordance with the SOS KDI Accounting Standard 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 Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Direktor
Radu-Dragos Dobrescu
Željko Kisa

Austrija, Belgija, Belorusija, Brazil, Bugarska, Velika Britanija, Vijetnam, Estonija, Egipat, Indija, Indonezija, Italija, Južna Koreja, Kazahstan, Litvanija, Letonija, Mađarska, Malezija, Meksiko, Moldavija, NR Kina, Poljska, Rumunija, Ruska Federacija, SAD, Singapur, Slovačka, Slovenija, Srbija, Tajland, Turska, Ujedinjeni Arapski Emirati, Ukrajna, Francuska, Hongkong, Hrvatska, Češka, Španija, Švedska, Švajcarska

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INDEPENDENT AUDITORS' REPORT (CONTINUED)

**To the Deputy Secretary General of SOS-Kinderdorf International
To the Managing Board of the Foundation SOS Children's Villages Serbia**

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide 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 override of internal controls.
- 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation 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.

Belgrade, 18 March 2024



Roedl & Partner Audit d.o.o. Beograd

A handwritten signature in blue ink, appearing to be "Zeljko Kisa".

Zeljko Kisa
Licenced Certified Auditor

NOTES PROVIDED BY AUDITOR
31 December 2023

1. GENERAL INFORMATION

In 2012 SOS - Kinderdorf International founded Foundation SOS Children's Villages. The Foundation was registered at the Serbian Business Register Agency on 04 June 2012. Foundation is humanitarian organisation financed by donators and sponsorships.

The main objectives of the Foundation are: promotion, protection and improvement of social care; specialized care and support to orphans and families who are unable to care for children; promoting and advocating for children's rights in Republic of Serbia; fundraising from different sources, in accordance with the law, in order to achieve the goals and activities of the Foundation; promote, protect and improve the care of children and youth.

The SOS Children's Villages Serbia has opened an office in Belgrade and has developed from SOS Children's Village's Kraljevo level into a national association that supports other SOS programs: SOS Children's Village's Kraljevo (Children Village, Family straightening and Semi Independent Living), Family Strengthening Program in Nis, Family Strengthening Program in Obrenovac with additional activities in Zemun, Emergency Response Project "Solidarity", Project "Strong Youngsters-Social inclusion and economic sustainability of youths at risk" in Belgrade and European Instrument for Democracy and Human Rights (EIDHR) Project "Alternative Care and Children's Rights in Serbia".

During 2023 the Foundation supported 2.703 participants (1787 children and young people, and 916 adults) and 555 biological and foster families through different SOS Programmes and Projects.

During 2023 the Foundation supported 8 foster families living in houses in SOS Children's Village Kraljevo and provided alternative care for 32 children and young people. 20 youngsters (students and employed) were supported through Independent living support program. In the end of year, we supported total 28 children and youngsters in 6 foster families, 10 students and 5 employed youngsters in the SIL Program.

14 children and young people were involved in the work of the Day Center for Children and Young People with Behavioral Problems. In addition, 65 children and young people were involved in the activities of the Youth Club. Also, 20 parents were supported through Day Center and Youth Club activities.

The Program for Mothers and Babies without basic living conditions and support is helping 6 families of single mothers, i.e. 6 mothers and 7 babies/children.

The Direct Family Empowerment (DFE)/Family Strengthening Programs provided support for 543 families with 2265 participants (1411 children, 880 parents/caregivers, 74 young people and) in nine communities: City Nis (including 5 local municipalities and Gadzin Han), Kraljevo (including Kraljevo, Trstenik, Vrnjacka Banja, Cacak and Raska) and Belgrade (including 7 local municipalities).

In 2023, a total of 164 young people was supported for education, employment and independent living through the Center "Strong Youngsters" in Belgrade. Project YouthCan! supported 107 young people through additional education, vocational trainings, internship, and employment, while through Project YouthPower 3, 13 young people were involved.

1. GENERAL INFORMATION (CONTINUED)

The Foundation is a member of the International Organization of SOS Children's Villages, and has the obligation to apply international policies and regulations, through their immediate application, or through the adoption of key documents translated into our language and adapted to our legal framework. In the area of programme development, during 2023 we focused on several important activities and processes to improve the quality of care for children and youth, developing new programs and advocating for children's rights:

- Two new documents related to the new program structure and way of keeping statistics (Statistical Manual) were implemented in 2023. The employees were informed about the changes mentioned in the mentioned documents through a set of five presentations that were realized in Kraljevo and Belgrade, for a total of 60 employees. The program structure changes from program units to projects and types of services.
- Significant progress was made in the development and implementation of results-based management (RBM) process and tools. Needs assessment report was prepared, as well as an objective analysis of the needs of the target group in the program locations Belgrade and Kraljevo. Two project concepts (Concept Notes) were created for both locations. The Result Framework was defined, the expected results and indicators provided for measuring the achievement of standard projects. This document foresees and analyses the means of verification as well as the desired goals (target), and includes risk analysis as well as measures and strategies to overcome them if they occur during implementation. The document also contains elements for establishing the basis for monitoring and checking (Baseline study) and a monitoring plan, which enables transparent monitoring of the progress of the project, which increases responsibility in implementation. An Activity Schedule was created for both standard projects. In this way, financial resources are allocated to each project impact, which will greatly facilitate the understanding of the connection between what was achieved and what was spent.
- Work continued on defining the national framework for monitoring and evaluation and the introduction of ISO standards.
- New policies, procedures and regulations were adopted that regulate the protection of the rights of participants in our programs and program work, as well as in the field of human resources (Code of Conduct, Management of incidents related to the safety of all resources, etc.). Additional efforts were made to implement child-safeguarding procedures through all aspects of programme work in the organization.
- The transformation of the work of the Children's Village Kraljevo continued, the Day Center for children and youth in conflict with the law and behavioral problems, as well as the Program for mothers and babies without basic living conditions, began operating.
- The Foundation adopted a new national concept of youth support and revised the Independence Support Program for youth from alternative care
- A Feasibility study and a Business plan for the establishment of a kindergarten, as new institution in the empty facilities of the SOS Children's Village Kraljevo, was carried out.
- Project proposal for continuation of Regional Youth Empowerment and Employment Project (YEEP) for 2023-2026 was approved and started with implementation. The project will provide funds for the work of the our "Strong Youth" Center in Belgrade and support for five partner organizations in Kragujevac, Sombor, Požega, Kruševac and Zaječar, to help the independence and employment of young people from vulnerable groups through the application of our methodology.

NOTES PROVIDED BY AUDITOR

31 December 2023

2. BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

The financial statements of the Foundation are prepared in accordance with with provisions of the General Secretariat Guideline for the SOS Children's Villages Foundation Accounting Standard (hereinafter referred to SOS KDI Accounting Standard). The financial statements are prepared to assist Foundation to meet requirements of its founder. As a result, the financial statements may not be suitable for other purposes.

Presentation of financial statements

The financial statements are presented under the frame determined by the SOS KDI Accounting Standard on content and form of the financial statements for SOS associations.

Accounting convention

The financial statements are prepared on the accrual basis. On this basis, the effects of transactions and other events are recognized as and when they occur (and not at the point that cash or its equivalent is received or paid).

Going concern principle

The financial statements of the Foundation are prepared by applying going concern principle.

Comparatives

Data for 2022 have been consistent to the current period in accordance with SOS KDI Accounting Standard.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting polices applied in the preparation of these financial statements are set out below. Comparative information comprises of the Foundation's financial statements for the year 2023.

Statement of financial activities

The Statement of financial activities is a single accounting statement with the objective of presenting all incoming resources and resources expended by the Foundation during the year in respect of all of its funds. It is designed to show how the Foundation has used its resources during the year, in accordance with its objectives for the benefit of the beneficiaries. It shows whether there has been a net inflow or outflow of resources, and provides a reconciliation of all movements in the Foundation's funds.

All items of income and expenditure recognized in a period are included in the Statement of financial activities.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Statement of financial activities (continued)

Operating income

Income comprises the increases in economic benefits during an accounting period in the form of inflows or enhancements in the value of assets or in a decrease in liabilities that results in an increase in the accumulated fund, other than those relating to contributions from donors or contributions to restricted funds that are unutilised at the end of the period.

Income realized from restricted funds is recognized in the Statements of financial activities only when there is certainty that all of the conditions for receipt of the funds have been complied with and the relevant expenditure that it is expected to compensate has been incurred and charged to the Statement of financial activities. Unutilized funds are held in their respective restricted funds-accounts and included under accumulated fund in the balance sheet until required.

Donations in kind are valued at fair value if the fair value can be measured reliably, but whenever this is not possible, any of the following alternatives may be used: Quoted market prices for similar assets, the assets replacement cost and the independent appraisal of the asset's fair value.

Incoming resources in the form of donations in kind are included in the Statement of financial activities in the following ways:

- Assets given and held as stock for distribution should be recognized as incoming resources for the year only when distributed with an equivalent amount being included as resources expended under the appropriate category of the Statement of financial activities to reflect its distribution.
- Donated assets should be recognized as deferred income in the balance sheet, which shall be recognized as income over the periods necessary to match them with related expenditures which they are intended to compensate, on a systematic basis - for grants related depreciable assets (equipment/software) over the periods in which depreciation is charged.

All other income is recognized when the Foundation is legally entitled to the use of such funds and the amount can be quantified. This would include income receivable through fund raising activities and donations.

Net gains and losses on the disposal of property, plant and equipment and other noncurrent assets, including investments, are recognized in the Statement of financial activities after deducting from the proceeds on disposal, the carrying value of the item disposed of and any related selling expenses.

Other income is recognized on an accrual basis.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Statement of financial activities (continued)*****Operating expenses***

Expenses comprise the decrease in economic benefits during the accounting period in the form of outflows or depletions in the value of assets or incurrence of liabilities that result in a decrease in the accumulated fund. Expenses are gross decreases in assets or gross increases in liabilities (or a combination of both) recognized and measured from rendering services, delivering or producing goods, or carrying out other activities that constitute the Foundation's ongoing major operations.

When determining the net excess or deficit for the period, the following principles are considered:

- Associating cause and effect- where costs are recognized on the basis of a presumed direct association with specific revenue which means that costs are charge to expense in the period that the revenue with which they are associated is recognized.
- Systematic and rational allocation - wherein the absence of a direct means of associating cause and effect, some costs are associated with specific accounting periods as expenses on the basis of an attempt to allocate costs in a systematic and rational manner among the periods in which benefits are provided.
- Immediate recognition - the cost is immediately expensed.

Expenses in carrying out the projects and other activities of the Foundation are recognized in the Statement of financial activity during the period in which they are incurred . Other expenses incurred in administering and running the Foundation and in restoring and maintaining the property, plant and equipment to perform at expected levels are accounted for on an accrual basis and charged to the Statement of financial activities.

The expenses are presented by functional classification in the Statement of Activities. Accordingly, the expenses are classified in relation to the major classification - programs/projects, administrative, fund-raising. This practice classifies all costs according to different functions of the Foundation.

Income/expenses from financial activities

Financial expenses include the incurred bank charges which are recognized on an accrual basis.

3. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Statement of financial activities (continued)

The foreign currency transaction is recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the Central bank exchange rate between the functional currency and the foreign currency at the date of the transaction. The date of a transaction is the date on which the transaction first qualifies for recognition.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements shall be recognized in profit or loss in the period in which they arise.

When monetary items arise from a foreign currency transaction and there is a change in the exchange rate between the transaction date and the date of settlement, an exchange difference results. When the transaction is settled within the same accounting period as that in which it occurred, all the exchange difference is recognized in that period. However, when the transaction is settled in a subsequent accounting period, the exchange difference recognized in each period up to the date of settlement is determined by the change in exchange rates during each period.

Balance Sheet

The asset is a resource which is controlled by the Foundation as a result of past events and from which future economic benefits are expected to flow to the Foundation.

A liability is a present obligation of an Foundation arising from past events, the settlement of which is expected to result in an outflow of resources from the Foundation (economic) benefits.

Accumulated Fund is a fund held by Foundation to which a surplus of income over expenditure is credited and to which any deficit is debited.

Property, plant and equipment

Property, plant and equipment are tangible assets that:

- are held by the Foundation for use in supply of services and for administrative purpose;
- are expected to be used during more than one period.

Property, plant and equipment include buildings, vehicles, machines, furniture, computers etc.

An item of property, plant and equipment are initially measured at its cost-purchase price and any directly attributable costs of bringing the asset to working condition for its intended use. After recognition as an asset, an item of property, plant and equipment are stated at historical costs less accumulated depreciation and any impairment in value.

NOTES PROVIDED BY AUDITOR
31 December 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Balance Sheet (continued)

Property, plant and equipment (continued)

The depreciation is calculated on a straight line basis over the estimated useful life of the assets. The depreciation rates determined by useful life (no residual value) are:

	Estimated useful life (years)	Depreciation rate
Motor vehicles	6.67	15%
Computers	3.33	30%
Machines	6.67	15%
Furniture	6.67	15%

The carrying value of the assets is reviewed for impairment when events or changes in circumstance indicate the carrying value may no be recoverable.

An asset item is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognizing of the assets is included in the Statements of financial activities in the year the item is derecognized.

Inventories

The inventories include consumables and they are recognized and measured according the real value and separated by items. Inventories costs are assigned by using the first-in, first-out cost formula.

Receivables

The receivables represent the amounts due to the Foundation arising from current operations, as it is receivables from employees, beneficiaries etc.

Receivables are first recognized at the original amount.

Cash and cash equivalents

Cash comprises cash on hand, all current accounts and money gift deposit account. The cash is evaluated based on the nominal value, where as cash in foreign currencies are evaluated according to the foreign currency exchange rate prevailing at the date of preparation the financial statements.

Prepaid expenses and accrued income

Prepaid expenses represents payment made for the input or service prior to the accounting period in which it will be used.

Accrued income represents amounts earned in the current accounting period but which will be received in subsequent period.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Balance Sheet (continued)*****Funds held in trust***

Funds held in trust or agency transactions are advances to the Foundation for custody which would later be used for a specific purpose. The Foundation is acting as an agent or a trustee and is not the beneficiary. Therefore, funds held in trusts are treated as a liability.

Funds held in trust are included as liabilities in the Balance sheet. Cash received and paid in such a transaction is reported as cash flows from operating activities in a Cash flow statement.

Current liabilities

The current liabilities present obligation of the Foundation arising from past events or transactions. Current liabilities are expected to be settled in normal activity cycle of the Foundation and are due to be settled within twelve months after the date of the Balance sheet. The amount recognized is the amount which has to be paid. The liabilities include accounts payable (money that the Foundation owes to suppliers), all current costs of doing activities (insurance, taxes, salaries, retention payments) etc.

Liabilities are generally recognized at fair value at the date of acquisition.

Deferred income

The grant with conditions (grant received for a specific purpose) is recognized as deferred income. The grants received should not be recognized until there is "reasonable assurance" that the Foundation will comply with conditions attaching to them and the grants will be received. The grants shall be set up as deferred income in the balance sheet, which shall be recognized as income over the periods necessary to match them with related expenditures which they are intended to compensate, on a systematic basis - during the periods required for their matching with the associated expenditures.

Restricted funds

On receiving any restricted contributions (funds), the restricted contribution should be credited to the restricted fund account (liability account towards the donor) and debited to the bank account. Thereafter, at the end of the relevant period (month, year) an amount equivalent to that which has been spent on agreed restricted activities during that period, should be taken to income, by debiting the restricted fund account in the balance sheet and crediting restricted income account. When all restricted funds have been used for the defined purpose, the restricted account will therefore be zero. The period in which net result of restricted income and the respective expenditures has to be reduced to zero is dependent on the agreement with the donor.

The donation received in the form of a transfer of the ownership of fixed assets should be credited to the restricted fund account (liability account towards the donor) and debited to the relevant fixed assets account. Thereafter, at the end of the relevant period (year) an amount equivalent to the charged depreciation in that period, should be taken to income, by debiting the restricted fund account in the balance sheet and crediting restricted income account.

Cash flow statement

The Cash flow statement provides historical information about cash and cash equivalents, classifying cash flows between operating activities, investing activities and financing activities. The indirect method is used for computing the cash flow.

NOTES PROVIDED BY AUDITOR
31 December 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Statement of changes in accumulated fund

Accumulated Fund is a fund held by Foundation to which a surplus of income over expenditure is credited and to which any deficit is debited. The value of the accumulated funds is calculated at any time by valuing the net assets (i.e. assets less liabilities) of the Foundation. The restricted accumulated fund and the general accumulated fund are shown separately within Statement of changes in accumulated fund.

4. STATEMENT OF FINANCIAL ACTIVITIES

	Note	2023	in RSD 2022
INCOMING RESOURCES			
Income from abroad			
Income from PSAs for RC	4.1.	95,543,898	143,688,464
		<u>95,543,898</u>	<u>143,688,464</u>
Local income			
Local Income from Fundraising	4.1.	143,595,483	99,704,456
Government Subsidies and Grants		1,239,585	3,984,324
Operational Local Income		-	-
Other Local Income		175,624	123,100
Total incoming resources		<u>240,554,590</u>	<u>247,500,344</u>
EXPENDITURES			
Programme/Project Expenses	4.2.	(68,085,852)	(79,783,236)
Administrative Expenses		(57,707,082)	(66,811,591)
Fund-Raising Expenses		(76,767,488)	(74,941,367)
Other Expenses		(4,705,204)	(5,950,307)
Total expenditures		<u>(207,265,626)</u>	<u>(227,486,501)</u>
Net surplus on operating activities		<u>33,288,964</u>	<u>20,013,843</u>
Income/Expenditures from Financial Activities			
Interest Income	4.3.	-	-
Interest Expenditure		(452,938)	(485,811)
Gain or Loss from Foreign Exchange Rate		(87,183)	33,501
Total from Financial Activities		<u>(540,121)</u>	<u>(452,310)</u>
NET SURPLUS BEFORE TAX		<u>32,748,843</u>	<u>19,561,533</u>
Income tax expense		-	-
SURPLUS AFTER TAX		<u>32,748,843</u>	<u>19,561,533</u>

NOTES PROVIDED BY AUDITOR
31 December 2023

4. STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

4.1. INCOMING RESOURCES

	<u>2023</u>	<u>in RSD</u> <u>2022</u>
Income from abroad	95,543,898	143,688,464
Local income	143,595,483	99,704,456
Government Subsidies and Grants	1,239,585	3,984,324
Other Local income	175,624	123,100
	<u>240,554,590</u>	<u>247,500,344</u>

Income from abroad

	<u>Unrestricted</u>	<u>Restricted</u>	<u>2023</u> <u>Total</u>	<u>in RSD</u> <u>2022</u> <u>Total</u>
HGFD	4,698,928	64,560,304	69,259,232	95,305,671
Donations from abroad	9,616,122	16,668,544	26,284,666	35,265,679
Donations from abroad (Membership fee)	-	-	-	13,117,114
	<u>14,315,050</u>	<u>81,228,848</u>	<u>95,543,898</u>	<u>143,688,464</u>

HGFD funds were paid to the Foundation's bank account and transferred to the SOS CV Kraljevo, The amount of RSD 69,259,232 reported as HGFD income represents the difference between the amount of HGFD funds received and the amount of the funds transferred to the SOS CV Kraljevo in 202.

Donations from abroad include the income realized from restricted funds in the amount of RSD 26,284,666. The income from restricted funds mostly relate to the funds intended to be used for the Emergency Response Program-refugees (these funds were provided by: HGFD, SOS Spain, SOS France, SOS Denmark, SOS Italy, SOS Norway, SOS USA, SOS Finland, SOS Sweden, UNICEF, SOS Kinderdorf).

Donation from abroad in 2022 in the amount of RSD 13,117,114 represent membership fees. The membership fees are stipulated by the Membership fee regulations and supported by the Proforma - Membership fee bill issued by SOS Children's Villages International.

NOTES PROVIDED BY AUDITOR
31 December 2023

4. STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

4.1. INCOMING RESOURCES (CONTINUED)

Local income from fundraising

	Unrestricted	Restricted	2023 Total	in RSD 2022 Total
Sporadic donations from individuals	4,783,508	-	4,783,508	6,528,154
Local sponsors/Comm Giving	-	92,242,555	92,242,555	66,102,555
Philanthropic donations Foundations and other institutions	22,707,600	19,623,779	42,331,379	23,126,616
Merchandising	762,700	-	762,700	1,178,780
Grants	3,976	1,235,609	1,239,585	3,984,324
Donations in kind/Individuals	-	-	-	9,901
Donations in kind/Corporate	3,475,341	-	3,475,341	2,758,451
Donations in kind / Public	-	-	-	-
	31,733,125	113,101,943	144,835,068	103,688,781

The local income from fundraising in 2023 includes the income realized from the unrestricted funds in the amount of RSD 31,733,125 and the income realized from restricted funds in the amount of RSD 113,101,943. The income from restricted funds mostly relate to received grants.

4.2. EXPENDITURES

	2023	in RSD 2022
Programme/Project Expenses	(68,085,853)	(79,783,236)
Administrative Expenses	(57,707,082)	(66,811,591)
Fund-raising Expenses	(76,767,488)	(74,941,367)
Other Expenses	(4,705,204)	(5,950,307)
	(207,265,627)	(227,486,501)

- a) The programme/project expense relates to those program service activities that result in services (goods) being distributed to beneficiaries that fulfil the basic mission of the Foundation and it includes the following:

	2023	in RSD 2022
Low value investment	(165,720)	(113,157)
Current working expenditures	(23,183,133)	(35,549,783)
Personnel costs	(39,264,711)	(41,602,776)
Administrative expenses	(5,472,289)	(2,517,520)
	(68,085,853)	(79,783,236)

NOTES PROVIDED BY AUDITOR
31 December 2023

4. STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

4.2. EXPENDITURES (CONTINUED)

Current working expenditures - these expenditures mainly include the expenditures incurred in connection with the project/programmes activities implemented by Foundation in 2023, etc,

Personnel costs - 95% of the personnel costs relates to the salaries including all fringe benefits payable by employer, the thirteen salaries and holiday allowance, The personnel costs also include the expense for the human resources development and expenses for training trips,

Administrative expenses - these expenses represent the project/programmes related administrative costs, and it includes the expense for audit services, office supplies, postal costs, telecommunication costs, etc,

b) The administrative expenses include the following:

	<u>2023</u>	<u>in RSD</u> <u>2022</u>
Low value investment	(150,838)	(183,462)
Current working expenditures	(7,121,409)	(6,173,741)
Personnel costs	(42,641,146)	(41,033,680)
Administrative expenses	(7,793,689)	(19,420,708)
	<u>(57,707,082)</u>	<u>(66,811,591)</u>

c) The fund-raising expenses include the following:

	<u>2023</u>	<u>in RSD</u> <u>2022</u>
Low value investment	(172,213)	(168,735)
Current working expenditures	(7,639,427)	(8,033,185)
Personnel costs	(56,473,666)	(54,017,706)
Administrative expenses	(12,482,182)	(2,923,725)
Fund-raising activities	-	(9,798,016)
	<u>(76,767,488)</u>	<u>(74,941,367)</u>

The fund-raising expenses include costs of fund-raising activities.

NOTES PROVIDED BY AUDITOR
31 December 2023

4. STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

4.2. EXPENDITURES (CONTINUED)

d) The other expenses include the following

	<u>2023</u>	<u>in RSD 2022</u>
Depreciation expenses	(4,523,582)	(5,757,019)
Expenses on disposal of equipment	(181,622)	(193,287)
	<u>(4,705,204)</u>	<u>(5,950,306)</u>

4.3. INCOME/EXPENDITURE FROM FINANCIAL ACTIVITIES

	<u>2023</u>	<u>in RSD 2022</u>
Interest income	-	-
Bank charges	(452,938)	(485,811)
Net exchange rate gains/(losses)	(87,182)	33,501
	<u>(540,120)</u>	<u>(452,310)</u>

NOTES PROVIDED BY AUDITOR
31 December 2023

5. BALANCE SHEET

	<u>Note</u>	<u>2023</u>	<u>In RSD 2022</u>
ASSETS			
Non-current assets			
Property, plant and equipment	5.1.	10,565,736	9,781,506
		<u>10,565,736</u>	<u>9,781,506</u>
Current assets			
Inventories, stock		3,082,639	647,765
Receivables			
Receivables from customers	5.2.	6,488,549	-
Deferred expenses	5.3.	1,281,727	4,917,947
Other receivables	5.4.	438,452	549,099
Cash and cash equivalents	5.5.	82,307,449	55,539,729
		<u>93,598,816</u>	<u>61,654,540</u>
TOTAL ASSETS		<u>104,164,552</u>	<u>71,436,046</u>
ACCUMULATED FUNDS AND LIABILITIES			
Accumulated Fund			
Unrestricted funds	5.6.	62,091,730	29,342,887
		<u>62,091,730</u>	<u>29,342,887</u>
Non-current liabilities			
Funds held in trust	5.7.	6,237,193	7,293,588
		<u>6,237,193</u>	<u>7,293,588</u>
Current liabilities			
Deferred Income		13,054,954	11,561,339
Restricted funds	5.8.	20,384,937	10,530,892
Other current liabilities			
Liabilities to Suppliers	5.9.	2,242,632	12,641,490
Tax Liabilities	5.10.	153,106	65,850
		<u>35,835,629</u>	<u>34,799,571</u>
TOTAL ACCUMULATED FUNDS AND LIABILITIES		<u>104,164,552</u>	<u>71,436,046</u>

NOTES PROVIDED BY AUDITOR
31 December 2023

5. BALANCE SHEET (CONTINUED)

5.1. PROPERTY, PLANT AND EQUIPMENT

	Furniture	Equipment	Vehicles	in RSD Total
Cost				
1 January 2023	3,459,080	19,880,311	19,984,537	43,323,928
Additions during the year	35,979	3,026,915	2,426,540	5,489,434
Disposals	(3,833)	(704,439)	-	(708,272)
Adjustments	(2,825,815)	(11,878,125)	(11,448,282)	(26,152,222)
31 December 2023	<u>665,411</u>	<u>10,324,662</u>	<u>10,962,795</u>	<u>21,952,868</u>
Accumulated depreciation				
1 January 2023	(2,905,120)	(15,293,577)	(15,343,725)	(33,542,422)
Depreciation	(305,547)	(1,770,096)	(1,921,289)	(3,996,932)
Adjustments	2,766,895	11,934,180	11,451,147	26,152,222
31 December 2023	<u>443,772</u>	<u>5,129,493</u>	<u>5,813,867</u>	<u>11,387,132</u>
Net book value				
31 December 2023	<u>221,639</u>	<u>5,195,169</u>	<u>5,148,928</u>	<u>10,565,736</u>
31 December 2022	<u>553,960</u>	<u>4,586,734</u>	<u>4,640,812</u>	<u>9,781,506</u>

5.2. DEFERRED EXPENSES

Deferred expenses disclosed as of 31 December 2023 in the amount of RSD 1,281,727 (2022 – RSD 4,917,947) mostly relate to accrued income and rent expense for 2022 paid in advance.

5.3. OTHER RECEIVABLES

Other receivables disclosed as of 31 December 2023 in the amount of RSD 438,452 (2022 – RSD 549,099) relate to the office rent deposit.

NOTES PROVIDED BY AUDITOR
31 December 2023

5. BALANCE SHEET (CONTINUED)

5.4. CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>in RSD 2022</u>
Cash at bank in local currency	38,901,272	18,960,372
Cash at bank in foreign currency	43,406,177	36,579,357
	<u>82,307,449</u>	<u>55,539,729</u>

Cash in foreign currency as of 31 December 2023 included following:

	<u>In currency</u>	<u>In RSD</u>
Cash at bank in EUR	348,764	40,865,995
Cash at bank in USD	23,994	2,540,182
		<u>43,406,177</u>

5.5. ACCUMULATED UNRESTRICTED FUNDS

Accumulated unrestricted funds are disclosed as of 31 December 2023 as deficit in the amount of RSD 61,091,730 (2022 – deficit in the amount of RSD 29,342,887). The deficit was debited to the accumulated funds.

5.6. FUNDS HELD IN TRUST

	<u>2023</u>	<u>in RSD 2022</u>
Opening balance	7,293,588	7,262,760
Received money-gifts during the year	2,345	1,312,920
Disbursed money-gifts during the year	(936,147)	(1,562,106)
Exchange rate evaluation	(122,593)	280,014
	<u>6,237,193</u>	<u>7,293,588</u>

NOTES PROVIDED BY AUDITOR
31 December 2023

5. BALANCE SHEET (CONTINUED)

5.7. RESTRICTED FUNDS

Restricted funds are disclosed as of 31 December 2023 in the amount of RSD 20,384,937 (2022 – RSD 10,530,892). The movements of restricted funds are shown in the table below:

RF Local Income	in RSD			
	1 January	Received	Spent	31 December
HA	1,164,194	-	845,814	318,380
DFE	3,539,266	27,278,448	29,798,635	1,019,079
EET	5,801,489	38,885,468	28,399,123	16,287,834
NB Belgrade/FR	20,219	1,905,308	1,339,659	585,868
NO	-	2,565,500	391,724	2,173,776
NB Belgrade/AD	5,724	-	5,724	-
	10,530,892	70,634,724	60,780,679	20,384,937

The received restricted funds mostly relate to the funds received for the purposes of the Emergency Response Program-refugees. These funds were provided by: HGFD, SOS Sweden, SOS Spain, SOS France, SOS Denmark, SOS Italy, SOS USA, SOS Norway, SOS Kinderdorf, UNICEF, etc. The amount of RSD 42,750,354 includes the spent funds on agreed restricted activities during 2023 as well as the amount equivalent to the charged depreciation for donated fixed assets.

5.8. LIABILITIES TO SUPPLIERS

	2023	in RSD 2022
Suppliers SOS	517,876	-
Suppliers non-SOS	1,724,756	1,057,785
Refunds to another AU	-	11,583,705
	2,242,632	12,641,490

5.9. TAX LIABILITIES

	2023	in RSD 2022
Income tax	-	-
Social tax	-	-
Output tax (VAT)	153,106	65,850
	153,106	65,850

NOTES PROVIDED BY AUDITOR
31 December 2023

6. CASH FLOW STATEMENT

	2023	In RSD 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus before taxation/deficit	32,311,193	19,561,533
Adjustments for:		
Depreciation	4,961,232	5,757,019
Disposal of equipment	181,623	193,287
Operating surplus before working capital changes	37,454,047	25,511,839
Decrease/(Increase) in receivables		
Receivables from Customers	(6,488,549)	543,037
Deferred expenses	3,636,220	(3,169,823)
Change in other receivables	110,646	(236,852)
Decrease/(Increase) in inventories	(2,434,873)	77,464
Increase (decrease) in Funds held in trust	(1,056,395)	30,828
Increase (Decrease) in Restricted Funds	9,854,046	(2,544,109)
Increase (Decrease) in payables		
Deferred Income	1,493,614	(20,234,619)
Liabilities to Suppliers	(10,398,858)	(1,160,273)
Other payables	87,256	33,208
Liabilities to employees	-	(51,759)
Cash generated from operations	(5,196,893)	(26,712,898)
Net cash from operating activities	32,257,154	(1,201,059)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property plant and equipment	(5,489,434)	(1,907,258)
Net cash used in investing activities	(5,489,434)	(1,907,258)
NET CHANGE IN CASH AND CASH EQUIVALENTS	26,767,720	(3,108,317)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	55,539,729	58,648,046
CASH AND CASH EQUIVALENTS, END OF YEAR	82,307,449	55,539,729

In accordance with the SOS KDI Accounting Standard the cash flows were classified into operating, investing or financing, Foundation used the indirect method for the cash flow statement, The net cash flows were reconciled to the statement of financial activities by adjusting net income, The cash flow relevant effects were correctly calculated in the cash flow statement,

Cash at the beginning of the year and at the end of the year is confirmed by original bank statements and cash books,

NOTES PROVIDED BY AUDITOR
31 December 2023

7. STATEMENT OF CHANGES IN ACCUMULATED FUNDS

	<u>2023</u>	<u>in RSD 2022</u>
Unrestricted Funds		
January 1	29,342,887	9,781,354
Gain/Loss for the year	32,748,843	19,561,533
December 31	<u>62,091,730</u>	<u>29,342,887</u>
Restricted funds		
January 1	10,530,892	13,075,001
Receipts	70,634,724	40,206,245
Disbursements	(60,780,679)	(42,750,354)
December 31	<u>20,384,937</u>	<u>10,530,892</u>
ACCUMULATED FUNDS	<u>82,476,667</u>	<u>39,873,779</u>

8. EVENTS AFTER THE REPORTING PERIOD

After 31 December 2023, there were no significant events that would require adjustments or disclosures in the accompanying financial statements

9. FOREIGN EXCHANGE RATES

The official exchange rates, determined at the interbank foreign exchange market, applied for translation of items in foreign currencies into RSD for major currencies were as follows:

	<u>2023</u>	<u>2022</u>
EUR	117,1737	117,3224
USD	105,8671	110,1515
CHF	125,5343	119,2543

ANNEX 1



ANNUAL FINANCIAL STATEMENTS 2023

Foundation SOS Children's Villages Serbia

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ANNUAL FINANCIAL STATEMENTS
2023

Name of the Organization: Foundation SOS Children's Villages Serbia

Type: Foundation

Registration Code: 28825790

Registered: Serbian business register agency from 12.06.2012.

Address: Bulevar kralja Aleksandra 251
11000 Belgrade
Republic Serbia

Telephone: + 381 11 39 89 776

Fax: + 381 11 39 89 776

Board Members: Nevena Calovska, president
Zeljka Burgund, member
Mirela Gruenther-Decevic, member

Fiscal Year: 2023

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ANNUAL REPORT

Chairman's Report

The year 2023 was marked by the world political, economic and energy crisis caused by the war in Ukraine and Gaza. The crisis led to an increase in the prices of energy, food, goods and services, high inflation rates, increased reference interest rates. All this had an impact on the reduced capacity for donations by citizens and companies, and a significant drop in the total amount of all donations in Serbia. Most funds are still donated for the treatment of sick children, and public funds are directed to state institutions in the health and education system. The fact that foundations cannot apply for tenders for projects announced by ministries and local self-government units, has significantly narrowed the possibilities for obtaining funds from these sources. Cooperation with large, international donors was influenced by an international report on historical cases of violation of children's rights in some members of the SOS Children's Villages International.

There are not enough candidates on the labor market who are profiled and want to work on fundraising, especially for representatives in the field, as well as ICT experts, and in some, smaller municipalities, not even expert workers in social protection.

Although Serbia, through various government measures, managed to amortize the consequences of the economic crisis to a large extent, it significantly affected precisely the poorest and most vulnerable layers of society and reduced the ability of the state system to provide adequate and timely support for increasing needs.

The year was marked by a demanding process with the introduction of a results-based management system (RBM), new standards and procedures defined at the international level and by our key donor, the Hermann Gmeiner Fund, and preparations for the transition to a new ERP system (SOS Connect and D365) and work on introduction of ISO standards and the national framework for monitoring and evaluation in all segments of the Organization's work.

The further development of services and programs in SOS Children's Village Kraljevo continued, through the licensing of Day Center for children and youth in conflict with the law and behavioral problems and the Program for Mothers and Babies without basic living conditions.

Overall, the focus of our program work is directed at preventive support to families at risk and young people from vulnerable groups in the process of becoming independent. The work of the Strong Youth Career Center and the realization of the JEEP (Youth Employment and Empowerment) regional project continued successfully, and three partner organizations in Novi Sad, Kragujevac, and Nis were empowered to implement a new methodology in working with young people. Our organization got the licensing of this service in the adult education system. The YEEP projects were successfully completed, and a new project cycle was approved for the next 3 years, through which we will strengthen five more partner organizations in Kragujevac, Požega, Zaječar, Sombor and Kruševac.

Key advocacy activities were related to changing the normative and strategic framework of social and family-legal protection, as well as encouraging children and youth to actively participate in society and advocate for their rights. We were actively participating in working groups led by the Ministry for Social Welfare giving inputs on the National Action Plan for the Strategy of deinstitutionalization, public debate on the proposal of the Strategy for Youth.

During 2023, the SOS CV Serbia continued to network and build partnerships with institutions and organizations in order to better position itself and improve services and programmes for our target

group. We were actively working on involving children and young people in the advocacy processes through project „ Youth Power“.

Additional efforts were made to implement child-safeguarding procedures through all aspects of programme work in the organization, including strengthening cooperation with national and local Ombudsman offices.

SOSCV Serbia should reach self-sustainability in 2024. One of the major points of our Strategy is the development of sustainable income through diversification of local funding sources particularly FR segments with the highest potential for self-sustainability: committed individual giving (F2F/D2D and digital), long term corporate partnerships and co-creation of the projects with the highest impact on the society, innovations both in individual and corporate giving and public funding.

Different crises made complex impacts on the economy, financial markets, companies and citizens. In this environment fundraising activities needed diversification, innovations, more structured and flexible approach with fast reactions and decision making when needed. the Impact Fund for Children (IF4C) project focused on the development of continuous donations by citizens has been successfully completed, and the further development of new channels for collecting funds from citizens is supported through the new project cycle 2024-2026. The focus will be on the development of digital FR and door-to-door channels, and the expansion of work to new locations and cities. Having in mind grate success in local fund raising in 2023., we believe that the organization will manage to secure funds for its work and programs in 2024, through various fundraising channels from donors and various funds in Serbia.

National context and stakeholders

The early announcement of extraordinary national and local elections, held in December, significantly affected the slowdown of the work of all state institutions and the social climate in the country and all local municipalities in the second half of the year. This had a significant impact on the further delay of the adoption of the law in the domain of social and family protection, as well as in the domain of children's rights and the halt in the work of the ministry and state administration and institutions, including those that are most important for our work.

The biggest impact on the overall environment has war in Ukraine and Gaza. In the political sense, the pressures on the Government of Serbia to impose sanctions on Russia and recognize the independence of Kosovo province have increased, which leads to instability and a constant state of crisis. The economic consequences were reflected in the significant decrease of standard of living, caused by high increase of all prices, and the most affected are the poorest sections of the population. Thanks to government measures, special benefits in the field of energy and significant foreign investments, Serbia has not yet fully felt the consequences of the crisis. The annual inflation rate in Serbia was 7,6% in December, mainly underpinned by consumer price growth of 12.1%.

The unemployment rate was 9%, but this statistic must also be viewed in relation to reduction of the total labour force due to high economical emigrations, as well as an increase in the number of pensioners (over 65). One of the biggest problems of young people is unemployment, the unemployment rate of young people aged 15 to 24 is 24.7%. The transition from school to the first stable job takes almost two years.

The average salary in Serbia was 85,175 dinars (727 euros), nominally higher by 15% compared to the previous year, but the real growth was 2.6%. The median salary was 69,088 dinars (589 euros), and this is the salary received by more than half of the employees in Serbia. Drastic differences in earnings are also noted in different cities and regions, as well as in government services and the economic sector.

Serbia is among the European countries with the highest rates of risk of poverty and social exclusion, as well as among the countries with the highest income inequality. Although a gradual decrease in the risk of poverty rate has been recorded in previous years, the value of this indicator remains relatively high. According to the latest data from the Survey on Income and Living Conditions from 2022, the risk of poverty rate in Serbia was 20%, that is, every fifth person was at risk of poverty. In recent years, there has been a decrease in funds allocated to the entire social protection system, as well as a slight decrease in the number of beneficiaries of social assistance programs aimed at the poor. According to a 2022 analysis by the World Bank and UNICEF, less than half of people living in poverty and only 60% of poor children are covered by social assistance programs and child benefits, the only explicit programs aimed at reducing poverty

The new Strategy for social protection in Serbia, amendments to the Law on Social Protection and amendments to the Family Law, are still in progress. There is not standards and possibility for getting licence and funds for providing different socio-educational and counselling- therapeutically services, including our Family empowerment programs.

According to global research, 2022 was the worst year for philanthropy in the previous decade. Donations are starting to decrease and in 2022 we recorded a total of 33.3 million euros in donations from citizens, companies and non-profit organizations in Serbia. The biggest drop was recorded in the business sector. Citizens participated in 36.5 percent of charity actions and donated 68.5 percent of the recorded sum, mostly through SMS donations for the treatment of children. On the other hand, companies participated in 25.6 percent of the shares and donated 22.8 percent of the sum.

The largest amount was given through one-time actions, for the health system and treatment of children, science and education. Serbia is the last European country that does not have any tax incentives for citizens who donate and one of the few European countries that charges VAT on donated food.

Since our FRC strategy is based on continuous citizen giving and long-term partnerships with the business sector, we needed to steer the negative impact of low living standard of citizens and weakened sustainability of companies. We had to adapt to mentioned circumstances by highly increasing efficiency, clever observation and fast reactions; intensive and well-structured communication with existing donor base; developing digital fundraising channels and broadening F2F territories; acquiring companies who were less affected to crisis.

Progress Report of the National Director

Overview of annual activities of the organization with the relevant key figures and statistics

During 2023 SOS CV Serbia supported **2.703 participants (1787 children and young people, and 916 adults) and 555 biological and foster families** through different SOS Programmes and Projects.

During 2023 we supported **8 foster families** living in houses in SOS Children's Village Kraljevo and provided alternative care for **32 children and young people. 20 youngsters (students and employed) were supported through independent living support program.** In the end of year, we supported total 28 children and youngsters in 6 foster families, 10 students and 5 employed youngsters in the SIL Program.

14 children and young people were involved in the work of the Day Center for Children and Young People with Behavioral Problems. In addition, 65 children and young people were involved in the activities of the Youth Club. Also, 20 parents were supported through Day Center and Youth Club activities.

The Program for Mothers and Babies without basic living conditions and support is helping 6 families of single mothers, i.e. 6 mothers and 7 babies/children.

The **Direct Family Empowerment (DFE)/Family Strengthening Programs provided support for 543 families with 2265 participants** (1411 children, 880 parents/caregivers, 74 young people and) in **nine communities:** City Nis (including 5 local municipalities and Gadzin Han), Kraljevo (including Kraljevo, Trstenik, Vrnjacka Banja, Cacak and Raska) and Belgrade (including 7 local municipalities).

In 2023, a total of **164 young people was supported for education, employment and independent living through the Center "Strong Youngsters"** in Belgrade. Project YouthCan! supported 107 young people through additional education, vocational trainings, internship, and employment, while through Project YouthPower 3, 13 young people were involved.

The SOS Children's Serbia is a member of the International Organization of SOS Children's Villages, and has the obligation to apply international policies and regulations, through their immediate application, or through the adoption of key documents translated into our language and adapted to our legal framework. In the area of programme development, during 2023 we focused on several important activities and processes to improve the quality of care for children and youth, developing new programs and advocating for children's rights:

- Two new documents related to the **new program structure** and way of keeping statistics (Statistical Manual) were implemented in 2023. The employees were informed about the changes mentioned in the mentioned documents through a set of five presentations that were realized in Kraljevo and Belgrade, for a total of 60 employees. The program structure changes from program units to projects and types of services.
- **Significant progress was made in the development and implementation of results-based management (RBM) process and tools.** Needs assessment report was prepared, as well as an objective analysis of the needs of the target group in the program locations Belgrade and Kraljevo. Two project concepts (Concept Notes) were created for both locations. The Result Framework was defined, the expected results and indicators provided for measuring the achievement of standard projects. This document foresees and analyses the means of verification as well as the desired goals (target), and includes risk analysis as well as measures and strategies to overcome them if they occur during implementation. The document also contains elements for establishing the basis for monitoring and checking (Baseline study) and a monitoring plan, which enables transparent monitoring of the progress of the project, which increases responsibility in implementation. An Activity Schedule was created for both standard projects. In this way, financial resources are allocated to each project impact, which will greatly facilitate the understanding of the connection between what was achieved and what was spent.
- Work continued on defining the **national framework for monitoring and evaluation and the introduction of ISO standards.**

- **New policies, procedures and regulations were adopted** that regulate the protection of the rights of participants in our programs and program work, as well as in the field of human resources (Code of Conduct, Management of incidents related to the safety of all resources, etc.). Additional efforts were made to implement child-safeguarding procedures through all aspects of programme work in the organization.
- The transformation of the work of the Children's Village Kraljevo continued, the Day Center for children and youth in conflict with the law and behavioral problems, as well as the **Program for mothers and babies without basic living conditions, began operating.**
- We adopted a new national concept of youth support and revised the Independence Support Program for youth from alternative care
- A **Feasibility study and a Business plan for the establishment of a kindergarten**, as new institution in the empty facilities of the SOS Children's Village Kraljevo, was carried out.
- **Project proposal for continuation of Regional Youth Empowerment and Employment Project (YEPP) for 2023-2026 was approved and started with implementation.** The project will provide funds for the work of the our "Strong Youth" Center in Belgrade and support for five partner organizations in Kragujevac, Sombor, Požega, Kruševac and Zaječar, to help the independence and employment of young people from vulnerable groups through the application of our methodology.

In the terms of Self-Sustainability Strategy local funding target for 2023 were met, the planned target was 168 million RSD and in 2023 was collected 172 million RSD local funds which are 102% achievement. In relation to the year 2022, there was a 46% increase in monetary donations (without donation in kind).

Through the implementation of the IF4C project, 92,419,055.34 dinars were collected compared to the planned 104,702,219.00 dinars, which represents 88.27% of the planned goal. 5,603 new citizens were included in the permanent monthly donations. The main reason for less collected funds is the difficulty in collecting contracted donations, the lower average donation amount, the greater withdrawal of donors due to the economic crisis, and the difficulty in maintaining the planned number of associates who collect these donations in the field (face-to-face channel).

From corporate donors, 142% of the planned goal was collected, 63 million dinars were planned and 89.5 million dinars were achieved. 79.1 million was accepted as income this year, which would amount to 125.6% of the planned goal.

We were working on innovative solutions for fundraising: website redesign, development of a F2F application, and implementation of ATM donation system in cooperation with a domestic bank. The project for online donations through the Intesa bank mobile application, the first of its kind in Serbia, was successfully implemented, as well as CRM campaigns, the first humanitarian auction and various events to collect funds for our work, which were organized and implemented by companies.

Overall achievement for public fund-raising activities is 316% (target was 1,6 million RSD and in the 2023 year was collected 5,3 million RSD).

During 2023, **10 project/application proposals were submitted to public funds, corporate funds and foundations.** Four project proposals that were submitted and approved in 2022 has been implemented in 2023. The **total value of all projects is 3,405,759.14 euros.**

Four projects approved in 2022 were completed in 2023 or still in the process of realization with a total value of 382,121 euros.

In the course of the year, six projects were submitted and approved, which were implemented or transferred to 2024, **with a total value of 1,323,137.00 euros.**

Three project proposals in the amount of 976,217 euros were rejected. One proposal in the amount of 724,283 euros is in the decision-making process in 2024.

As a member of Serbian Philanthropy Forum and the Coalition for Charity, we received recognition at this year's CSR&ESG Forum conference for engagement related to donating food to the most vulnerable families, contributing to the fight against poverty and achieving the goals of sustainable development in 2023.

Despite changes in the SOS CV Kraljevo work, **overall achievement for government subsidies is 120%** (target was 3 million RSD and in the 2023 year was collected 3,6 million RSD).

Strategy implementation status

Our Self-Sustainability Strategy 2022-2025 direction includes 5 main points:

- Handing over of direct service provision to state institution for foster care, including gradual reduction of AC beneficiaries, with our continual additional support to foster families and youth remaining in the CV
- Putting a strong focus on direct family empowerment (family strengthening and prevention interventions), as well as on programmes tailored for the empowerment of young people from our target group.
- Focus on maintaining the high quality of our work in all programs we implement, in order to provide adequate, relevant, and timely services to children, young people, and families we are supporting.
- Advocacy and lobbying measures in order to influence decision-makers and to initiate changes in the social protection normative framework, for standardization of preventive programs and social protection services for children and family, and respectively to increase chances to receive funds from the government for service provision.
- Development of sustainable income through diversification of local funding sources. The goal is to ensure the continuation of the work and sustainability of all SOS CV Serbia programs and the development of new programs in 2024.

The main changes SOS CV Serbia will implement from 2022-2025:

- Restructuring of SOS CV location Kraljevo
- Development of SOS CV location Belgrade
- Licencing of organization for various service provision and capacity building
- Boosting FR, particularly individual committed giving, long term corporate partnerships, and co-creation of the projects with the highest impact on the society, innovations both in individual and corporate giving, and public funding.

According to the planned changes during 2023 we already done significant changes in the concept of work in SOS CV Kraljevo:

- DFE/Family Strengthening Program Kraljevo has been implemented in 5 local self-governments (LSG)
- Transformation of alternative care and continuation with additional supporting service to children and young people living in foster families in the premises of SOS CV Kraljevo
- Day Centre for children and young people with behavioral problems (licensed service in system of social protection and financed by local community) started with implementation of Youth club activities
- Establishment of "Program for mothers and babies without basic living conditions and support" aiming to prevent child abundant.

- In this way, the Children's Village is transformed into a regional Center for Family and Child support that provides various services for vulnerable children and families in the local communities. Direct organization and providing of alternative care were shifted to the competent state institution, but we kept additional support to foster families as well as logistics and some in-kind support (they live in family houses belonging to the SOS CV as a community of foster homes where children live with their foster parents and with their biological and foster siblings; using the support of family assistants, etc.). Adult students and employed young people in process of preparation for independent life are supported by Semi-independent Living Program. Given that new foster mothers will not be recruited, and new children will not be accepted into families, we expect a gradual reduction in this type of work at the Children's Village.

The possibility to support some other form of alternative care, primarily urgent and respite foster care, was offered to the local community and remains open, especially since there is a great need for this type of service. The local self-government has expressed a great need for new kindergarten (there are more than 1000 children on the waiting list) and the city subsidizes the parents for this cost. Feasibility study and Business plan for establishment of kindergarten has done and project documentation for adaptation of premises for this purpose will be done in 2024. In this way, we would use resources (infrastructure, facilities, staff and knowledge) of the Children's Village, and the kindergarten would be open for free stay of children from vulnerable groups and work with their parents. The process of transformation will be continued next year, in accordance with the sustainability of alternative care and the development of new services within the SOS Children's Village.

By strategic document we also planned to develop SOS CV location Beograd in order to unify all activities and programs and ensure more efficient management and development of this location. The Needs and feasibility study have done as a basis for submitting a proposal for the development of new programs and improvement of cooperation with the city of Belgrade, especially the programs for supporting families at risk of child separation in all City municipalities.

We have managed to maintain, improve and expand the work of our DFE/Family Strengthening Programs and almost doubled number of participants. In cooperation with the municipalities of Raska and Gadzin Han, the FSP was co-financed through a tender for piloting an innovative social protection service, by local municipalities and included in the strategy as regular services for the citizens of this municipality. Additional support was provided for all beneficiaries of our programs and employees, to overcome the negative consequences of the Covid19 crisis.

Key advocacy activities were related to changing the normative and strategic framework of social and family-legal protection, as well as encouraging children and youth to actively participate in society and advocate for their rights.

Focus in HR field continued to be on providing overall support to organizational changes and transformation of the CV Kraljevo, such as: monitoring and reporting needed for crisis management, additional support to employees and reorganization of work.

We managed to avoid a significant layoff of SOS DS employees despite further reduction in the need for support for foster families. For the family assistants and village's master who stopped working, an adequate procedure was carried out and a fair severance pay was paid.

Unfortunately, three former foster mothers initiated a labor dispute with the request to be paid for the alleged overtime for the previous 3 years, although they had the obligation to take care of the children continuously based on the foster care contract concluded with the state Welfare center. The procedure is ongoing and its outcome cannot be predicted considering that this is a unique case in labor law matters in Serbia.

Another key area focused on employee development and support. We mostly worked on timely information, active participation and acceptance and adaptation to challenging changes, as well as on the development of new competencies and knowledge needed to work in new programs and services.

In 2023, **all employees were included in 2 to 6 local and international trainings and development activities**, while a total of 41 new employees have undergone a full onboarding process. We are still the only humanitarian organization in Serbia that organizes **regular individual and group professional supervisory support** for its employees who work directly with children and adult program participants. **Tailor's school** is a platform for online training of employees, which offers a wide range of training for employees, on various topics. The organization provided 50 licenses (1 license for each employee) for a period of one year. Employees from the field of providing social protection services, as well as employees from the field of administration, fundraising and other support functions are included. Employees are assigned mandatory courses in the areas of management skills and "soft skills", and for some specific positions, such as digital marketing or sales positions, additional courses in these areas are also assigned. The employees were selected in accordance with the development needs, the workplaces they are in or for which they could be created, and all in accordance with the expressed needs through the work performance assessment process.

The recruitment and retention of employees in specific and deficit positions, and pedagogical staff in small communities, required additional efforts and a lot of work was invested in the analysis and improvement of the recruitment and working conditions of facers and FRC positions, as well as ICT associates and managers with additional professional knowledge in program segment of work.

A special challenge is the improvement of managerial competencies, especially of middle management in programs, for an adequate response to constant and challenging changes in the external environment and making quick decisions and creative solutions. That is why this year we focused on the project of defining the national framework for monitoring and evaluation, which is a good basis for the introduction of results-based management (RBM) and implementation of ISO standard. External experts were hired who works in close cooperation with the National management team and all other teams, and the final results are expected in 2024.

We continued with activities related to the implementation of the local Personal Data Protection Law - adopting and presenting necessary documents including IT security issues and organizing workshops for employees.

In the terms of Self-Sustainability Strategy local funding target for 2023 were met, the planned target was 168 million RSD and in 2023 was collected 172 million RSD local funds which are 102% achievement. In relation to the year 2022, there was a 46% increase in monetary donations (without donation in kind).

We successfully continued of the implementation of two Impact Fond for Children (IF4C) projects. Over The main goal of the project is to collect funds for the needs of the organization's program based on two channels of Digital Fundraising (DFR) and work with citizens through the face-to-face channel (F2F). The total projected income amounts to RSD 104,702,219 RSD. Overall achievement for IF4C grants is 92,419,055 RSD or 88% (153,5% for IF4C grant 2018-2020 / planned 12.1 million RSD/ achieved 18.6 million RSD and 80%, for IF4C grant 2021-2023 - planned 92.5 million RSD/ achieved 73.8 million RSD). F2F collected 80,945,960 RSD and DFR collected 11,473,095 RSD, which is a good result compared to all the problems and losses we had in the DFR channel due to difficult collection due to the site not functioning.

From corporate donors, 142% of the planned goal was collected, 63 million dinars were planned and 89.5 million dinars were achieved. 79.1 million was accepted as income this year, which would amount to 125.6% of the planned goal. All achievement in corporate fundraising (excl. DONKIs) was 143%: planned 46 million RSD/achieved 65.8 million RSD. Goals related to the establishment of new income-generating corporate partners and an increase in the number of CV Friends Club members are met. Processes and procedures in the FRC department were improved and a lot of effort has been invested in the new organizational structure and capacity and team building in this department.

We developed a model of cooperation with local self-governments that are ready to co-finance the provision of preventive services offered by the organization. This partnership model has proven to be successful in two local governments, so it can be applied as a technique in other new locations. We got license for Center for children with behavioral problems that provides sustainable financing of this service from local municipality and accredited training for carrier guidance and employability support for young people in risk and getting status of licensed service provider.

One of the important actions taken by the organization in terms of ensuring self-sustainability is **increasing energy efficiency of heating system in SOS CV Kraljevo as well as independent production of electricity from light energy conversion.** Through Renovation and Green Project installation of the photovoltaic power plant and purchase of e-car has done. We made contacts with the competent institutions and defined the status of prosumer of electricity. The planned process of replacing the existing energy source with a more efficient one (gas instead of fuel oil) is pending because the release of gas to the installations in the neighborhood where the Children's Village is located was delayed.

The consequences of the world crisis also reflected through difficulties to procure ICT equipment, as well as through increased risk of hacking attacks and the need to raise the security of the ICT system to the highest level. Thanks to good planning and cooperation with suppliers, we managed to secure all the planned equipment in a timely manner, and to equip all new locations. Several trainings were organized for all employees for the secure use of ICT. Additional challenge was both fluctuation and recruitment of ICT staff because this occupation was extremely requested on labour market, especially in relation to the profit sector. ICT associate actively supported FRC activities in particular through the process of redesigning our website, which will be interconnected with the payment system and Salesforce in order to automate the processes as much as possible. We started implementation of ISO standards.

Overview of administrative set-up of the organization

The Foundation SOS Children's Villages Serbia with national office in Belgrade is umbrella organization for all SOS programs in the country. Managing bodies of Foundation SOS CV Serbia are: Managing Board and National director.

Total number of employees/engaged personnel in **SOS CV Serbia was 116** (31st December 2023) – **113 labour contracts**, including: 23 in National Office, 36 in CV Kraljevo, 27 in Belgrade/Nis location including DFE programmes (20) and 7 on Strong Youth Center, 27 on IF4C project **and 3 service contracts** (IF4CP).



Foundation SOS CV Serbia is founder of SOS CV Kraljevo and managing work of SOS CV Kraljevo through members of Governing and Supervision Boards appointed by SOS CV Serbia.

Treasurer's Report

Foundation SOS Children's Villages Serbia is humanitarian organisation financed by local and foreign donators.

The main source of income in 2023th year was from Local donations (60%) and from International subsidies and PSAs (40 %). Actual annual costs were distributed on different facilities, such as: National Office (28 %), Fund Raising with IF4C (37%), for FSPs (17 %), for Centre "Strong youngsters" (16 %) and Advocacy activities (2 %).

The key components for budget executing are Maintenance and Repair expenses, Current Working Expenditures, Medical expenses, Transportation expenses, Personnel expenses, Administration expenses and Fundraising expenses which are distributed on National Office, Fundraising, DFE Nis (Nis and Gadzin Han), DFE Belgrade (Obrenovac and Zemun), EET-Centre "Strong youngsters" with two IPDs, YEPP 1 and YEPP 2 and Project IF4C for establishing stable system for commented giving through F2F and Digital canals.

BALANCE SHEET

ASSETS	Notes	31.12.2023	31.12.2022
Non Current Assets			
Intangible assets	2.1	0	0
Property, plant and equipment	2.2	10,565,736	9,781,506
Investment property	2.3	0	0
Other long-term financial assets			
At-equity investments			
Biological assets			
Total Non Current Assets		10,565,736	9,781,506
Current Assets			
Inventories, stock	2.4	3,082,639	647,766
Receivables		8,208,729	5,467,046
Receivables from customers	2.5	6,488,549	0
Other short-term receivables	2.5		
Deferred expenses	2.7	1,281,727	4,917,947
Prepayment of taxes	2.7		
Other receivables	2.5	438,452	549,099
Cash and cash equivalents	2.6	82,307,449	55,539,729
Other short-term financial assets			
Total Current Assets		93,598,816	61,654,540
TOTAL ASSETS		104,164,552	71,436,046
ACCUMULATED FUNDS AND LIABILITIES			
Accumulated Fund			
Unrestricted funds	4.1	62,091,730	29,342,887
Total Accumulated Fund		62,091,730	29,342,887
Non Current Liabilities			
Funds held in trust	2.8	6,237,193	7,293,588
Long-term provisions	2.9		
Total Non Current Liabilities		6,237,193	7,293,588
Current Liabilities			
Contingencies	2.11		
Deferred Income	2.12	13,054,954	11,561,339
Restricted Funds	4.2	20,384,937	10,530,892
Other Current Liabilities		2,395,738	12,707,339
Liabilities to Suppliers	2.10	2,242,632	12,641,490
Other short-term liabilities	2.10	0	0
Tax liabilities	2.10.1	153,106	65,850
Liabilities to employees	2.10.2	0	0
Total Current Liabilities		35,835,629	34,799,571
TOTAL ACCUMULATED FUNDS AND LIABILITIES		104,164,552	71,436,047

STATEMENT OF FINANCIAL ACTIVITIES

INCOMING RESOURCES	Notes	31.12.2023			31.12.2022		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Income from Abroad		14,315,050	81,228,848	95,543,898	29,605,601	114,082,863	143,688,464
Income from PSAs for RC	3.1.1	14,315,050	81,228,848	95,543,898	29,605,601	114,082,863	143,688,464
Income from PSAs	3.1.2	0	0	0	0	0	0
Local Income		31,908,749	113,101,943	145,010,692	24,231,891	79,579,990	103,811,881
Local Income from Fundraising	3.2	31,729,149	111,866,334	143,595,483	24,108,791	79,579,990	103,688,781
Local income from Gov.Sub. and Grants	3.3	3,976	1,235,609	1,239,585	0	0	0
Operational Local Income	3.4	0	0	0	0	0	0
Other Local Income	3.5	175,624	0	175,624	123,100	0	123,100
Total Incoming resources		46,223,799	194,330,791	240,554,590	53,837,492	193,662,853	247,500,344
EXPENDITURE							
Programme/Project Expenses	3.6	-19,000	-68,066,852	-68,085,852	-5,217,706	-74,565,531	-79,783,236
Administrative Expenses	3.7	-10,477,562	-47,229,520	-57,707,082	-27,189,770	-39,621,822	-66,811,591
Fund-raising Expenses	3.8	-2,260,069	-74,507,419	-76,767,488	-524,986	-74,416,381	-74,941,367
Other Expenses	3.9	-466,715	-4,238,489	-4,705,204	-1,320,616	-4,629,690	-5,950,306
Total Expenditures		-13,223,346	-194,042,281	-207,265,627	-34,253,078	-193,233,424	-227,486,501
Net surplus/deficit on oper.activities		33,000,453	288,510.42	33,288,963	19,584,414	429,429	20,013,843
from Financial Activities							
Interest Income	3.10	0	0	0	0	0	0
Interest Expenditure	3.10	-164,427	-288,510	-452,938	-56,383	-429,429	-485,811
Other Financial Inc/Expen. Gain or Loss from Foreign Exchange	3.10	0	0	0	0	0	0
	3.10	-87,183	0	-87,183	33,502	0	33,502
Total from Financial Activities		-251,610	-288,510	-540,120	-22,881	-429,429	-452,310
NET SURPLUS/DEFICIT BEFORE TAX		32,748,843	0	32,748,843	19,561,533	0	19,561,533
Inc. tax Expenses	3.11	0	0	0	0	0	0
SURPLUS/DEFICIT AFTER TAX		32,748,843	0	32,748,843	19,561,533	0	19,561,533

STATEMENT OF CHANGES IN THE ACCUMULATED FUNDS

Accumulated Funds	Notes	31.12.2023	31.12.2022
Unrestricted Funds	4.1		
January 1		29,342,887	9,781,354
Gain/Loss for the year		32,748,843	19,561,533
Correction of Opening Balance			
Net Transfer from Restricted		0	0
December 31		62,091,730	29,342,887
Restricted Funds	4.2		
Balance at January 1		10,530,892	13,075,001
Receipts		70,634,724	40,206,244
Disbursements		-60,780,679	-42,750,354
Net Transfer to Unrestricted		0	0
December 31		20,384,937	10,530,892
Accumulated Funds		82,476,667	39,873,779

MOVEMENT OF RESTRICTED FUNDS

	Balance at 1 January	Received	Total amount spent	Balance at 31 December
RF Local Income	-10,530,892	70,634,724	60,780,679	-20,384,937
HA	-1,164,194	0	845,814	-318,380
DFE	-3,539,266	27,278,448	29,798,635	-1,019,079
EET	-5,801,489	38,885,468	28,399,123	-16,287,834
NB Belgrade/FR	-20,219	1,905,308	1,339,658	-585,868
NO	0	2,565,500	391,724	-2,173,776
NB Belgrade/AD	-5,724	0	5,724	0
Total Restricted Funds	-10,530,892	70,634,724.23	60,780,678.60	-20,384,937

CASHFLOW STATEMENT

Cash flows from operating activities	Notes	31.12.23	31.12.22
Surplus before taxation/deficit		32,748,843	19,561,533
Adjustments for:			
Depreciation	2.2	4,523,582	5,757,019
Disposal of property Plant and Equipment	2.2	181,623	193,287
Operating Surplus before working capital changes		37,454,047	25,511,839
Decrease (Increase) in receivables	2.5	-2,741,683	-2,863,640
Receivables from Customers		-6,488,549	543,037
Deferred expenses	2.7	3,636,220	-3,169,823
Prepayment of taxes		0	0
Change in other receivables		110,646	-236,854
Decrease (Increase) in inventories	2.4	-2,434,873	77,464
Increase (decrease) in Funds held in trust	2.8	-1,056,395	30,828
Increase (Decrease) in Restricted Funds		9,854,046	-2,544,109
Increase (Decrease) in payables	2.10	-8,817,987	-21,413,442
Deferred Income	2.12.	1,493,614	-20,234,619
Liabilities to Suppliers	2.10.	-10,398,858	-1,160,273
Other payables	2.10.	87,256	33,208
Tax liabilities	2.10.1	0	0
Liabilities to employees	2.10.2	0	-51,759
Cash generated from operations		-5,196,892	-26,712,899
Interest paid			
Income taxes paid			
Net cash from operating activities		32,257,155	-1,201,060
Cash Flows from investing activities			
Purchase of property, plant and equipment	2.2	-5,489,434	-1,907,258
Purchase of Intangible assets	2.1	0	0
Net cash used in investing activities		-5,489,434	-1,907,258
Cash flows from financing activities			
Proceeds from long-term borrowings		0	0
Net cash used in financing activities		0	0
Total Cash Flows		26,767,720	-3,108,318
Net change in cash and cash equivalents		26,767,720	-3,108,318
Cash and cash equivalents at the beginning of period	2.6	55,539,729	58,648,046
Cash and cash equivalents at the end of period	2.6	82,307,449	55,539,729

DISCLOSURES AND NOTES TO THE FINANCIAL STATEMENTS

1. Basis of preparation of the Annual Financial Statements

Financial statements are prepared on the accrual basis of accounting and STD-1 which is based on international accounting standards IFRS and IAS. Financial statements prepared on the accrual basis provide information, not only of past transactions involving the payment and receipt of cash, but also of obligations to pay cash in the future and of resources they represent cash to be received in the future. The incomes are recognised when incomes are earned pertaining to the period and Expenses are recognised when expenses are incurred pertaining to the period even when they not yet actually paid.

1.1 General

Financial statements are based on four principal qualitative characteristics of Accounting Standard Version 1.0 such as: Understand ability, Relevance, Reliability and Comparability.

1.2 Foreign Currency translation

Financial statements are prepared in RSD currency and all records and transactions are in local currency. The HGFD contributions and the Sponsorship contributions were used for RC of Fundraising department-IF4C project for individual giving (Face to face committed giving and Digital committed giving), donation from HGFD 75% and BMZ 25% for RC of Centre "Strong Youngsters"-YEPP-1 project, donation from HGFD 75% and BMZ 25% for RC of Centre "Strong Youngsters"-YEPP- project and donation from HGFD 100% for RC of Centre "Strong Youngsters"-bridging between YEPP-1 project and YEPP-2 project.

All international donations and donation from DHL, BSB trust, Forte nova, UK giving, E-front and Black rock were received mainly in local currency. All donation received in local currency in RSD expect YEPP-1 project, transfer is going in foreign currencies were kept on Bank Account No./00-540-0000214.6 and translated into local RSD currency on the exchange rate of the National Bank of Serbia on the date of the transaction.

All international subsidies and IPD transfers are going through accelerator system in local currency.

2. Notes and Disclosures to the Balance Sheet

2.1 Intangible assets

The intangible assets are recognised on the cost in the amount of cash paid. The useful live of intangible assets is 10 years and amortisation is calculated on the straight-line method.

Notes 2.1

Intangible Assets	Licences & Royalties	Others	31.12.2023	31.12.2022
Cost				
At 1 January	0	0	0	0
Additions			0	0
At 31 December	0	0	0	0
Amortisation and impairment losses				
At 1 January	0	0	0	0
Amortisation charge	0	0	0	0
Impairment losses				
Disposals				
At 31 December	0	0	0	0
Carrying amount (net book value)				
At 1 January	0		0	0
At 31 December	0	0	0	0

2.2 Property, Plant and Equipment

Property, plant and equipment are tangible items such as: buildings, vehicles, machines, furniture, computers, ect.

Buildings are part of foundation capital. The useful live of buildings is 40 years and amortisation is calculated on the straight-line method.

Furniture are mostly part of foundation capital and purchused furniture are recognised and measured according the real purcuashe price. The useful live of furnitures is 6,67 years and amortisation is calculated on the straight-line method.

Machines, computers and equipment are mostly part of foundation capital and purchused equipment are recognised and measured according the real purcuashe price. The useful live of machines is 6,67 years and amortisation is calculated on the straight-line method. The useful lice of computers and equipment is 3,33 years and amortisation is cacculated on the straight-line method.

Vehicles are mostly part of foundation capital and purchused furnicure are recognised and measured according the real purcuashe price. The useful live of vehicles is 6,67 years and amortisation is calculated on the straight-line method.

In the 2023th Foundation SOS CV's Serbia operated in few offices, such as:

1. National office (ND, Fin.department , PD department, ICT manager, Office manager, YEEP staff) on adress Bulevar kralja Aleksandra 251, Belgrade
2. National office/Fund Raising office (FRC director, 3 fundraisers (one is PT SPO coordinator), IF4C grant employees *management, back office and front office, PRC and HR department) on adress Milorada Ruvidica 7, Belgrade
3. National office/ YEEP&FSP office (Regional YEEP staff and FSP Zemun staff) on adress Prvomajska 118, Belgrade
4. Branch office in Nis (FSP Nis staff and Gazin Han staff) on adress Svetozara Markovica 2/1, Nis
5. Branch office in Obenovac (FSP project staff) on adress kneza Mihaila 5, Obrenovac

Notes 2.2

Property, Plant & Equipment (In thousands of LCY)	Sites & Land	Buildings	Furniture	Equipment & machines	Vehicles	Under cons.	31.12.2023	31.12.2022
							Cost	
At 1 January	0	0	3,459,080	19,880,311	19,984,537		43,323,928	44,303,536
Additions	0	0	35,979	3,026,915	2,426,540		5,489,434	1,907,258
Disposals	0	0	-3,833	-704,439	0		-708,272	-2,886,866
Adjustments								
D365	0	0	-2,825,815	-11,878,125	-11,448,282		-26,152,222	0
Transfer from/to investment property	0	0	0	0	0		0	0
At 31 December	0	0	665,411	10,324,661	10,962,796	0	21,952,868	43,323,928
Depr, Appr. and								
At 1 January	0	0	-2,905,120	-15,293,576	-15,343,725	0	-33,542,422	-30,478,982
Depreciation charge	0	0	-305,547	-1,770,097	-1,921,289	0	-3,996,932	-3,063,440
Impairment losses			0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0
Adjustments								
D365	0	0	2,766,895	11,934,181	11,451,147	0	26,152,222	0
Appreciation			0	0	0	0	0	0
At 31 December	0	0	-443,772	-5,129,492	-5,813,867	0	-11,387,132	-33,542,422
Carrying amount (net book value)								
At 1 January	0	0	553,960	4,586,734.14	4,640,812	0	9,781,506	13,824,554
At 31 December	0	0	221,639	5,195,169	5,148,928	0	10,565,736	9,781,506

2.3 Investment property

Notes 2.3

Transfer from/to investment property	Note	31.12.2023	31.12.2022
Cost			
At 1 January		0	0
Additions		0	0
Disposals		0	0
Transfer from/to investment property		0	0
At 31 December		0	0
Depr, Appr. and impairment losses			
At 1 January		0	0
Depreciation charge		0	0
Impairment losses		0	0
Disposals		0	0
Appreciation		0	0
At 31 December		0	0
Carrying amount (net book value)			
At 1 January		0	0
At 31 December		0	0

2.4 Inventories

Inventories are recognized and measured according the real value and separated by items. Inventories costs were assigned by using the first-in, first out (FIFO) cost formula.

Notes 2.4			
Inventories	31.12.2023	31.12.2022	
Consumables	3,082,639	647,766	
Raw materials		0	
Work in progress		0	
Finished goods		0	
Total	3,082,639	647,766	

2.5 Receivables

Notes 2.5			
Receivables	31.12.2023	31.12.2022	
Customers SOS Beneficiaries	0	0	
Customers SOS Employees	0	0	
Customers non-SOS	6,488,549	0	
Refunds from another AU	0	0	
Other receivables	438,452	549,099	
Total	6,927,002	549,099	

2.6 Cash and cash equivalents

Notes 2.6			
Cash and cash equivalents	31.12.2023	31.12.2022	
Current Accounts RC	76,070,255	48,246,140	
MG Deposit account	6,237,193	7,293,588	
Cash RC		0	
Trust & Funds Running Costs		0	
Current Account Construction		0	
Total	82,307,449	55,539,729	

2.7 Deferred/Prepaid expenses

Notes 2.7			
Prepayments/Deferred Expenses	31.12.2023	31.12.2022	
Prepayments/Accrued Income	1,281,727	4,917,947	
Input Tax (VAT)		0	
Total	1,281,727	4,917,947	



2.8 Funds held in Trust

Notes 2.8			
Funds held in Trust			
Children's Money-Gifts			
	31.12.2023	31.12.2022	
Balance at 01 January	7,293,588	7,262,760	
Received money-gifts during the year	2,345	1,312,921	
Disbursed money-gifts during the year	-936,147	-1,562,106	
Transferred money on NA account during the year			
Exchange rate evaluation	-122,594	280,014	
Interest			
Bank charges			
Total	6,237,193.41	7,293,588	

2.9 Long-term provisions

Notes 2.9			
Long-term provisions			
	31.12.2023	31.12.2022	
Pension funds	0	0	
Redundancy payment Fund	0	0	
Other funds	0	0	
Total	0	0	

2.10 Current Liabilities

Notes 2.10			
Current Liabilities			
	31.12.2023	31.12.2022	
Suppliers SOS	517,876	0	
Suppliers non-SOS	1,724,756	1,057,784	
Refunds to another AU	0	11,583,705	
Other Liabilities		0	
Total	2,242,632	12,641,490	

2.10.1 Tax Liabilities

Notes 2.10.1			
Tax Liabilities			
	31.12.2023	31.12.2022	
Income tax	0	0	
Social tax	0	0	
Output Tax (VAT)	153,106	65,850	
Other Tax Liabilities		0	
Total	153,106	65,850	

2.10.2 Liabilities to employees

Notes 2.10.2

	31.12.2023	31.12.2022
Liabilities to Employees		
Payroll	0	0
Total	0	0

2.11 Contingent liabilities

2.12 Accrual/Deferred Income

Notes 2.12

	31.12.2023	31.12.2022
Accrual/Deferred Income		
Accrual/Deferred Income	13,054,954	11,561,339
Total	13,054,954	11,561,339

3. Notes and disclosures to the Statement of Financial Activities

3.1 Recognition of Restricted and Unrestricted Income

Income is recognised as restricted and unrestricted and was received through fund raising activities, donations and PSA transfers for RC except local money gift:

3.1.1 Income from PSAs for RC

Notes 3.1.1

Income from PSA for RC	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Sponsorships IDS	0	0	0	0	0	0
HGFD (Transfer fr. SOS Ass. via STS)	4,698,928	64,560,304	69,259,232	16,466,525	78,839,146	95,305,671
Donations from abroad	9,616,122	16,668,544	26,284,666	21,962	35,243,717	35,265,679
Donations from abroad (Membership fee)			0	13,117,114	0	13,117,114
Total	14,315,050	81,228,848	95,543,898	29,605,601	114,082,863	143,688,464

Notes 3.1.2

Income from PSA for CC	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
HGFD	0	0	0	0	0	0
SOS Kinderdorf e.V.	0	0	0	0	0	0
Donations from abroad	0	0	0	0	0	0
Total	0	0	0	0	0	0



3.1.2 Income from PSAs for CC

Notes 3.1.2

Income from PSA for CC	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
HGFD	0	0	0	0	0	0
SOS Kinderdorf e.V.	0	0	0	0	0	0
Donations from abroad	0	0	0	0	0	0
Total	0	0	0	0	0	0

3.2 Local Income from Fundraising

Notes 3.2

Local Income from Fundraising	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Sporadic donations from indiv.	4,783,508		4,783,508	6,528,154	0	6,528,154
Local sponsors/Comm Giving		92,242,555	92,242,555	0	66,102,555	66,102,555
Philanthropic donations			0	0	0	0
Legacies/Wills			0	0	0	0
Foundations and other						
Institutions	22,707,600	19,623,779	42,331,378	13,618,506	9,508,110	23,126,616
Events			0	0	0	0
Merchandising	762,700		762,700	1,178,780	0	1,178,780
Philanth. don. private/family			0	0	0	0
Grants	3,976	1,235,609	1,239,585	15,000	3,969,324	3,984,324
Donations in kind/Individuals			0	9,900	0	9,900
Donations in kind/Corporate	3,475,341		3,475,341	2,758,451	0	2,758,451
Donations from sponsors abroad			0	0	0	0
Donations in kind / Public			0	0	0	0
Total	31,733,125	113,101,943	144,835,068	24,108,791	79,579,990	103,688,781

3.3 Local Income from Government Subsidies and Grants

Notes 3.3

Local Income from Government and other	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Subsidies from Government and Other Institutions	0	0	0	0	0	0
Total	0	0	0	0	0	0

3.4 Operational income

Notes 3.4

Operational Income	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Fees	0	0	0	0	0	0
Revenues	0	0	0	0	0	0
Fees from other SOS facilities	0	0	0	0	0	0
Total	0	0	0	0	0	0

Revenue from Sale of Goods or Rendering of Services

3.5 Other local income

Notes 3.5

Other Local income	31.12.2023			31.12.2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Sale of assets	175,624	0	175,624	123,100	0	123,100
Rent	0	0	0	0	0	0
Refund VAT	0	0	0	0	0	0
Miscellaneous revenues	0	0	0	0	0	0
Total	175,624	0	175,624	123,100	0	123,100

3.6 Programme/Project Expenses

Recognition of Expenditure

All items of expenditure are recognised when they are incurred and they are included in the statement of financial activities. Location 1 Belgrade include National office, Fund raising and IF4C, DFE Nis and DFE Belgrade, Center „Strong Youngsters“ and two YEOP projects and Advocacy.

Notes 3.6

Programme/Project Expenses	Low Value Investment	CWE	Personnel costs	Administrative Expenses	Total 31.12.2023	Total 31.12.2022
Location 1 Belgrade						
Long term Family Based Care	0	0	0	0	0	0
DFE	132,897	10,739,166	24,198,357	689,799	35,760,219	41,151,343
Educational programmes	32,823	12,443,967	12,063,652	4,782,490	29,322,933	33,870,707
Advocacy	0	0	3,002,701	0	3,002,701	4,761,187
Other facilities (except NA,NO, NA based GSC staff and FR)	0	0	0	0	0	0
Total Location 1 [Name]	165,720	23,183,133	39,264,711	5,472,289	68,085,852	79,783,236
Location 2 [Name]						
Long term Family Based Care	0	0	0	0	0	0
FSP	0	0	0	0	0	0
Educational programmes	0	0	0	0	0	0
Advocacy	0	0	0	0	0	0
Other facilities (except NA,NO, NA based GSC staff and FR)	0	0	0	0	0	0
Total Location 2 [Name]	0	0	0	0	0	0
From Restricted Funds	165,720	23,164,133	39,264,711	5,472,289	68,066,852	74,565,531
From Unrestricted Funds	0	19,000	0	0	19,000	5,217,706
Total expenditure	165,720	23,183,133	39,264,711	5,472,289	68,085,852	79,783,236

3.7 Administrative Expenses

Notes 3.7

Administrative Expenses	Unrestricted	Restricted	31.12.2023	31.12.2022
Low Value Investments	150,838		150,838	183,462
CWE	7,121,409		7,121,409	6,173,741
Personnel Costs	0	42,641,146	42,641,146	41,033,680
Administrative costs	3,205,315	4,588,374	7,793,689	19,420,709
Total	10,477,562	47,229,520	57,707,082	66,811,591

3.8 Fund-raising Expenses

Notes 3.8

Fundraising Expenses	Unrestricted	Restricted	31.12.2023	31.12.2022
Low Value Investments	12,999	159,214	172,213	168,735
CWE	1,921,212	5,718,215	7,639,427	8,033,185
Personnel Costs	0	56,473,666	56,473,666	54,017,706
Administrative Costs	325,858	12,156,324	12,482,182	2,923,725
Fundraising activities			0	9,798,016
Total	2,260,069	74,507,419	76,767,488	74,941,367

3.9 Other Expenses

Notes 3.9

Other Expenses	Unrestricted	Restricted	31.12.2023	31.12.2022
Depreciation expenses	396,077	4,127,505	4,523,582	5,757,019
Expenses on disposal of Property Plant and Equipment	70,638	110,984	181,623	193,287
Other Valuations & Bad Debts	0		0	0
Other Non Cash Flow Relev.Pos.			0	0
Total	466,715	4,238,489	4,705,204	5,950,306

3.10 Finance Income and Expenses

Notes 3.10

Finance Income and Expenses	Unrestricted	Restricted	31.12.2023	31.12.2022
Bank Interest			0	0
Bank charges	-164,427	-288,510	-452,938	-485,811
Interest expenses on borrowings			0	0
Exchange rate gain or loss	-87,183		-87,183	33,502
Total	-251,610	-288,510	-540,120	-452,310

3.11 Income Tax Expenses

Notes 3.11

Income Tax Expenses	Unrestricted	Restricted	31.12.2023	31.12.2022
Current tax on ordinary activities	0	0	0	0
NGO tax on grants received	0	0	0	0
Total	0	0	0	0

4. Notes and Disclosures to the Statement of changes in Accumulated funds

4.1 Accumulated funds

Accumulated Fund is equivalent to credited profit from present period 2023th and profit and losses from previous year.

4.2 Movement of Restricted funds

	Balance at 1 January	Received	Total amount spent	Balance at 31 December
RF Local Income	-10,530,892	70,634,724	60,780,679	-20,384,937
HA	-1,164,194	0	845,814	-318,380
DFE	-3,539,266	27,278,448	29,798,635	-1,019,079
EET	-5,801,489	38,885,468	28,399,123	-16,287,834
NB Belgrade/FR	-20,219	1,905,308	1,339,658	-585,868
NO	0	2,565,500	391,724	-2,173,776
NB Belgrade/AD	-5,724	0	5,724	0
Total Restricted Funds	-10,530,892	70,634,724.23	60,780,678.60	-20,384,937

5. Notes and disclosures to the Cash flow Statement

6. Related-party transactions

Name of the Related Party	Description	Balance 01.01.2023	Transaction	Balance 31.12.2022
TOTAL		0	0	0

Signatures of the Board Members

The Annual Financial Statements of year 2023 of Foundation SOS Children's Villages Serbia have been approved by the Managing board at 19. February 2024.

Board members:

Nevena Čalovski


signature date 21/02/2024

Mirela Gruenther-Decevic


signature date 21.02.2024

Željka Burgund


signature date 21.02.2024.

Account Schedule

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3107 NA Serbia Foundation

Period 01/01/23..C31/12/23

Fiscal Start Date 01/01/23

Account Schedule Z5-STD07 INT: Balance Sheet for STD1-Accounting

Column Layout Z5-ACT/YR2

All amounts are in RSD.

Acc. Schedule Line: Schedule Name: Z5-STD07, Date Filter: 01/01/23..C31/12/23

Row No.	Description	Current year	Previous year
ASSETS			
Non current assets			
NCA1	Intangible assets		
NCA2	Property, plant and equipment	10,565,736.15	9,781,506.04
R1	Total non current assets	10,565,736.15	9,781,506.04
Current assets			
CA1	Inventories, stock	3,082,638.80	647,766.00
CA2	Receivables	8,208,728.57	5,467,045.57
CA3	Cash and cash equivalents	82,307,448.74	55,539,728.59
R2	Total current assets	93,598,816.11	61,654,540.16
R3	TOTAL ASSETS	104,164,552.26	71,436,046.20
ACCUMULATED FUNDS AND			
A1	Accumulated funds	-62,091,729.48	-29,342,886.94
Non current liabilities			
NCL1	Funds held in trust	-6,237,193.41	-7,293,588.47
NCL2	Long-term provisions		
R4	Total non current liabilities	-6,237,193.41	-7,293,588.47
Current Liabilities			
CL1	Deferred income	-13,054,953.89	-11,561,339.42
CL2	Restricted funds	-20,384,937.44	-10,530,891.81
CL3	Other current liabilities	-2,395,738.04	-12,707,339.56
R5	Total current liabilities	-35,835,629.37	-34,799,570.79
X1	Internal transfers		
	TOTAL ACCUMULATED FUNDS AND	-104,164,552.26	-71,436,046.20



Wolfgang

Account Schedule

3107 NA Serbia Foundation
 Period 01/01/23..31/12/23
 Fiscal Start Date 01/01/23
 Account Schedule Z5-STD06 INT: Statem. of fin. activities for STD1-Accounting
 Column Layout Z5-ACT/RCB
 All amounts are in RSD.

Acc. Schedule Line: Schedule Name: Z5-STD06, Date Filter: 01/01/23..31/12/23

Row No.	Description	Unrestricted	Restricted	Total
INCOMING RESOURCES				
Income from abroad				
11	Income from PSAs for RC	14,315,050.09	81,228,848.17	95,543,898.26
12	Income from PSAs for CC			
Local Income				
13	Local Income from Fundraising	31,729,149.12	111,866,333.87	143,595,482.99
14	Local Income from Grants	3,975.60	1,235,608.97	1,239,584.57
15	Local Income from Government			
16	Operational Local Income			
17	Other Local Income	175,624.00		175,624.00
R1	TOTAL INCOMING RESOURCES	46,223,798.81	194,330,791.01	240,554,589.82
EXPENDITURE				
E1	Progr/Admin/FR Expenses	-12,756,631.36	-189,803,791.23	-202,560,422.59
E2	Other Expenses	-466,714.95	-4,238,489.42	-4,705,204.37
R2	TOTAL EXPENDITURES	-13,223,346.31	-194,042,280.65	-207,265,626.96
E3	Transfer of Funds to AU RC&CC			
R3	NET SURPLUS/DEFICIT ON	33,000,452.50	288,510.36	33,288,962.86
X1	Income/Expenditure from financial	-164,427.28	-288,510.36	-452,937.64
X11	1 Interest Income			
X12	2 Interest Expenditure	-164,427.28	-288,510.36	-452,937.64
X13	3 Other Financial Income (Expenditure)			
X5	Gain or loss from Foreign Exchange	-87,182.68		-87,182.68
R4	NET SURPLUS/DEFICIT BEFORE TAX	32,748,842.54		32,748,842.54
X6	Income tax expenses			
R5	NET SURPLUS/DEFICIT AFTER TAX	32,748,842.54		32,748,842.54



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Account Schedule

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3107 NA Serbia Foundation

Period 01/01/23..C31/12/23

Fiscal Start Date 01/01/23

Account Schedule Z5-ACCFUND INT: Changes in the Accumulated Funds

Column Layout Z5-ACCFUND

All amounts are in RSD.

Acc. Schedule Line: Schedule Name: Z5-ACCFUND, Date Filter: 01/01/23..C31/12/23

Row No.	Description	Opening Balance	Net change	Closing balance
---------	-------------	-----------------	------------	-----------------

Statement of changes in Accumulated

A1	Accumulated Funds			
A2	Surplus/deficit for the year	29,342,886.94	32,748,842.54	62,091,729.48
	Total Accumulated Funds	29,342,886.94	32,748,842.54	62,091,729.48



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Account Schedule

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3107 NA Serbia Foundation

Period 01/01/23..31/12/23

Fiscal Start Date 01/01/23

Account Schedule Z5-STD08 INT:Cash flow Statement

Column Layout Z5-CURR/YR

All amounts are in RSD.

Acc. Schedule Line: Schedule Name: Z5-STD08, Date Filter: 01/01/23..31/12/23

Row No.	Description	Current Year
CASH FLOW FROM OPERATING		
A1	Surplus/deficit before taxation	-32,748,842.54
Adjustments for:		
A2	Depreciation	4,523,581.66
A3	Disposal of Property Plant and	181,622.71
R1	Operating surplus before working	-37,454,046.91
B1	Increase (decrease) in receivables	2,741,683.00
B2	Increase (decrease) in inventories	2,434,872.80
B3	Decrease (increase) in payables	20,336.48
R2	Cash generated from operations	5,196,892.28
R3	NET CASH FROM OPERATING	-32,257,154.63
CASH FLOW FROM INVESTING		
D1	Purchase of property, plan and	-27,537,442.15
D2	Purchase of Intangible assets	
D3	Disposal	33,026,876.63
R4	NET CASH USED IN INVESTING	5,489,434.48
R5	TOTAL CASH FLOW	26,767,720.15
R6	Net change in cash and cash equivalent	26,767,720.15
R7	Cash and cash equivalents (beginning)	55,539,728.59
R8	Cash and cash equivalents (end of	82,307,448.74
Difference		

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Београд **2**

Trial Balance

3107 NA Serbia Foundation

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47
66230	Bank interest				
66310	Positive FC evaluation				
66320	Unrealised Positive FC ev.				
66990	Other Non Cash Flow Relev.Pos.				
68200	Disposal buildings reven				
68220	Disposal asset revenue				
68221	Sale of assets				
69101	Miscellaneous income				
83100	Realized Gains/Losses FCY				
83200	Unrealized Gains/Losses FCY		165.07		165.07
84200	Internal costs allocation	165.07		165.07	
88110	Transfer of Funds to AU RC				
88210	Transfers from/to AU CC				
88810	Internal Transfers				
88820	Out balance assets				
88821	Transfer SPO				
91200	Retained Earnings (P & L)				
92110	Liabilities Money Gifts SPO				
98100	NAF Net Change (LP)				
98200	OB Correction Increase (LP)				
98400	Actual Trans FX gain/loss (LP)				
99100	Opening Balance (Plan.Pos.)				
99200	Reservs (Plan.Pos.)				
99300	Non-avail.Funds (Plan.Pos.)				
99310	Non-avail. Funds CMG (PP)				
99320	IF4C Liabilities (PP)				
99330	Deferred Payments (PP)				
99390	Receivables (PP)				
99999	Transfer of Balances				
Total		80,045,595.95	80,045,595.95	137,820,727.54	137,820,727.54


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Trial Balance

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
			0		
01121	Licences				
01122	Licences-NAVISION				
01123	ICT software				
01180	Licences depreciation				
01190	Licences disposal				
01201	Softwares and other rights				
01901	DEpreciation of licences				
02080	Land				
02101	Land				
02200	Buildings				
02201	Buildings-CC				
02232	Inventory				
02280	Depreciation of buildings				
02311	Office fixed assets				
02312	Vehicles		2,424,862.46	2,161,849.00	
02313	Vehicle-CC		9,371,495.51	10,962,795.60	
02314	Protective fixed assets				
02315	ITC hardware				
02316	ITC software		10,475,898.14	7,543,152.20	
02318	Furniture				
02319	Eletrical equipment		3,202,913.47	665,411.28	
02320	Furniture-CC		2,062,272.57	619,659.99	
02321	Eletrical equipment-CC				
02322	Tools				
02323	Other fixed assets-CC				
02331	ICT inventory				
02332	LOW value investments				
02380	Depreciation of vehicles				
02381	Depreciation of FA				
02382	Depreciation of protective FA				
02383	Depreciation of Tools				
02384	Depreciation of inventory				
02385	Depreciation of furniture				
02386	Depreciation of eletrical equi				
02387	Depreciation of furniture				
02391	Disposal of office equipment				
02392	Disposal of equipment				
02510	Biological assets				
02580	Depreciation of biolog. assets				
02590	Disposal of biological assets				
02640	Other fixed assets				
	Sub total	0.00	27,537,442.15	21,952,868.07	0.00

Trial Balance

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	0.00	27,537,442.15	21,952,868.07	0.00
02641	Other-watervell,instalation				
02642	Other asstets				
02643	Other fixed assets-CC				
02690	Depreciation of other FA				
02691	Depreciation of Waterwell				
02692	Disposal of waterwell				
02693	Disposal of other asset	3,171,459.59			
02694	Disposl of buildings				
02695	Disposal of furniture	409,761.25			
02696	Depreciation of other assets				
02697	Disposal of vehicles	381,030.21			
02701	CC site & development costs				
02721	CC Arch & Engieering costs				
02722	CC other				
02723	CC materials				
02724	CC infrastructure & connection				
02725	CC equipments				
02726	CC furniture				
02727	CC construction costs				
02728	CC-external works				
02729	CC-vehicle				
02730	Assets procuration				
02790	Foundation investment -other				
02792	Foundation investment-Building				
02793	Foundation investment-furnitur				
02794	Foundation investment-EI.eq.				
02796	Depreciation FI- Furniture				
02797	Depreciation of FI-Buildings				
02798	Depreciation of FI-EI equipmen				
02901	Depreciation of buildings				
02902	Depreciation of vehicles	9,529,858.07			5,813,867.11
02903	Depreciation of equipment	10,209.07			5,129,492.33
02904	Depreciation of furnitures	2,461,347.79			443,772.48
02905	Disposal of el.equipment	12,389,799.23			
02906	Disposal of Furniture		516.72		
02907	Disposal of vehicles		31,276.23		
09990	Plan:Assets				
13100	Stoks	2,434,872.80		3,082,638.80	
20001	NON-SOS customers				
20101	NON-SOS customers				
20110	NON-SOS customers-abroad				
22100	Travel expences advance-RSD				
22110	Travel expences advance-EUR				
22120	Refunds from employes				
	Sub total	30,788,338.01	27,569,235.10	25,035,506.87	11,387,131.92

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	30,788,338.01	27,569,235.10	25,035,506.87	11,387,131.92
22121	Direct refund from employees				
22501	State' refunds for salaries		110,646.36	126,207.44	
22601	Insurance refund				
22800	Salaries refund				
22810	Insurance refund				
22820	Damage refund from benef.	6,488,549.39		6,488,549.39	
22880	Other refundations from benef.				
22881	Deposit for office rent			312,245.04	
24103	Current account RSD	19,940,900.50		38,901,271.94	
24104	RSD construction account				
24109	Internal transfers				
24290	Money Gifts-USD				
24291	Time deposit-EUR				
24292	Money Gifts-USD		806,485.38	2,540,181.55	
24293	Money Gifts - EUR		249,909.61	3,697,011.85	
24304	Cashbox EUR				
24305	Cashbox RSD				
24306	Cashbox USD				
24401	EUR account	7,883,214.64		37,168,983.40	
24402	USD account				
24403	Other currencies account				
24404	EUR construction account				
27001	Purchuase VAT account				
28900	Membership Fee SOS				
28901	Receivables IC				
28989	Demands-Int.subsidies				
28990	Active time mark of 58200		3,636,220.03	1,281,726.70	
28997	SGIP receivables				
28998	Demands-Int.subsidies				
30001	Capital				
30002	Capital-Liquidity Reserve				
30003	Capital-Continuity Reserve				
30940	Capital				
34001	Previous profit		19,561,533.25		51,207,241.34
34100	Annual profit		13,187,309.29		32,748,842.54
35001	Previos loss			21,864,354.40	
35100	Annual loss				
41990	Dugorocne obaveze-MG	1,056,395.06			6,237,193.41
43101	NON SOS suppliers		351,892.80		1,307,647.96
43201	NON SOS suppliers-abroad		315,078.87		417,107.96
43202	Payables IC		517,876.12		517,876.12
43300	Suppliers NON-SOS				
43310	Suppliers SOS				
43311	Money gift obligation				
	Sub total	66,157,397.60	66,306,186.81	137,416,038.58	103,823,041.25

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	66,157,397.60	66,306,186.81	137,416,038.58	103,823,041.25
43312	Obligations-Int.subsidies				
43400	Suppliers NON-SOS abroad				
43901	Obligations-Int.subsidies				
43902	Obligations-Int.subs.				
45001	Obligation-net salary	11,583,705.31			
45100	Obligation-salary tax				
45101	Oblig.-sal.tax-maternity leave				
45201	Oblig.-sal.con-maternity leave				
45210	Obligation-sal. pension c.-wor				
45211	Obligation-sal. san.c.-mat.lea				
45220	Obligation-sal. sanitary c.-wo				
45221	Obligation-sal. unem.c.-mat.le				
45230	Obligation-sal. uneml. c.-work				
45310	Obligation-sal. pensio.c.-eml.				
45320	Obligation-sal.sanitar.c.-eml.				
45330	Obligation-sal.uneml.c.-eml.				
45400	Obligation-net sal.maternity				
45401	Obl.-net sal. sick leave				
45500	Oblig.-sal.contr.-sick leave				
45600	Oblig.-sal.tax-sick leave				
46200	Obligation-net contracts				
46500	Obligation-net salary auth.con				
46590	Obligation-net rent				
46591	Obligation -net MT				
46592	Obligation -trainings				
46831	RF EP Serbia/Ref (SOS-Swiz)				
46900	Obligation-employees credits				
46901	Credit obligation-ROMA				
46902	Credit obligation-MEGA MONT				
46903	Credit obligation-BELLA CAO				
46904	Credit obligation-TRGOMEN				
46905	Credit obligation-OBNOVA				
46906	Credit obligation-HOOLY doo				
46907	Credit obligation-TREND SYSTEM				
46908	Credit obligation-GEP				
46909	Credit obligation-EUROCLASIC				
46910	Credit obligation-PS FASHION				
46990	Support obligation by youth				
46991	Loan obligation by youth				
46992	Other liabilities				
46993	Retention Construction Project				
47001	Sales VAT account		87,256.00		
48292	Obligation-contr.for disabled				153,106.00
48500	Net salary-periodical				
	Sub total	77,741,102.91	66,393,442.81	137,416,038.58	103,976,147.25

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	77,741,102.91	66,393,442.81	137,416,038.58	103,976,147.25
48900	Salary tax-periodical				
48901	Salary cont.-periodical				
48920	Obligation-tax auth.concrats				
48927	Obligation-tax trainings				
48928	Oligation-tax MT				
48929	Obligation-tax rent				
48980	Obligation-contributions a.con				
48981	Obligation-contributions				
49000	Membership Fee SOS				
49001	Pasive time mark of-expenses		35,916.29		110,710.01
49510	Pasive time mark of		1,457,698.18		12,944,243.88
49511	SGIP Liabilities				
49512	Rest: Funds SOS-PL				
49513	Res. Funds -Local income	646,250.54			3,993,113.40
49514	Res. Funds -HGFD		12,158,373.60		15,304,182.18
49515	Rest. Funds SOS-NO	12,817.79			
49516	Res.Funds-PF local	612,220.20			709,808.21
49517	Res.Fund-SOS KDeV	247,018.99			318,380.04
49518	Res.Fund-SOS HGFD	3,404.50			
49519	Res.Fund-SOS Austria				
49520	Res.Fund-SOS Spain				
49521	Res.Fund-SOS France				
49522	Res.Fund-SOS Denmark				
49523	Res.Fund-British Telecomm.	170,460.53			
49524	Res.Fund-SOS Italy	183,820.50			
49525	Res.Fund-SOS USA				59,453.61
49526	Res.Fund-BMZ				
49527	Rest.Fund:SOS Iceland				
49528	Rest.Fund:SOS Sweden	406,075.23			
49529	Rest.Fund:SOS Finland				
49530	Rest. Funds KDI IO	22,259.69			
49531	RF EP Serbia/Ref (SOS-Swiz)				
49532	Rest. Funds SOS-NL				
49701	Rest.Funds-Local income				
51001	Cleaning materials				
51101	Office supplies				
51102	Office supplies-subcriptions				
51201	Fuel for vehicles				
51202	All kind of energy				
51210	Cleaning materials				
51220	Maint.and repairs-gardens				
51230	Maint. and repairs- buildings				
51240	Mint.and repairs-fur.and eq.				
51250	Vehicles tires costs				
	Sub total	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58
51260	Maint.and repairs-machines				
51261	IT maintenance general				
51262	IT maintenace software				
51263	IT maintenance general				
51264	IT maintenance software				
51265	ICT maintenance				
51270	Vehicles maintenance				
51280	Office supplies expenses				
51281	Subscribes-office supplies				
51300	Fuel for vehicles				
51301	Maintenance-land and garden				
51302	Maintenance-buildings				
51303	Maintenance-furniture				
51304	Maintenance-vehicles				
51305	Maintenance-el.equipment				
51306	Maintenance-IT hardware				
51307	Maintenanc-IT software				
51308	Maint. & Repairs ICT Connect.				
51310	Coal				
51311	Stent coal				
51320	Other spent fuel				
51330	Electricity costs				
51350	Gas for vehicles				
51390	Heating oil and other				
51401	Low value inventories				
51402	ICT low value enventories				
51403	Investments Furniture_BDG				
51404	Investments Vehicles_BDG				
51405	Investments Equ. & Mach_BDG				
51406	Investments ICT Hardware_BDG				
51991	Plan: Current Working Exp				
52001	Net salaries-pratctioners				
52002	Tax salaries-pratctioners				
52003	Contributions-pratctioners				
52010	Net salary-SOS mothers				
52011	Salary tax-SOS mothers				
52012	Salary contributio-SOS mothers				
52013	Net-salary SOS mothers-holiday				
52014	Salary tax-SOS mothers-holiday				
52015	Sal.contr.-SOS mothers-holiday				
52020	Net salary -SOS aunties				
52021	Salary tax -SOS aunties				
52022	Salary contribut -SOS aunties				
52023	Net salary-SOS aunties-holiday				
	Sub total	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58
52024	Salary tax-SOS aunties-holiday				
52025	Salary co.-SOS aunties-holiday				
52030	Net salary-educational staff				
52031	Salary tax-educational staff				
52032	Salary contributions-ed.staff				
52033	Net salary-ed.staff-holiday				
52034	Salary tax-ed.staff-holiday				
52035	Salary cont.-ed.staff-holiday				
52040	Net salary-admin.staff				
52041	Salary tax-admin.staff				
52042	Salary contributio-admin.staff				
52050	Net salary-maint.staff				
52051	Salary tax-maint.staff				
52052	Salary contributi-maint.staff				
52060	Net salary-ICT Staff				
52061	Salary tax-ICT Staff				
52062	Salary contr.-ICT Staff				
52063	Salary tax-ICT Staff				
52100	Contributions-practitioners-e				
52101	Salary con-SOS mothers-employ				
52102	Salary con-SOS aun.-employer				
52103	Salary cont.-ed.staff-employer				
52104	Salary cont.-ad.staff-employer				
52105	Salary cont.-m.staff-employer				
52106	Salary c.-ed.staff-emp-holiday				
52107	Salary c.-SOS aun.-emp-holiday				
52108	Salaryc.-SOS moth.-emp-holiday				
52109	Salary cont-empl-ICT Staff				
52210	Professional fee				
52211	Activities				
52310	Authorised contract-activities				
52311	Authorised contract-associates				
52312	Auth. con.-Advocasy activities				
52320	Authorised contracts-fees				
52321	Authorised contracts-prof.fee				
52322	Authorised contracts-FR				
52330	Authorised contracts-medical				
52340	Authorised contracts-ch.medi				
52350	Auth. contracts-other med.cost				
52360	Auth.contr.-training interpret				
52370	Auth.contr.-translation costs				
52380	Auth.contr.-ch.activities				
52390	Auth.contr.-legal consultants				
52391	Auth.contr.-web site				
	Sub total	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58
52392	Auth.contr.-FDA net				
52393	Auth.contr.-FDA tax				
52394	Auth.contr.-FDA contributions				
52400	Period.aunties-net				
52401	Periodical aunties-tax				
52402	Periodical aunties-contributio				
52403	Periodical maint.staff-net				
52404	Periodical maint.staff-tax				
52405	Periodical maint.staff-cont.				
52406	Periodical jobs-med.net				
52407	Periodical jobs-med.tax				
52408	Periodical jobs-med.cont.				
52409	Periodical jobs-admin-net				
52410	Periodical jobs-admin-tax				
52411	Periodical jobs-admin-contr.				
52412	Per. jobs-edu.staff-net				
52413	Per. jobs-educ.staff-tax				
52414	Per. jobs-edu.staff-con.				
52590	Rent				
52901	Retirement paying to employees				
52902	Indemnific.payment to employee				
52904	Casualty paying to employees				
52910	Transportation allowance				
52911	Per diem costs				
52912	Transport allowance-SOSaunties				
52913	Transport allowance-educ.staff				
52914	Transport allowance-adm.staff				
52915	Transport allowance-main.staff				
52916	Transport allowance-IT staff				
52917	Per diem costs-trainings				
52918	Per diems-HRD Travel Exp. ICT				
52990	Mothers training				
52992	Plan:Personnel Expenditures				
53100	Transport costs				
53101	Transport costs-bus tickets				
53150	Telecommunication costs				
53151	Post costs				
53152	Post costs-events				
53153	Internet				
53154	ICT fee				
53155	ICT fee/FR				
53160	Travel costs-taxi				
53190	Other transport costs				
53200	Service costs of vehicles				
	Sub total	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58
53201	Service costs- sites and land				
53202	Service costs-el.equiplemts				
53203	Service costs-IT maintenance				
53204	Service costs-furniture maint.				
53210	Assets services costs-build.				
53300	Household expences-Rent				
53501	Advertisement				
53920	Garbage colection services				
53921	Water costs				
53930	Work protections costs				
53940	High way costs				
53991	Water analyse expences				
53992	Other services				
53993	Medical exp.-children				
53994	Medical exp.-SOS mothers				
53995	Medical exp.-employees				
53996	Medical exp.-other SOS staff				
53997	External Services				
53998	Medicine costs-other				
54001	Depreciation of assets				
54002	Low Value Investments				
54003	ICT Low Value Investments				
55001	Audit costs				
55010	Legal consultans costs				
55050	Travel costs - Seminars				
55051	Books - training				
55052	Seminar costs				
55053	Seminar costs-meetings				
55054	Travel costs-meetings				
55055	HRD Travel Expenses ICT				
55056	HRD Trainings Ext.Trainers ICT				
55090	Translators costs				
55091	Promoting services				
55092	Interpreter costs-training				
55093	Promoting materials stamping				
55094	Shipping agent costs				
55095	Translation costs				
55096	PR-materials stamping				
55097	Other Publicity Expenditures				
55098	Films & Pictures				
55100	Beverages				
55120	Business lunchs				
55131	Gifts expences				
55200	Insurances				
	Sub total	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,416,038.58	137,416,038.58
55210	Vehicles insurances				
55270	Travel insurance-Seminars				
55300	Bank transactions expences				
55320	Bank charge				
55430	Anual fee				
55431	Membership fee SOS				
55432	M'ship Fee SOS cash-effect				
55520	Water costs				
55540	Land construction taxes				
55550	Fees expences				
55701	Donations in equipment				
55702	Donation of equipment				404,523.89
55900	Advertising costs			404,523.89	
55901	Advertising costs				
55910	Advertising costs-YF				
55911	Kindergarden fee				
55912	School fee				
55913	SIL podrska				
55920	Materials				
55921	Material support				
55990	Other children activities				
55991	Foodstuff				
55992	Cothing costs				
55993	Cleaning materials				
55994	School expences				
55995	Pocket money expences				
55996	Other expences				
55997	Children' trainings-activities				
55998	Children's cultural activities				
56320	negative FC evaluation				
56330	Unrialised negative FC ev.				
56991	Plan:Adinistrative Exp.& P.E.				
57001	Disposal of licences				
57011	Disposal of buildings				
57021	Disposal of equipment				
57031	Disposal of tools				
57931	Contractual penalties				
57960	Donations for beneficiaries				
57961	Donations to others				
57991	Capital participation-equipmen				
57993	Capital participation-equipmen				
57994	Emergancy Program-Kraljevo				
58000	Disposal of assets				
58120	Licences dpreciation costs				
	Sub total	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47
58200	Depreciation of buildings				
58220	Depreciation assets expenses				
58420	Deprecia of inventory and tool				
60201	Revenues from products sales				
60220	Revenues-without VAT				
60221	Revenues-merchandising				
60222	Revenues (e.g.from TC)				
61200	Revenues from fees				
61201	Revenuse from SOS-fees				
64020	Government subsidies				
64100	Conditional government subsidie				
64101	Conditional don.-pratctitioner				
64110	Money gifts				
64111	Donation in kind				
64112	Money gifts-X-mas cards				
64113	Money gifts from companies				
64114	Grants				
64115	Donations in kind/corporate				
64116	Donations in kind/public				
64117	Philanthropic Foundations				
64118	Grant-philanthropic				
64119	Public Grants-DP				
64120	HGFD transfer				
64121	Sponsorships Vienna				
64122	SOS Croatia				
64123	Subsidies for RC SOS-PL				
64124	Subsidies for CC SOS-PL				
64125	Don.from Abroad SOS-PL				
64126	HGFD for construction				
64127	Don. from Abroad SOS-AT				
64128	Don. from Abroad HGFD				
64129	Don. from Abroad SOS-KDEV				
64130	Don. from Abroad SOS-DK				
64131	Don. from Abroad SOS-LU				
64132	Don. from Abroad SOS-NL				
64133	Don. from Abroad SOS-NO				
64134	Don. from Abroad SOS-SE				
64135	Don. from Abroad SOS-CH				
64136	Don. from Abroad SOS-UK				
64137	Don. from Abroad SOS-BE				
64138	Don. from Abroad SOS-FI				
64139	Don. from Abroad SOS-IT				
64140	Don. from Abroad SOS-CA				
64141	Don. from Abroad SOS-US				
	Sub total	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47

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G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47
64142	Don. from Abroad SOS-IS				
64143	Don. from Abroad KDI IO				
64144	HGFD transfer- RC				
64145	Don. from Abroad SOS BIH				
64146	Don. from Abroad SOS-ES				
64147	Don. from Abroad SOS-FR				
64148	Public grants-HGFD				
64149	Public Grants foreign				
64150	DP-Public Grants foreign				
64151	Don. from PSA for KDI MB fee				
64152	Public grants & OSI SOS-KDEV				
64200	Contribution-fosterers				
64201	Subsidies for RC HGFD				
64202	Sponsorships IDS				
64203	Subsidies for RC KDI IO				
64204	Transfer from SOS via STS				
64301	Merchandising-X-mas cards				
64302	Donations in kind/Corporate				
64303	Philanthropic Foundations				
64304	Corp. don, 1-to-1 interaction				
64305	Cause-related marketing (CRM)				
64306	Corp. don. mass marketing				
64307	Events				
64308	Philanth. don. corp. found.				
64309	Philanth. don. private/family				
64310	Plan: Local revenues				
64311	Donations in kind/Individuals				
64312	Donations in kind / Public				
64313	Direct donations from abroad				
64314	Friends club 1 to 1 inter.				
64315	FR projects 1 to 1 interaction				
64901	Sporadic donations from indiv.				
64902	Domestic Government Allowances				
64903	Philanthropic Foundations				
64904	Sponsorships by individuals				
64905	Committed giving indiv.-DD				
64906	Legacies & Bequests				
64907	Sporadic donations Digital				
64908	Sporadic donations SMS				
64909	Sporadic don. Donation's box				
64910	Committed giving indiv.-TN				
64911	Committed giving ind.-RECC DIG				
64912	Other committed giving indiv.				
64913	Conditional Loc. Rev. Public				
	Sub total	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47

Trial Balance

3107 NA Serbia Foundation

3107 NA Serbia Foundation

Period: 01/01/23..C31/12/23

07/03/2024 23:13

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SOSVekicv

G/L Account: Account Type: Posting, Date Filter: 01/01/23..C31/12/23

No.	Name	Net Change		Balance	
		Debit	Credit	Debit	Credit
	Carry over	80,045,430.88	80,045,430.88	137,820,562.47	137,820,562.47
66230	Bank interest				
66310	Positive FC evaluation				
66320	Unrealised Positive FC ev.				
66990	Other Non Cash Flow Relev.Pos.				
68200	Disposal buildings reven				
68220	Disposal asset revenue				
68221	Sale of assets				
69101	Miscellaneous income				
83100	Realized Gains/Losses FCY				
83200	Unrealized Gains/Losses FCY		165.07		165.07
84200	Internal costs allocation	165.07		165.07	
88110	Transfer of Funds to AU RC				
88210	Transfers from/to AU CC				
88810	Internal Transfers				
88820	Out balance assets				
88821	Transfer SPO				
91200	Retained Earnings (P & L)				
92110	Liabilities Money Gifts SPO				
98100	NAF Net Change (LP)				
98200	OB Correction Increase (LP)				
98400	Actual Trans FX gain/loss (LP)				
99100	Opening Balance (Plan.Pos.)				
99200	Reservs (Plan.Pos.)				
99300	Non-avail.Funds (Plan.Pos.)				
99310	Non-avail. Funds CMG (PP)				
99320	IF4C Liabilities (PP)				
99330	Deferred Payments (PP)				
99390	Receivables (PP)				
99999	Transfer of Balances				
	Total	80,045,595.95	80,045,595.95	137,820,727.54	137,820,727.54


**СОС ДЕЧИЈА
СЕЛА
СРБИЈА**
 Фондација СОС Дечија села СРБИЈА
 Београд

Handwritten signature in blue ink.

2



ANNEX 2



**INTERNATIONAL STANDARDISED AUDIT QUESTIONNAIRE
FOR RUNNING COST
2023**

Name of the audited association/SOS organisation	
Foundation SOS Children's Villages Serbia	
Address of the association/SOS organisation (with telephone and fax nos.):	
Bulevar kralja Aleksandra 251, 11127 Belgrade, tel./fax +381 (11) 3989 776	
Country: Serbia	
Annual Accounts for the year: 2023	
Name of the Audit Company: Roedl & Partner Audit d.o.o.	
Address of the audit company (with telephone number, fax number and e-mail address.):	
Dositejeva 1a, 11000 Belgrade, Serbia Phone:+381 (11) 40 49 475 Fax:+381 (11) 41 46 732 E-mail: zeljko.kisa@roedl.com	
Year of last audit: 2022	
Name of the Audit Company: Roedl & Partner Audit d.o.o.	

International Standardised Audit Questionnaire is to be filled/ signed by the Auditor. All relevant information must be obtained by the auditor to complete this form.

International Standardised Audit Questionnaire is required for every Member Association and there is no need to issue separate questionnaire for every program.

A) Audit of annual accounts

		yes	no
1)	Have you performed a complete audit of the annual accounts?	X	
	Was there any restriction on scope of the audit?		X
	If yes, please provide detail		
2)	Have the Financial Statements been prepared according to generally accepted Accounting Principles and in compliance with country's Laws?	X	
3)	Is any other accounting system apart from Dynamics NAV in use? If so, please specify.		X
4)	Are the financial statements prepared on the basis of Accrual Accounting system (Balance Sheet Accounting)?	X	
	If not, why?		
5)	Are the audited financial statements matching with trial balance generated from the books of accounts (NAV where it is applicable)?	X	
6)	Please mention which local currency has been used in Financial statements and what is its exchange rate to US\$/ Euro.		
	117.1737 RSD / 1 EUR		
	105.8671 RSD / 1 USD		

B) Audit procedures

		yes	no
1)	Is any suggestion given by auditor which has not been accepted by the management?		X
	If so, please specify		
2)	Do the audit programs tailored to the needs of the association?	X	
3)	If so, when the audit programs last up-dated?		
	February 2024		
4)	If no audit programs are tailored to the needs of the association, have you ensured that the necessary auditing activities were carried out?		
	N/A		
5)	Do the working papers include		
	- A record of auditing activities?	X	
	- An analysis and evaluation of the audit findings?	X	
	- A summary of the audit results?	X	
6)	Have you considered the legal framework by studying:		
	- the statutes of the country where NA is situated	X	
	- the minutes of the meetings of the association's governing bodies	X	
	- any relevant contracts	X	
	Did you find anything unusual?		X
	If so, what?		

		yes	no
7)	Is National Association complying with all the applicable laws and regulations of the country?	X	
8)	What is the amount of audit fee?		
	Please quote in US\$ or in EUR:		
	EUR 4,800		
9)	How many person days were required for the audit? (Number of days * Number person in audit team)		
	3 days * 1 person - Audit planning 5 days * 2 persons - Audit testing 3 days * 2 persons - Completion and reporting		
10)	Were bank statements for all the programmes obtained?	X	
11)	Is the association actively or passively involved in litigation?		X
12)	Has there been any development since closing date of accounts, which are particularly significant for the association?		X
	If so, please specify:		

C) Reporting

		yes	no
1)	How do you qualify the audit or which audit certificate do you award?		
	Positive, without restrictions:	X	
	Positive, with restrictions (please give reasons):		
	Negative (qualified) (please give reasons):		

		yes	no
2)	Are there any other facts or details SOS Children's Villages International should know about?		X
	If so, which?		

D) Correctness of accounting procedures

		yes	no
1)	Is there a proper separation of duties for handing cash and for doing cash accounting?	X	
2)	Are accounting records monitored through Internal Audit?		X
3)	Is internal control system in place to safeguard the assets of organisation and to maintain financial discipline?	X	
4)	Has your examination of these aspects revealed any weaknesses?		X
	If so, which are the weak points?		
	Has the Board of the local SOS-Association been informed about these weaknesses?		
	Have measures been taken to improve the situation?		
5)	Has your audit shown that full and reliable accounts are kept on the basis of accepted accounting principles?	X	
	If not, explain your reservations:		
6)	Please confirm that all Assets/Liabilities; Income/ Expenses have been properly accounted for and fully reflected in the financial statement.	X	

E) Tangible fixed assets

		yes	no
1)	Has a schedule of real estate and inventories been maintained?	X	
2)	Is the association free to dispose of all items listed in the schedule of assets?	X	
	If there are any restrictions, please detail:		
3)	Are the title documents of real estate (Land and Building) available for verification?	X	

F) Debtors

		yes	no
1)	Is there a list of the association's accounts receivable?	X	
2)	Does the list include accounts receivable from employees (loans, advances on salary) or members of the Board?		X
	If so, please indicate the amount of receivables and the number of such debtors.		

G) Liquid funds

		yes	no
1)	Has proof been presented of cash at bank and cash in hand to fully convince the auditors?	X	
	Please list the documents presented:		
	Cash books, bank statements, bank confirmation.		
2)	Does the association hold cash at bank in other countries?		X
	If so, please list the balances:		

		yes	no
3)	Does the association hold cash at bank which cannot be freely used?	X	
	If so, please list the balances, and explain the restrictions involved:		
	Money gifts: USD 31,551.55 EUR 23,994.06		
4)	Did you make the cash count?	X	
5)	Is the cash book kept up to date and in due order?	X	

H) Liabilities

		yes	no
1)	Is the Children Money Gift (CMG) liability properly reflected in Financial Statements?	X	
	Are adequate funds available to support CMG liability?	X	
2)	Have any subsidies been received from any Government authorities / Public Funding Entity which have to be paid back under certain conditions after a certain period of time?		X
	If so, please indicate amount, duration and lender:		
3)	Does the association have any legal or contractual liabilities to pay any pensions or meet similar claims related to social security?		X
	If so, please indicate the type of obligation and the calculation method:		
4)	Has due provision been made for these claims as mentioned above.		X
	- In the form of a fund, what amount?		

		yes	no
	- By other means, what amount?		
5)	Has the association met all its liabilities for taxes and social contributions in full?	X	
	If not, is there any risk of additional payments being due?		

I) Guarantees and other commitments

		yes	no
1)	Has the association accepted any guarantees or agreed to stand surety or in any other way accepted responsibility for third-party liabilities?		X
	If so, please list the amounts (in US\$ or EUR) and the parties involved:		

J) Use of funds

		yes	no
1)	Have the expenditures been made according to the approved budgets	X	
2)	Has the proper use of funds been made in accordance with the statutes of the local association and with the statutes of SOS Children's Villages International?	X	

Place and date
Belgrade, 18 March 2024

Signature, Audit company stamp



ANNEXURE

Reporting year:	2023
Name of National Association:	Foundation SOS Children's Villages Serbia
A. Number of Mothers and Aunts	N/A
B. Number of Co-workers (other than mothers and aunts)	77
Total number of employees (A+B) (yearend value)	77
Number of beneficiaries in FFC (yearend value)	N/A
Number of beneficiaries in DFE (yearend value)	1.161
Number of Family Houses in CV	N/A
Number of vehicles (Four wheelers only)	13

Statistics

Place and date
Belgrade, 18 March 2024



Signature, Audit company stamp