



SOS DJEČJE
SELO
HRVATSKA

SOS CHILDREN'S VILLAGES CROATIA
ANNUAL FINANCIAL STATEMENTS
2021



Income 2021	01.01.2021. - 31.12.2021.
Income from sponsors for running costs	6.143.761 kn
Local income from fundraising	26.939.140 kn
Government subsidies and grants	15.059.187 kn
Other local income	566.438 kn
Financial revenues	38.979 kn
Total	48.747.505 kn

Revenue 2021	01.01.2021. - 31.12.2021.
Programme/project expenses	30.427.529 kn
Administrative expenses	5.320.281 kn
Fundraising expenses	5.415.441 kn
Other expenses	1.225.366 kn
Financial expenses	131.416 kn
Total	42.520.033 kn

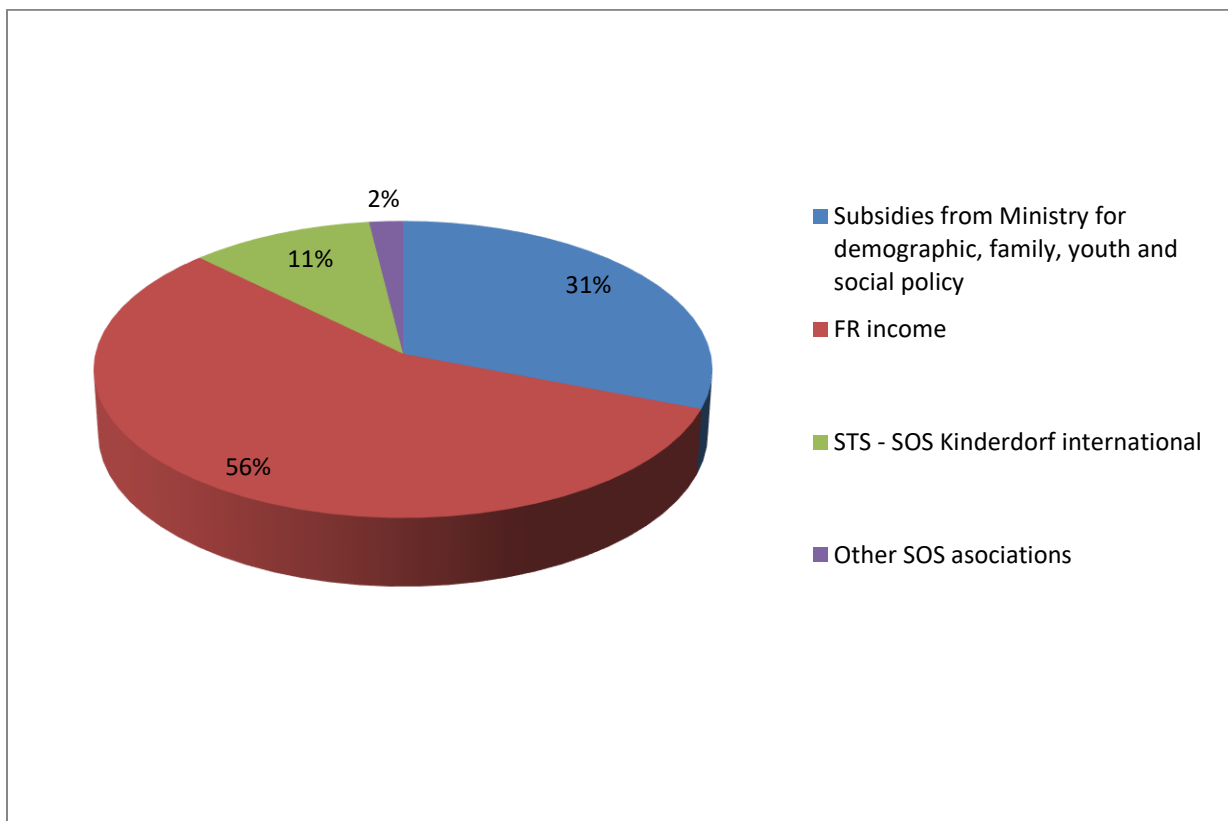
Surplus after tax	6.227.472 kn
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Incoming resources

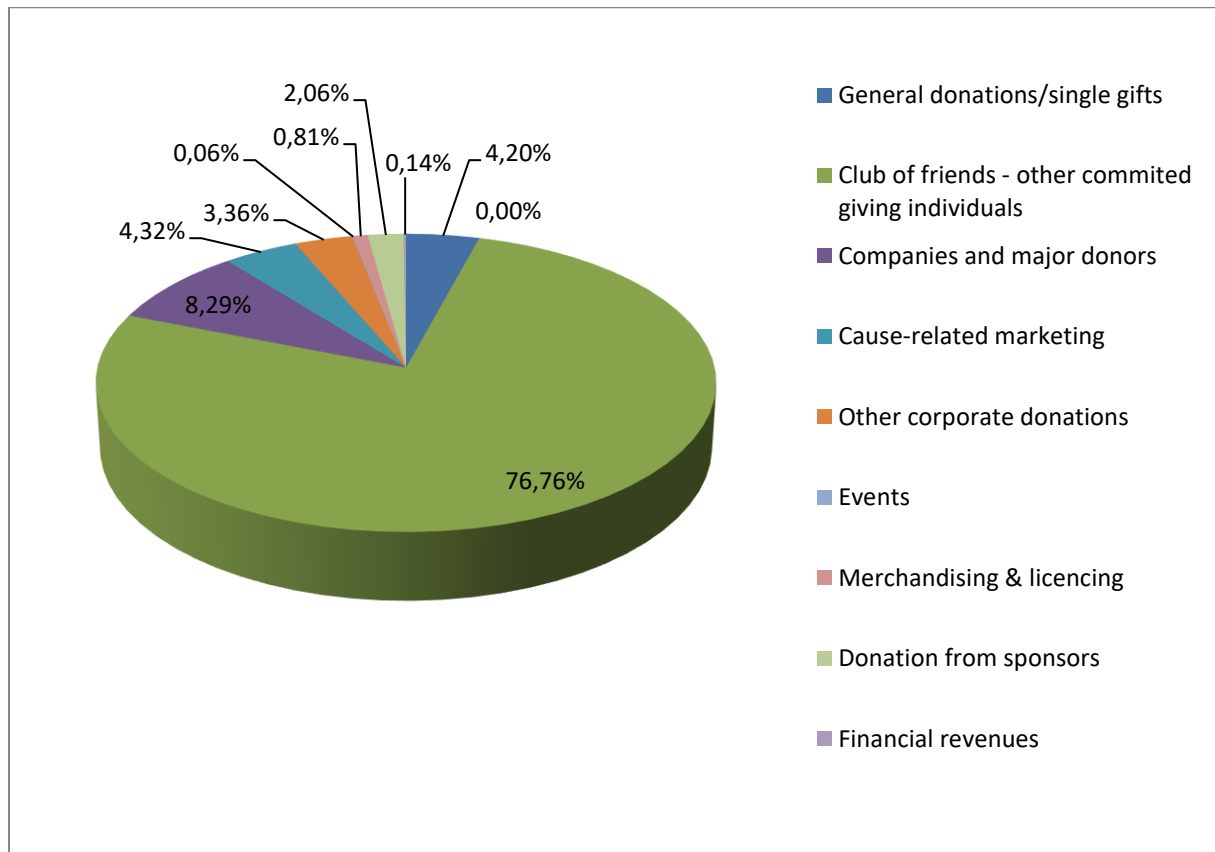
01.01.2021. - 31.12.2021.

Subsidies from Ministry for demographic, family, youth and social policy	15.059.187 kn
Fundraising income	27.544.557 kn
STS - SOS Kinderdorf international	5.191.455 kn
Other SOS associations	952.306 kn
Total	48.747.505 kn





Fundraising income	01.01.2021. - 31.12.2021.
General donations/single gifts	1.157.707 kn
Club of friends - other committed giving individuals	21.141.843 kn
Companies and major donors	2.284.812 kn
Cause-related marketing	1.190.579 kn
Other corporate donations	924.309 kn
Events	15.860 kn
Merchandising & licencing	224.030 kn
Donation from sponsors	566.438 kn
Financial revenues	38.979 kn
Total	27.544.557 kn

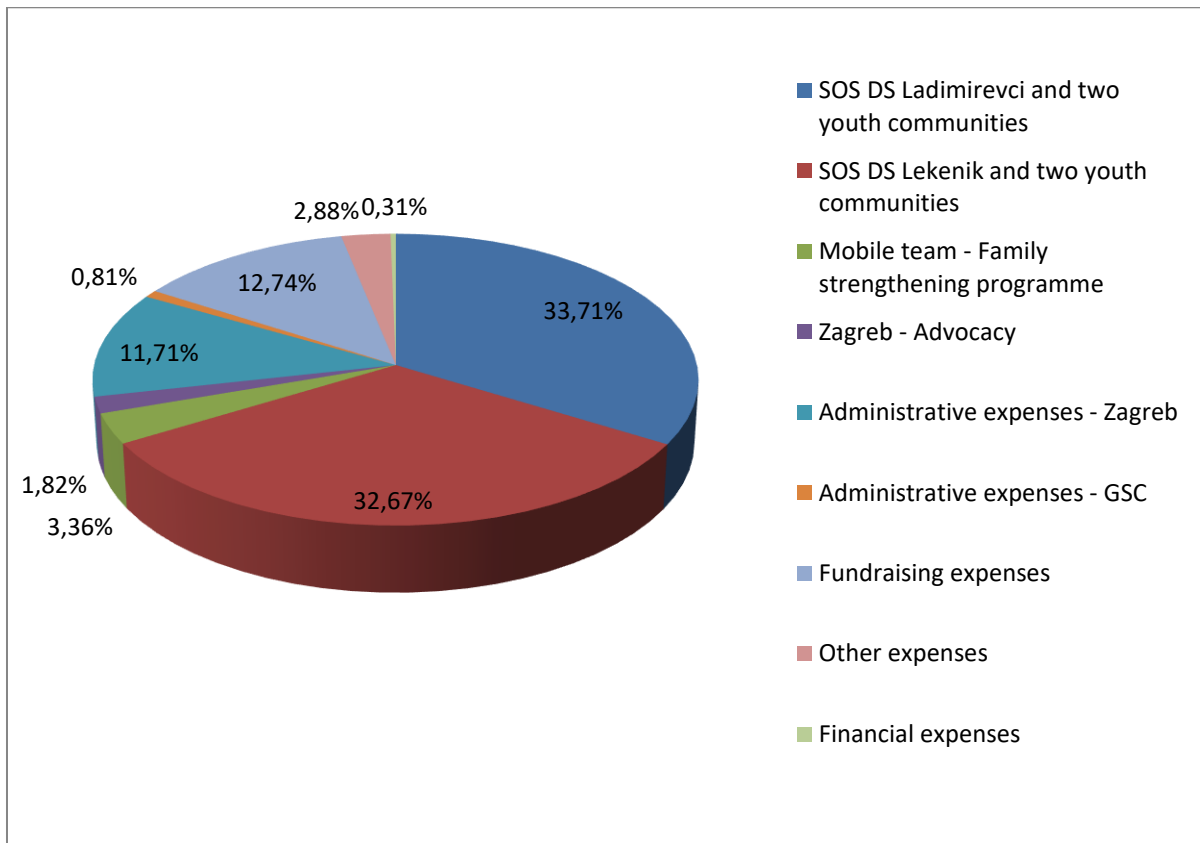




Programme/project expenses

01.01.2021. - 31.12.2021.

SOS DS Ladimirevci and two youth communities	14.332.281 kn
SOS DS Lekenik and two youth communities	13.893.062 kn
Mobile team - Family strengthening programme	1.429.919 kn
Zagreb - Advocacy	772.267 kn
Administrative expenses - Zagreb	4.977.445 kn
Administrative expenses - GSC	342.836 kn
Fundraising expenses	5.415.441 kn
Other expenses	1.225.366 kn
Financial expenses	131.416 kn
Total	42.520.033 kn



INDEPENDENT AUDITOR'S REPORT TO THE OWNERS OF
SOS CHILDREN'S VILLAGES CROATIA
2021.

Independent auditor's report to the owners of SOS DJEČJE SELO HRVATSKA**Report on the Audit of the Financial Statements****Opinion**

We have audited the financial statements of SOS Children's Villages Croatia, a non-for-profit organization which comprise the Statement of Financial Position as at 31 December 2021, the Statement of Comprehensive Income, the Cash flow Report and the Statement of changes in accumulated funds for 2021, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying annual financial statements present fairly in all material respects, the financial position of the Association as at 31 December 2021 and its financial performance and its cash flows for the year then ended in accordance with Law on financial operation and accounting for non-profit organization and International Financial Reporting Standards (IFRS).

Basis for opinion

We conducted our audit in accordance with the Law on financial operation and accounting for non-profit organization, the Audit Act and 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 Association in accordance with the Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Board and the Management for the Financial Statements

The Board is responsible for preparing and fair presentation of these financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In the process of preparation of the annual financial statements, the Board is responsible for assessment of going concern of the Association. The Association's financial statements have been prepared using the going concern basis of accounting. The use of this basis of accounting is appropriate unless management either intends to liquidate the Association or to cease operations or has no realistic alternative but to do so.

The management is responsible for overseeing the Association's financial reporting process.

**Independent auditor's report to the owners of SOS DJEČJE SELO HRVATSKA
(continued)**

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit 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 scepticism throughout the planning and performance of the audit. We also::

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude whether the accounting basis for going concern assumption used by the Management is appropriate and based the audit evidence we have obtained we conclude whether there is material uncertainty in relation to the events and conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that there is material uncertainty, we need to emphasize this matter in our audit report on the related disclosure or if this is not enough, we should modify our opinion. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. However, future events and conditions can cause the Association to interrupt the business operations and going concern assumption.
- 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.



**Independent auditor's report to the owners of SOS DJEČJE SELO HRVATSKA
(continued)**

We are required to 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.

Zagreb, 17 May 2022

Crowe Horwath Revizija d.o.o., Zagreb

Grand Centar, Hektorovićeve 2
10 000 Zagreb
Croatia



Soriya Hecker Tafra
Director, FCCA

Ivan Pečur
Certified Auditor

STATEMENT OF COMPREHENSIVE INCOME

In HRK

INCOMING RESOURCES	Note	31.12.2021			31.12.2020		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
Income from Abroad		6,143,761	-	6,143,761	6,564,743	-	6,564,743
Income from PSAs for RC	3.1.1	6,143,761	-	6,143,761	6,564,743	-	6,564,743
Income from PSAs for CC		-	-	-	-	-	-
Local Income		42,564,765	-	42,564,765	37,350,011	-	37,350,011
Local Income from Fundraising	3.2	26,939,140	-	26,939,140	25,247,359	-	25,247,359
Local income from Government Subsidies and Grants	3.3	15,059,187	-	15,059,187	11,895,817	-	11,895,817
Operational Local Income		-	-	-	-	-	-
Other Local Income	3.4	566,438	-	566,438	206,835	-	206,835
Total Income		48,708,526	-	48,708,526	43,914,754	-	43,914,754
EXPENDITURE							
Program/Project Expenses	3.5	30,427,529	-	30,427,529	28,882,329	-	28,882,329
Administrative Expenses	3.6	5,320,281	-	5,320,281	5,234,770	-	5,234,770
Fund-raising Expenses	3.7	5,415,441	-	5,415,441	5,224,965	-	5,224,965
Long-term provision	3.8	-	-	-	414,882	-	414,882
Other Expenses	3.9	1,225,366	-	1,225,366	1,191,325	-	1,191,325
Total Expenditures		42,388,617	-	42,388,617	40,948,271	-	40,948,271
Net surplus/deficit on operating activities		6,319,909	-	6,319,909	2,966,483	-	2,966,483
Income/Expenditure from Financial Activities							
Financial income	3.10	38,979	-	38,979	23,454	-	23,454
Financial expenses	3.10	(131,416)	-	(131,416)	(134,097)	-	(134,097)
Total from Financial Activities		(92,437)	-	(92,437)	(110,643)	-	(110,643)
NET SURPLUS/DEFICIT BEFORE TAX		6,227,472	-	6,227,472	2,855,840	-	2,855,840
Income tax Expenses		-	-	-	-	-	-
NET SURPLUS/DEFICIT FOR THE YEAR		6,227,472	-	6,227,472	2,855,840	-	2,855,840

