



MWL

Financial Statements

31 December 2024

MARY WARD LORETO FOUNDATION

MWL

Financial Statements

31 December 2024

Content:

INDEPENDENT AUDITOR'S REPORT.....	3
STATEMENT OF FINANCIAL POSITION.....	5
STATEMENT OF ACTIVITIES	6
STATEMENT OF CASH FLOW	7
STATEMENT OF CHANGES IN NET FUNDS.....	8
1. GENERAL INFORMATION.....	9
2. SUMMARY OF ACCOUNTING POLICIES	9
3. CASH AND CASH EQUIVALENT.....	10
4. OTHER CURRENT ASSETS.....	10
5. LONG TERM ASSETS	10
6. SUPPLIERS	10
7. TAXES PAYABLE.....	11
8. REVENUES FROM GRANTS AND DONATIONS.....	11
9. PERSONNEL	11
10. PROJECT AND ADMINISTRATIVE EXPENSES.....	11

INDEPENDENT AUDITOR'S REPORT

To: Mary Ward Loreto Foundation (MWL)

Opinion

We have audited the accompanying financial statements of MWL, which comprise the statement of financial position as at 31 December 2024, and the statement of sources and use of funds, statement of changes in net funds, and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, (or give a true and fair view) of the financial position of MWL on 31 December 2024, and of their financial performance and their cash flows for the year then ended in accordance with National Accounting Standards "For NGO".

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 MWL within the meaning of the Board of the International Ethics Standards for Accounting Professionals (Code BSNEPK) including the ethical requirements for the audit of financial statements applicable in Albania, and have fulfilled our other responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with National Accounting Standards (SKK 15) "For NGO", 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 financial statements, management is responsible for assessing MWL's ability to continue as a going concern, by providing information, if applicable, for matters related with the going concern and using this accounting principle except when management intends to liquidate MWL or terminate activities, or if there is no other alternative except of the above.

Management is responsible for overseeing MWL's financial reporting process.

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.

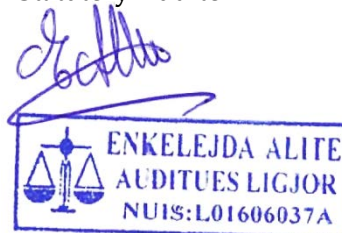
Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement, whether due to fraud or error, design and perform the audit procedures in response to these risks, and we obtain audit evidence which is sufficient and appropriate to provide the basis for our opinion. The risk of non-detection of a material misstatement due to fraud is higher than the risk of error because fraud may involve discretion, forgery, deliberate omissions, deformed information, and derogation of internal controls.
- We obtain an understanding of internal control to the extent of audit process, in order to determine audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control of MWL.
- We assess the appropriateness of accounting policies used, the reasonableness of accounting estimates and relevant explanations made by management.
- Draw a conclusion about the appropriateness of using the going concern basis of accounting and based on the audit evidence received, if there is a material uncertainty related to events or conditions that may cast significant doubt about the Organization's ability to continue activity. If we conclude that there is an uncertainty, we must draw attention to the auditor's report in connection with the explanations given in the financial statements, or if these explanations are inadequate, we must modify our opinion. Our conclusions are based on the audit evidence ensured up to the date of our report. However, future events or conditions may cause the Organization to cease operations.
- Evaluate the overall presentation, structure and content of financial statements, including information disclosed and whether the financial statements present their transactions and events in order to achieve a fair presentation.
- We communicate with the management of the Organization inter alia, on the audit scope and time and significant audit findings, including any significant deficiencies in internal control that we can identify during the audit.

Tirana
Date 19 February 2025

Enkelejda Alite
Statutory Auditor



MWL – Mary Ward Loreto Foundation

(All amounts in Euro unless otherwise stated)

STATEMENT OF FINANCIAL POSITION

31 December 2024

		<u>31 December 2024</u>	<u>31 December 2023</u>
ASSETS			
Current assets			
Cash and cash equivalent	3	29,117	29,279
Other current assets	4	3,915	2,725
		<u>33,032</u>	<u>32,004</u>
Long term assets			
Long term assets	5	121,876	128,288
		<u>121,876</u>	<u>128,288</u>
TOTAL ASSETS		<u>121,876</u>	<u>128,288</u>
LIABILITIES			
Current liabilities			
Suppliers	6	2,400	1,092
Taxes payable	7	6,665	4,925
Total of liabilities		<u>9,065</u>	<u>6,017</u>
NET ASSETS			
Unrestricted assets		145,843	154,275
Restricted assets		-	-
Total of Net Assets		<u>145,843</u>	<u>154,275</u>

These Financial Statements have been approved and signed by the Management of the Foundation on 24 January 2025:

Redion Qirjazi



Chief Executive Officer

Artan Toska



Finance Manager



The notes to the financial statements in the following pages form integral part of the Financial Statements.

MWL – Mary Ward Loreto Foundation

(All amounts in Euro unless otherwise stated)

STATEMENT OF ACTIVITIES

For the period from 01 January 2024 till 31 December 2024

		<u>31 December 2024</u>	<u>31 December 2023</u>
Revenues			
Grant Revenues	8	317,990	288,566
Other Income	8	10,093	22,231
		<u>328,083</u>	<u>310,797</u>
Expenditures			
Project Implementation Costs		200,249	248,242
- Direct Personnel Costs	9	78,008	81,782
- Activities for the period	10	122,241	166,460
Office & Administration		141,371	95,054
- Indirect Personnel Costs	9	101,785	43,114
- Operational Expenses	11	24,666	29,709
- Fixed Asset Depreciation & Disposal	11	14,920	22,231
		<u>341,620</u>	<u>343,296</u>
Increase/(decrease) in net assets		(13,537)	(32,499)
Net assets at the beginning of the year		154,275	193,702
Differences from foreign currency conversion		(5,105)	(6,928)
Net assets at the end of the year		<u>145,843</u>	<u>154,275</u>

The notes to the financial statements in the following pages form integral part of the Financial Statements.

MWL – Mary Ward Loreto Foundation

(All amounts in Euro unless otherwise stated)

STATEMENT OF CASH FLOW

For the period from 01 January 2024 till 31 December 2024

	<u>31 December 2024</u>	<u>31 December 2023</u>
Cash flows from operating activities		
Surplus (Deficit) for the year	<u>(13,537)</u>	<u>(32,499)</u>
Adjustment for:		
Depreciation	6,412	15,871
(Increase)/decrease of prepaid expenses	(1,190)	4,064
Increase/(decrease) in accounts payable	<u>3,048</u>	<u>(1,201)</u>
	(5,267)	(13,765)
 Cash flows from investing activities	 <u>-</u>	 <u>-</u>
	-	-
 Cash flows from financing activities	 <u>-</u>	 <u>-</u>
	-	-
 Increase (decrease) of the liquidity	 <u>(5,267)</u>	 <u>(13,765)</u>
 Cash in the beginning of the period	 29,279	 59,543
Differences from currency conversion	<u>(5,105)</u>	<u>(16,499)</u>
 Cash at the end of the period	 <u>29,117</u>	 <u>29,279</u>

The notes to the financial statements in the following pages form integral part of the Financial Statements.

MWL – Mary Ward Loreto Foundation

(All amounts in Euro unless otherwise stated)

STATEMENT OF CHANGES IN NET FUNDS

For the period from 01 January 2024 till 31 December 2024

	Net Fund	Excess/(deficit) for the period	Total
Position on 31 December 2022	193,702	-	193,702
Deficit for the year		(39,427)	39,427
Allocation of deficit for the year	(39,427)	39,427	-
Position on 31 December 2023	154,275	-	154,275
Surplus for the year		(8,432)	(8,432)
Allocation of surplus for the year	(8,432)	8,432	-
Position on 31 December 2024	145,843	-	145,843

The notes to the financial statements in the following pages form integral part of the Financial Statements.

MWL – Mary Ward Loreto Foundation

Notes to the financial statements

31 December 2024

(All amounts in Euro unless otherwise stated)

1. General information

Mary Ward Loreto is a non-profit NGO founded and constituted under the Albanian law in January 2013. The registration number for this Foundation is: L31311452R. The Foundation "MARY WARD LORETO" is in full compliance with the Law no 8788 dated on 07.05.2001 "For non-profit making organizations"; Law no 8789 dated on 07.05.2001 "For the registration of non-profit making organizations" and the Civil Code of the Republic of Albania dated on 07.05.2001. The address of the organization is at Rr. Skenderbej, Pall. 4, Shk. 1, Ap. 14, Tirana.

2. Summary of accounting policies

a. Bases of preparation

The financial statements of "Mary Ward's Loreto Foundation" are prepared by the management of Mary Ward Loreto for the purpose of informing the donors regarding the financial position and the use of the funds. It is presented in accordance with accrual basis, in accordance with National Accounting Standards for NGO. On this basis the revenues are recognized when earned rather than when received and expenses are recognized when incurred rather than when paid.

b. Reporting currency and functional currency

The financial Statements are reported in Euro, whereas the functional currency is Albanian Lek. The translation from Lek into Euro is made using the closing rate of Bank of Albania at 31 December 2024 (1 Euro = 98.15 Lek) for the balance sheet items. The differences resulting from the conversion are reported as increase/decrease of net assets.

	2024	2023
Closing rate	98.15	103.88

c. Cash and cash equivalent

Cash and cash equivalent include unrestricted cash balance held in the petty cash and current bank accounts in local and foreign currencies.

d. Office equipment and vehicles

Office equipment and machineries are carried in the books at their historical cost less accumulated depreciation. Depreciation is calculated using the declining balance method over the estimated useful lives of the assets, at the following rates:

Office equipment	20%
Vehicles	20%
Electronic equipment	25%
Buildings	5%

e. Excess (deficit) of revenues over expenditure

The excess (deficit) between the revenues and expenditures resulting from the activity of the year are presented in the net funds of the organization.

MWL – Mary Ward Loreto Foundation

Notes to the financial statements

31 December 2024

(All amounts in Euro unless otherwise stated)

3. Cash and cash equivalent

The balance of the cash and cash equivalent on 31 December 2024 represent cash on hand and cash in the bank.

	31 December 2024	31 December 2023
Bank	29,048	29,027
Petty cash	69	252
Total	29,117	29,279

4. Other current assets

Represent the receivable account for the deposit for 3 months rental guarantee for the new office of MWL, and the advances given to the organization's personnel.

	31 December 2024	31 December 2023
Deposits and prepaids	3,915	2,725

5. Long term assets

	Buildings	Office equipment	Electronic equipment	Vehicle	Total
COST					
At 31 December 2023	107,998	12,089	20,472	38,820	179,378
Additions	-	-	1,019	-	1,019
Disposals	-	(3,225)	(8,125)	-	(11,350)
At 31 December 2024	107,998	8,864	13,366	38,820	169,048
DEPRECIATION					
At 31 December 2023	30,937	5,640	8,319	16,343	61,239
Charge of the year	4,931	860	1,746	5,808	13,345
Disposals		(2,713)	(7,062)	-	(9,775)
At 31 December 2024	35,868	3,787	3,003	22,151	64,809
CARRYING AMOUNT					
At 31 December 2023	93,181	1,873	5,797	27,437	128,288
Conversion differences	21,559	-4,466	-6,019	6,562	17,637
At 31 December 2024	93,689	611	4,344	23,231	121,876

6. Suppliers

Represent the liability at the end of the period toward the organization's suppliers.

	31 December 2024	31 December 2023
Suppliers	2,400	1,092

MWL – Mary Ward Loreto Foundation

Notes to the financial statements

31 December 2024

(All amounts in Euro unless otherwise stated)

7. Taxes payable

Represent the liabilities to the tax office such as Social and Health insurance, Personal Income tax and Withholding tax at the end of the period.

	<u>31 December 2024</u>	<u>31 December 2023</u>
Social and Health Contribution	3,636	2,426
Personal Income tax	1,976	775
Withholding tax	1,053	1,724
Total	6,665	4,925

8. Revenues from Grants and Donations

Represent the amount of grants and donations received from the donors for the implementation of the organization's projects. The amount of (697) EUR under ReLOaD2 represents the return of unused grant funds to the donor.

	<u>31 December 2024</u>	<u>31 December 2023</u>
Misean Cara	90,575	100,677
Mary Ward Loreto UK	140,877	96,807
IBVM Loreto	186	15,015
Fundación MWI Espana Kambia	-	7,500
L'Oréal Fund for Women	-	35,885
RENOVABIS	13,750	-
Mary Ward Mission Fund	7,437	8,000
The Medaille Trust	1,358	5,849
Mary Ward International Australia	45,065	-
World Vision International	8,530	-
ReLOaD2	(697)	12,535
UNDP	-	-
Food Bank Albania	2,957	3,028
Bashkia Lezhë	7,203	-
Alice Tailor	505	-
Stop The Traffik	244	-
Other revenues	-	3,270
Total	317,990	288,566

9. Personnel

Expenses for the personnel include the staff's salaries and salary related taxes. At the end of the period MWL has 9 employees.

	<u>31 December 2024</u>	<u>31 December 2023</u>
Gross salary	157,190	107,304
Social contribution	22,603	17,592
Total	179,793	124,896

MWL – Mary Ward Loreto Foundation

Notes to the financial statements

31 December 2024

(All amounts in Euro unless otherwise stated)

10. Project Implementation Costs

Represents the costs and the expenditures incurred for the implementation of the organization's projects, not including personnel expenses (Note 9).

	<u>31 December 2024</u>	<u>31 December 2023</u>
Activities for the period	25,546	57,060
Allocated Grants and Subsidies	18,856	13,004
Professional services	34,454	50,066
Emergency response support	28,691	24,798
Travel expenses	2,309	7,606
Centers rent	12,385	9,649
Research, study, conferences	-	4,277
Total	<u>122,241</u>	<u>166,460</u>

11. Office & Administration

Represents the Operational Expenses for Office rent, utilities, stationery, printing materials, and other consumables expenditures incurred for the implementation of the organization's projects, not including personnel expenses (Note 9).

	<u>31 December 2024</u>	<u>31 December 2023</u>
Office rent	11,712	10,039
Visibility	1,460	3,407
Repair and maintenance	2,895	5,760
Bank charges and commissions	1,572	1,523
Postage and communication	3,851	3,287
Stationeries and office supplies	679	2,779
Utilities	1,348	1,358
Depreciation	13,345	15,871
Disposal of fixed assets	1,575	6,360
Municipality taxes	599	470
Fines and penalties	-	112
Other non-operational costs	550	974
Total	<u>39,586</u>	<u>51,940</u>