

**Association for the Establishment and Encouragement
of the German International School in Zagreb**

**Financial statements and review of financial
statements for the year ended on 31 December 2021**

TABLE OF CONTENT

RESPONSIBILITY FOR PREPARATION AND APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS.....	1
INDEPENDENT PRACTITIONER'S REVIEW REPORT	2
BALANCE SHEET	5
INCOME STATEMENT	10
NOTES TO THE FINANCIAL STATEMENTS	15

RESPONSIBILITY FOR PREPARATION AND APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS

The President of the Association represent the Association, together with his deputy or another member of the Management Board, chairs the session of the Assembly as well as the sessions of the Board of Directors and performs other tasks related to the management of the Association. In case of impediment, the President may authorize another member of the Board to chair the sessions of the Assembly and the Board of Directors.

The financial statements on pages 5 to 26 were approved on June 30, 2022 and signed as a token of approval.

Association for the Establishment and
Encouragement of the German
International School in Zagreb
Fratrovac 36
10 000 Zagreb

President of the
Management Board

DocuSigned by:


Marc Rappan
1:89DC1CFBA5DB4EF...

Member of the
Management Board

DocuSigned by:


Jakov Rimac
3B8AA2E9CBAE42C...



Strojarska cesta 20
10000 Zagreb, Hrvatska
Tel: +385 (0) 1 48 64 420
Fax: +385 (0) 1 48 64 429
www.mazars.hr

INDEPENDENT AUDITOR REPORT TO THE BOARD OF DIRECTORS OF ASSOCIATION FOR THE ESTABLISHMENT AND ENCOURAGEMENT OF THE GERMAN INTERNATIONAL SCHOOL IN ZAGREB

Opinion

We have audited the accompanying financial statements of Association for the Establishment and Encouragement of the German International School in Zagreb, which comprise the statement of financial position as at December 31, 2021 in the form BIL-NPF and the statement of income and expenses in the form PR-RAS-NPF for the year then ended, and a summary of significant accounting policies and other explanatory information. In our opinion, financial statements of Association for the Establishment and Encouragement of the German International School in Zagreb for the year ended 31 December 2021 were compiled, in all significant respects, in accordance with the Act on Financial operations and Accounting of non-profit organizations (Official Gazette 121/14)

Basis for the opinion

We conducted our audit in accordance with the Accounting Act, 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 from the non-profit organization of the Association for the Establishment and Encouragement of the German International School in Zagreb 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.

Other information

The Act on Financial operations and Accounting of non-profit organizations applied in the compilation of annual accounts of the non-profit organization associations for the Establishment and Encouragement of the German International School in Zagreb for the year ended 31 December 2021 and to which our report of the independent auditor relates represents a compliance framework requiring the publication of only those information prescribes by this Act. Therefore, according to this Act, not all the information that is otherwise necessary to provide an objective and realistic picture of the financial position and operations of the Association for the Establishment and Encouragement of the German International School in Zagreb has been published in the notes, such as information on the applied financial reporting framework, applied accounting policies, affiliated parties, events after the balance sheet date, applicability and application of the basic accounting assumption of business



Strojarska cesta 20
10000 Zagreb, Hrvatska
Tel: +385 (0) 1 48 64 420
Fax: +385 (0) 1 48 64 429
www.mazars.hr

uncertainty, significant uncertainties associated with the application of the underlying accounting time uncertainty, as well as other information necessary for the fair presentation of annual financial statements.

Non-profit organization responsibility for the financial statements

Legal representative of non-profit organization of Association for Establishment and Encouragement of the German International school in Zagreb is responsible for the preparation of financial statements in accordance with Law on financial operation and accounting non-profit organisation, and for 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.

Those in charge of managing the non-profit organization of the Association for the establishment and encouragement of the German International school in Zagreb are responsible for supervising the financial reporting process established by the non-profit organization of the Association for the establishment and encouragement of the German International school in Zagreb

Auditor's responsibilities for the audit of annual financial statements

Our objectives are to obtain reasonable assurance of whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and issue an auditors' 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. Material misstatements can be caused by fraud or error and are considered to be significant if it can reasonably be expected to, individually or in the aggregate, influence the economic decisions of users made at the basis of these annual financial statements.

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

- recognize and evaluate risks of material misstatement of the annual financial statements, due to fraud or error, design and perform audit procedures in response to those risks, and we obtain the audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from the fraud is greater than the risk resulting from the error because fraud

may involve collusion, forgery, deliberate omission, misrepresentation or traverse of internal controls.

- acquire an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the given circumstances, but not for the purpose of expressing an opinion on the effectiveness of these internal controls of the Association for the Establishment and Encouragement of the German International school in Zagreb.
- asses the appropriateness of accounting policies used.
- assess the reasonableness of accounting estimates made by the legal representative of the non-profit organization Association for the Establishment and Encouragement of the German International School in Zagreb and related publications.

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.

Zagreb, June 30, 2022

MAZARS CINOTTI AUDIT D.O.O.

Strojarska cesta 20
10 000 Zagreb
Croatia

For and on behalf of Mazars Cinotti Audit d.o.o.



Katarina Rosić
Certified Auditor

MAZARS CINOTTI
AUDIT
d.o.o. ZAGREB



Mirela Copot Marjanović
Director, Certified Auditor

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

BALANCE SHEET

Acc. num	Description	AOP	Note number	December 31, 2020	December 31, 2021
1	2	3		4	5
ASSETS					
	ASSETS (AOP 002+074)	001		12,105,966	13,029,500
0	Non-financial assets (AOP 003+018+047+051+055+064)	002		948,567	1,339,913
01	Non-produced fixed assets (AOP 004+008-017)	003	3	665,090	800,312
011	Tangible assets – natural resources (AOP 005 to 007)	004			
0111	Land	005			
0112	Mineral resources	006			
0113	Other natural tangible assets	007			
012	Intangible assets (AOP 009 to 016)	008		756,958	1,069,773
0121	Patents	009			
0122	Concessions	010			
0123	Licenses	011			
0124	Other rights	012		746,958	1,059,773
0125	Goodwill	013			
0126	Founding costs	014		10,000	10,000
0127	Development costs	015			
0128	Other intangible assets	016			
019	Value adjustment of non-produced fixed assets	017		91,868	269,461
02	Produced fixed assets (AOP 019+023+031+034+039+042-046)	018	4	283,477	539,601
021	Construction premises (AOP 020 to 022)	019			
0211	Residential premises	020			
0212	Commercial premises	021			
0213	Other construction premises	022			
022	Facilities and equipment (AOP 024 to 030)	023		781,451	1,175,910
0221	Office equipment and furniture	024		751,239	1,137,566
0222	Communication equipment	025			8,132
0223	Equipment for maintenance and security	026			
0224	Medical and laboratory equipment	027			
0225	Instruments, devices and machinery	028		2,300	2,300
0226	Sport and musical equipment	029		27,912	27,912
0227	Devices, machinery and equipment for other uses	030			
023	Transportation resources (AOP 032+033)	031			
0231	Transportation resources for road transport	032			
0232	Other transportation resources	033			
024	Books, art works and other exhibition valuables (AOP 035 to 038)	034			
0241	Books in libraries	035			
0242	Works of art (exhibited in galleries, museums and similar premises)	036			
0243	Musical exhibits and items of natural rarity	037			
0244	Other exhibition valuables not mentioned	038			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

025	Aged plantations and basic stock (AOP 040+041)	039			
0251	Aged plantations	040			
0252	Other stock	041			
026	Intangible produced assets (AOP 043 to 045)	042			
0261	Investments in computer equipment	043			
0262	Works of art, literature and scientific works	044			
0263	Other intangible produced assets	045			
029	Value adjustment of produced non-current assets	046		497,974	636,309
03	Noble metals and other stores of values (AOP 048)	047			
031	Noble metals and other stores of values (AOP 049+050)	048			
0311	Noble metals and other stones	049			
0312	Archived books, works of art and similar values	050			
04	Minor inventory (AOP 052+053-054)	051			
041	Minor inventory on stock	052			
042	Minor inventory in use	053		127,783	141,999
049	Value adjustment of small inventory	054		127,783	141,999
05	Non-financial assets in preparation (AOP 056 do 059+062+063)	055			
051	Buildings under construction	056			
052	Facilities and equipment under construction	057			
053	Transport equipment under construction	058			
054	Aged plantations and the basic stock in preparation (AOP 060+061)	059			
0541	Aged plantations in preparation	060			
0542	Basic stock in preparation	061			
055	Other intangible produced assets in preparation	062			
056	Other non-financial assets in preparation	063			
06	Produced current assets (AOP 065+070+073)	064			
061	Stocks for undertaking operating activities (AOP 066 to 069)	065			
0611	Stocks for distribution to others	066			
0612	Stocks of materials for regular purposes	067			
0613	Stocks of spare parts	068			
0614	Stocks of materials for special purposes	069			
062	Work in progress and finished products (AOP 071+072)	070			
0621	Work in progress	071			
0622	Finished products	072			
063	Goods for sale	073			
1	Financial assets (AOP 075+083+100+105+125+133+142)	074		11,157,399	11,689,587
11	Cash and cash equivalents (AOP 076+080+081+082)	075	5	7,634,992	7,660,636
111	Cash in bank (AOP 077 do 079)	076		7,631,610	7,656,059
1111	Cash in domestic commercial banks	077		1,249,858	378,822
1112	Cash in foreign commercial banks	078		6,381,752	7,277,237
1113	Transit accounts	079			
112	Allocated cash	080			
113	Cash on hand	081		3,382	4,577
114	Securities in hand	082			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

12	Deposits, guarantees given and receivables from employees and for excessive taxes payments and other (AOP 084+087+088+089+095)	083	6	63,768	1,077,456
121	Deposits in banks and other financial institutions (AOP 085+086)	084			
1211	Deposits in domestic banks and other financial institutions	085			
1212	Deposits in foreign banks and other financial institutions	086			
122	Given guarantees deposits	087			
123	Receivables from employees	088		17,640	13,860
124	Receivables for excessive tax payments and contributions (AOP 090 to 094)	089		44,087	44,087
1241	Receivables for excessive tax payments	090		79	79
1242	Receivables for VAT and custom duty charges	091			
1243	Receivables for excessive customs and customs duty charges	092			
1244	Receivables from excessive payments for other taxes	093			
1245	Receivables for excessive contribution payments	094		44,008	44,008
129	Other receivables (AOP 096 to 099)	095		2,041	1,019,509
1291	Receivables for reimbursement fees	096			3,225
1292	Receivables for damage fees	097			
1293	Receivables for advance payments	098		2,041	1,016,284
1294	Other receivables	099			
13	Loans (AOP 101+102+103-104)	100			
131	Loans to residentials and households	101			
132	Loans to legal entities engaged in entrepreneurial activity	102			
133	Loans to other entities	103			
139	Value adjustment of loans	104			
14	Securities (AOP 106+109+112+115+118+121-124)	105			
141	Cheques (AOP 107+108)	106			
1411	Cheques-domestic	107			
1412	Cheques-foreign	108			
142	Commercial and treasury bills (AOP 110+111)	109			
1421	Commercial and treasury bills-domestic	110			
1422	Commercial and treasury bills-foreign	111			
143	Promissory notes (AOP 113+114)	112			
1431	Promissory notes-domestic	113			
1432	Promissory notes-foreign	114			
144	Bonds (AOP 116+117)	115			
1441	Bonds-domestic	116			
1442	Bonds-foreign	117			
145	Options and other financial derivates (AOP 119+120)	118			
1451	Options and other financial derivates-domestic	119			
1452	Options and other financial derivates-foreign	120			
146	Other securities (AOP 122+123)	121			
1461	Other domestic securities	122			
1462	Other foreign securities	123			
149	Value adjustment of securities	124			
15	Shares and stocks (AOP 126+129-132)	125			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

151	Shares and stocks in banks and other financial institutions (AOP 127+128)	126			
1511	Shares and stocks in domestic banks and other financial institutions	127			
1512	Shares and stocks in foreign banks and other financial institutions	128			
152	Shares and stocks in companies (AOP 130+131)	129			
1521	Shares and stocks in companies-domestic	130			
1522	Shares and stocks in companies-foreign	131			
159	Value adjustment of shares and stocks	132			
16	Receivables from revenues (AOP 134 to 137+140-141)	133	7	3,390,723	2,864,734
161	Trade receivables	134		3,390,723	2,977,457
162	Receivables for membership fees and membership contributions	135			
163	Receivables for revenues from special regulations	136			
164	Receivables for revenue from assets (AOP 138+139)	137			
1641	Receivables for revenue from financial assets	138			
1642	Receivables for revenue from non-financial assets	139			
165	Other receivables not mentioned	140			
169	Value adjustment of receivables	141			112,723
19	Prepaid expenses and accrued revenue (AOP 143+144)	142	8	67,916	86,761
191	Prepaid expenses	143		11,182	11,124
192	Accrued revenue	144		56,734	75,637
	LIABILITIES AND OWN RESOURCES (AOP 146+195)	145		12,105,965	13,029,500
2	Liabilities (AOP 147+174+182+190)	146	9	4,174,286	4,148,638
24	Liabilities for expenditures (AOP 148+156+164+168+169+170)	147		134,429	33,499
241	Liabilities for employees (AOP 149 do 155)	148		14,437	3,858
2411	Liabilities for wages	149			
2412	Liabilities for wage additions	150			
2413	Liabilities for remuneration in kind - net	151			
2414	Liabilities for taxes on salaries	152			
2415	Liabilities for contributions from salaries	153			
2416	Liabilities for contributions for salaries	154			
2417	Other liabilities for employees	155		14,437	3,858
242	Liabilities for material expenditures (AOP 157 to 163)	156		112,489	24,539
2421	Cost reimbursements to employees	157		222	528
2422	Fees to members in representative and executive bodies, commissions and the like	158			
2423	Volunteers fee	159			
2424	Fee to other persons outside the employment relationship	160			
2425	Domestic trade payables	161		109,719	24,011
2426	Foreign trade payables	162		2,548	
2429	Other liabilities for financing operating expenditures	163			
244	Liabilities for financial expenses (AOP 165 to 167)	164			
2441	Interest payable for securities issued	165			
2442	Interest payable on loans and borrowings	166			
2443	Liabilities for other financial expenses	167			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

245	Liabilities for the funds raised	168			
246	Liabilities for penalties, compensation for damages occurred	169			
249	Other liabilities (AOP 171 do 173)	170		7,503	5,102
2491	Liabilities for taxes	171			
2492	Liabilities for VAT	172		7,503	5,102
2493	Liabilities for advance payments, deposits, sureties received and other unspecified liabilities	173			
25	Liabilities for securities (AOP 175+178-181)	174			
251	Liabilities for cheques (AOP 176+177)	175			
2511	Liabilities for cheques-domestic	176			
2512	Liabilities for cheques-foreign	177			
252	Liabilities for bills of exchange (AOP 179+180)	178			
2521	Liabilities for bills of exchange-domestic	179			
2522	Liabilities for bills of exchange-foreign	180			
259	Value adjustments for liabilities for securities	181			
26	Liabilities for loans (AOP 183+186-189)	182			
261	Liabilities for bank loans and other creditors (AOP 184+185)	183			
2611	Liabilities for loans-domestic	184			
2612	Liabilities for loans-foreign	185			
262	Liabilities for commodity and other loans (AOP 187+188)	186			
2621	Liabilities for loans - domestic	187			
2622	Liabilities for loans - foreign	188			
269	Value adjustments for liabilities for loans	189			
29	Accrued expenses and deferred income (AOP 191+192)	190	10	4,039,857	4,115,139
291	Accrued expenses	191			24,269
292	Deferred income from future periods (AOP 193+194)	192		4,039,857	4,090,870
2921	Deferred income	193			
2922	Deferred revenues recognition	194		4,039,857	4,090,870
5	Proprietary sources (AOP 196+199-200)	195	11	7,931,679	8,880,862
51	Proprietary sources (AOP 197+198)	196			
511	Proprietary sources	197			
512	Revaluation reserves	198			
5221	Revenue surplus	199		7,931,679	8,880,862
5222	Revenue deficit	200			
OFF BALANCE SHEET RECORDS					
61	Off-balance sheet notes - assets	201			
62	Off-balance sheet notes - liabilities	202			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

INCOME STATEMENT

Account from the acc. plan	DESCRIPTION	AOP	Note number	2020	2021
1	2	3		4	5
REVENUE					
3	REVENUE (AOP 002+005+008+011+024+040+049)	001		10,151,293	9,092,601
31	Revenue from sale of goods and services rendering (AOP 003+004)	002	12	7,684,986	6,872,347
3111	Revenue from sale of goods	003			
3112	Revenue from services rendering	004		7,684,986	6,872,347
32	Revenue from membership fees and membership contributions (AOP 006+007)	005			
3211	Membership fees	006			
3212	Membership contributions	007			
33	Revenue under special regulations (AOP 009+010)	008			
3311	Revenue under special regulations from the budget	009			
3312	Revenue under special regulations from other sources	010			
34	Income from assets (AOP 012+021)	011	13	104,099	36,510
341	Income from financial assets (AOP 013 do 020)	012		104,099	36,510
3411	Interest income on loans	013			
3412	Interest income on securities	014			
3413	Interest on time deposits and demand deposits	015		86	23
3414	Revenue from penalty interest	016			
3415	Income from foreign exchange differences	017		104,013	36,487
3416	Dividends	018			
3417	Revenue from the profits of companies, banks and other financial institutions under special regulations	019			
3418	Other revenue from financial assets	020			
342	Revenue from non-financial assets (AOP 022+023)	021			
3421	Revenue from rental property	022			
3422	Other revenue from non-financial assets	023			
35	Revenue from donations (AOP 025+030+033+036+037)	024	14	2,281,688	2,165,334
351	Revenue from donations from the state budget (AOP 026 do 029)	025		46,773	6,833
3511	Revenue from donations from the state budget	026			
3512	Revenue from donations from the budget of local and regional self-government units	027		46,773	6,833
3513	Revenue from donations from the state budget for EU projects	028			
3514	Revenue from donations from the budget of local and regional self-government units for EU project	029			
352	Revenue from foreign governments and international organizations (AOP 031+032)	030		2,209,913	2,140,959
3521	Revenue from foreign governments and international organizations	031		2,209,913	2,140,959
3522	Revenues from EU institutions and bodies	032			
353	Revenue from companies and other legal entities (AOP 034+035)	033		17,846	9,926

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

3531	Revenue from companies and other legal entities	034		17,846	9,926
3532	Revenue from companies and other legal entities for EU projects	035			
354	Revenue from citizens and households	036		7,156	7,616
355	Other revenue from donations (AOP 038+039)	037			
3551	Other revenue from donations	038			
3552	Other revenue from donations for EU projects	039			
36	Other revenues (AOP 041+044+045)	040	15	80,520	18,410
361	Revenue from compensation and damages (AOP 042+043)	041		1,515	
3611	Revenue from compensation for damages	042		1,515	
3612	Revenue from refunds	043			
362	Revenue from sale of fixed assets	044			
363	Other revenue not mentioned (AOP 046 do 048)	045		79,005	18,410
3631	Write-off of liabilities	046			2,565
3632	Paid written-off receivables	047			
3633	Other unmentioned revenue	048		79,005	15,845
37	Revenue from other undertakings non-profit organizations (AOP 050 do 053)	049			
3711	Current revenue from undertakings non-profit organizations	050			
3712	Capital revenue from undertakings non-profit organizations	051			
3713	Current revenue from undertakings non-profit organizations for EU projects	052			
3714	Capital revenue from undertakings non-profit organizations for EU projects	053			
EXPENSES					
4	EXPENSES (AOP 055+067+108+109+120+128+139)	054		9,233,460	8,143,418
41	Expenses for employees (AOP 056+061+062)	055	16	4,589,410	4,586,602
411	Wages (AOP 057 do 060)	056		3,841,832	3,872,997
4111	Wages for regular work	057		3,841,832	3,872,997
4112	Benefit in kind	058			
4113	Wages for overtime work	059			
4114	Salaries for special working conditions	060			
412	Wages for particular working conditions	061		132,510	116,900
413	Contributions for wages (AOP 063 do 066)	062		615,068	596,705
4131	Contributions for health insurance	063		606,130	586,505
4132	Contributions for employment	064			
4133	Contributions for pension	065			
4134	Special contribution to encourage employment of persons with disabilities	066		8,938	10,200
42	Material expenses (AOP 068+072+077+082+087+097+102)	067	19	3,417,711	2,961,951
421	Personnel expenses (AOP 069 do 071)	068		145,725	147,969
4211	Business trips expenses	069		10,234	12,097
4212	Transportation, fieldwork and separate living costs	070		133,140	126,988
4213	Professional training for employees	071		2,351	8,884
422	Allowances to members in representative and executive bodies, committees and similar (AOP 073 do 076)	072			
4221	Allowances for conducting activities	073			
4222	Business trips expenses	074			
4223	Reimbursement of other expenses	075			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

4224	Other expenses	076			
423	Volunteer fees (AOP 078 do 081)	077			
4231	Activity fees	078			
4232	Business trips expenses	079			
4233	Reimbursement of other expenses	080			
4234	Other expenses	081			
424	Expenses to other persons outside the employment relationship (AOP 083 do 086)	082		12,266	12,949
4241	Activity fees	083		12,266	12,949
4242	Business trips expenses	084			
4243	Reimbursement of other expenses	085			
4244	Other expenses	086			
425	Expense for services (AOP 088 do 096)	087		2,177,000	2,186,828
4251	Telephone and transportation expenses	088		60,561	136,216
4252	Services for current and investment maintenance	089		107,992	96,204
4253	Promotion and information services	090		18,526	21,772
4254	Municipal services	091		351,877	315,337
4255	Rent and rentals	092		970,587	972,577
4256	Health and veterinary services	093		2,083	66,262
4257	Intellectual and personal services	094		474,708	345,072
4258	Computer services	095		134,712	154,564
4259	Other services	096		55,954	78,824
426	Expenses for material and energy (AOP 098 do 101)	097		1,014,461	521,117
4261	Office material and other material expenses	098		84,108	83,615
4262	Material and raw materials	099		809,335	286,598
4263	Energy	100		106,912	136,688
4264	Small inventory and car tires	101		14,106	14,216
429	Other not mentioned material expenses (AOP 103 do 107)	102		68,259	93,088
4291	Insurance premiums	103		45,091	63,517
4292	Representation	104		4,388	13,570
4293	Membership fees	105		18,780	16,001
4294	Registration fees	106			
4295	Other not mentioned material expenses	107			
43	Depreciation	108	17	217,814	315,928
44	Financial expenses (AOP 110+111+115)	109	20	973,126	166,163
441	Interest on issued securities	110			
442	Interest for received loans (AOP 112 do 114)	111			
4421	Interest for loans received from banks and other lenders	112			
4422	Interest for received commodities and other loans	113			
4423	Interest for approved but unrealized loans and loans	114			
443	Other financial expenses (AOP 116 do 119)	115	20	973,126	166,163
4431	Banking and payment services	116		53,612	24,560
4432	Negative exchange rate differences and foreign currency clauses	117		26,566	74,360
4433	Default interest	118		25	
4434	Other not mentioned financial expenses	119		892,923	67,243
45	Donations (AOP 121+125)	120			

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

451	Current donations (AOP 122 do124)	121			
4511	Current donations	122			
4512	Scholarships	123			
4513	Current donations from EU funds	124			
452	Capital donations (AOP 126+127)	125			
4521	Capital donations	126			
4522	Capital donations from EU funds	127			
46	Other expenses (AOP 129+134)	128	18	35,399	112,774
461	Penalties, compensation for damages (AOP 130 do 133)	129			
4611	Compensation for damages to legal entities and persons	130			
4612	Penalties, demurrage fees and other	131			
4613	Compensation for damages to employees	132			
4614	Contractual fines and other compensation for damages	133			
462	Other expenses not mentioned (AOP 135 do 138)	134		35,399	112,774
4621	Not written-off value and other expenditure alienated and disposed off non-current assets	135		28,875	
4622	Receivable written off	136			112,723
4623	Expenses for other taxes	137			
4624	Other not mentioned expenses	138		6,524	51
47	Expenses related to financing of related non-profit organizations (AOP 140 to 143)	139			
4711	Current expenses related to the financing of related non-profit organizations	140			
4712	Capital expenses related to the financing of related non-profit organizations	141			
4713	Current expenses related to the financing of related non-profit organizations for EU projects	142			
4714	Capital expenses related to the financing of related non-profit organizations for EU projects	143			
	Balance of stocks in production and finished products at the beginning of the period	144			
	Balance of stocks in production and finished products at the end of the period	145			
	Increase of stocks in production and finished products (AOP 145-144)	146			
	Decrease of stocks in production and finished products (AOP 144-145)	147			
	TOTAL EXPENSES (AOP 054-146 or 054+147)	148		9,233,460	8,143,418
	Revenue surplus (AOP 001-148)	149		917,833	949,183
	Revenue deficit (AOP 148-001)	150			
5221	Revenue surplus - carried over	151		7,013,846	7,931,679
5222	Revenue deficit - carried over	152			
	Liabilities for corporate income tax	153			
	Revenue surplus available in the coming period (AOP 149+151-150-152-153)	154		7,931,679	8,880,862
	Revenue deficit for collateral in the coming period (AOP 150+152-149-151+153)	155			
ADDITIONAL INFORMATION					
11	Balance of money assets at the commencement of the year	156		7,767,143	7,634,992
11-debit	Total inflows to cash accounts and cash registers	157		13,912,598	19,864,949
11-debit	Total outflows from cash accounts and cash registers	158		14,044,749	19,839,306

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2021

11	Balance of money assets at the end of the period (AOP 156+157-158)	159		7,634,992	7,660,635
	Average number of employees on the basis of the state at the end of the reporting period (integer)	160		29	29
	Average number of employees based on work hours	161		29	28
	Number of volunteers	162			
	Number of hours of volunteering	163			

The financial statements were approved on June 30, 2022 and signed as a token of approval.

Association for the
Establishment and
Encouragement of the
German International School
in Zagreb
Fratrovac 36
10 000 Zagreb

President of the
Management Board

DocuSigned by:



09DC1CFBA5DB4EF...

Marc Rappalie

Member of the
Management Board

DocuSigned by:



3B8AA2E96BAE42C...

Jakov Rimac

NOTES TO THE FINANCIAL STATEMENTS

1. General information about the Association

Association for the Establishment and Encouragement of the German International School in Zagreb was founded on March 10, 2004.

The shortened name of the association is: German School Association (hereinafter: the Association). The registration was made under the registration number 21003552 on June 1, 2004, on which day the Association acquires the status of a legal entity.

The aim

The aim of the Association is to establish and encourage a general education school, including a kindergarten / preschool for German-speaking students. The aim of the Association is to provide students with school education that is oriented towards German educational goals, using German curricula, and as a rule according to German final exams, taking into account current Croatian regulations and relevant bilateral agreements between the Federal Republic of Germany and the Republic of Croatia.

As at 31 December 2021, the Association had 28 employees (2020.: 29 employees).

The bodies of the Association are the Assembly of the Association and the Board of Directors of the Association.

The Board of Directors of the Association consists of 7 members, headed by a president who represents the Association in legal transactions. President of the Association is Mr. Marc Rapparlie.

The persons authorized to represent are:

- Marc Rapparlie, President of the Management Board;
- Jakov Rimac, Member of the Management Board.

2. Summary of significant accounting policies

The following accounting policies have been consistently applied to all periods presented in the financial statements

2.1. Statement of compliance

The financial statements for 2021 have been prepared in accordance with the Financial Operations and Accounting of Non-Profit Organizations Act, the Ordinance on Non-Profit Accounting and the Accounting Plan (OG 1/15) and the Ordinance on Reporting in Non-Profit Accounting and the Register of Non-Profit Organizations (OG 31/15) , according to the principle of double-entry bookkeeping, and according to the schedule of accounts from the accounting plan for non-profit organizations. The financial statements were prepared and approved on June 30, 2022.

2.2. Bases for compositing the statement

The financial statements have been prepared on the historical cost basis (purchase cost and on a going concern basis).

2.3. Functional and presentation currency

These financial statements are presented in the Croatian currency, Kuna (HRK), which is the Company's functional currency. The official exchange rate of the Croatian National Bank on 31st December 2021 was HRK 7,517174 for one euro (2020: 7,536898)

2.4. Long-term non-financial assets

Assets are initially stated at cost (cost value), ie at estimated value.

Fixed assets are financial and non-financial assets whose useful life is longer than one year and which retain the same appearance for more than one year.

Long-term non-financial tangible assets whose individual acquisition cost (Purchase value) is lower than HRK 3,500 can be written off once, by putting them into use, with the obligation of individual or group monitoring during the useful life.

The cost of acquisition (purchase value) of non-financial assets consists of the purchase price increased by customs duties, non-refundable taxes, transportation costs and all other costs that can be directly added to the acquisition and training costs for the start of use.

The value of an individual item of long-term non-financial assets is depreciated, ie adjusted using the straight-line method over their useful lives, starting from the first day of the month following the month in which the asset was put into use.

As an exception to paragraph 1 of this Article, the values of land, renewable natural resources, books, works of art and other exhibition values, as well as precious metals and other stored values shall not be depreciated or corrected.

The basis for the value adjustment of a fixed asset is its initial or revalued acquisition cost (Purchase value), ie the estimated value.

The depreciation rates use in the depreciation calculation are shown in the following table:

Depreciation groups	Annual rate	Annual rate
	Previous year 2020	Current year 2021
Computers and computer equipment	25%	25%
Office furniture	12,5%	12,5%
Other office equipment	20%	20%
Investing in computer programs	100%	100%

2.4. Long-term non-financial assets (continued)

Depreciation rates are harmonized with the Ordinance on non-profit accounting and the chart of accounts, which prescribes depreciation rates according to groups of fixed assets and the estimated useful life of fixed assets.

2.5. Minor inventory

Minor inventory, consists of stocks of small inventory and small inventory in use. Small inventory is long-term tangible assets which, due to the individual purchase value of less than HRK 3,500, can be monitored separately from fixed assets in group 04.

Small inventory is written off once by putting it into use or calculated in proportion to consumption.

Small inventory in use is kept in the records and stated in the balance sheet until the moment of sale, donation, other method of disposal or destruction.

2.6. Cash and cash equivalents

Cash and cash equivalents includes: cash in bank, cash on hand, allocated cash and securities in hand.

2.7. Receivables

Receivables for business income contains receivables: from customers, for membership fees, for income under special regulations, for property income and other unmentioned receivables.

2.8. Liabilities for expenditures

Liabilities for expenses contain liabilities that are recognized as an expense in the accounts of class 4 - expenses, and these are liabilities for: employees, material expenses, financial expenses, collected aid funds, penalties and damages and other current liabilities.

2.9. Revenues and expenses

Revenue and expenses are recognized on an accrual basis.

The accrual basis of accounting means that:

- reciprocal revenues (revenues based on delivered goods and services) are recognized in the reporting period to which they relate, provided that they can be measured independently of collection
- non-reciprocal revenues (revenues under special regulations, donations, membership fees, donations, contributions and other similar revenues) are recognized in the reporting period to which they relate, provided that they are available (collected) in the reporting period, and can be recognized in the reporting period if collected no later than the time of presentation of the financial statements for the same period
- donations related to the execution of contracted programs (projects and activities) are recognized in the balance sheet as deferred income with recognition in the income of the reporting period in proportion to the costs of implementation of contracted programs (projects and activities)
- donations related to depreciable non-financial assets are recognized in the balance sheet as deferred income with recognition in the income of the reporting period on a systematic basis in proportion to the cost of using non-financial assets in the period of use.
- expenses are recognized in the reporting period to which they relate independently of payment
- expenses for the consumption of short-term non-financial assets are recognized at the time of actual consumption, ie sale, and
- the cost of acquisition of fixed assets is capitalized and recognized as an expense over its useful life.

Revenue is the increase in economic benefits or service potential during the reporting period in the form of an inflow of assets without concurrent increase of liabilities or a decrease in liabilities without concurrent outflows of assets.

Expenditure is a reduction in economic benefits or service potential in the form of a reduction in assets or increasing liabilities without concurrent increase of financial assets.

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 202

3. Intangible assets

Changes in intangible assets in the Association's balance sheet are shown in the following table:

In HRK

Previous year 2020	Other rights	Founding expenses	Total
Purchase value			
Balance as of December 31, 2019	180,152	10,000	190,152
Additions	722,969	-	722,969
Disposal	(156,163)	-	(156,163)
Balance as of December 31, 2020	746,958	10,000	756,958
Value adjustment			
Balance as of December 31, 2019	110,635	-	110,635
Amortization for the year	97,774	-	97,774
Disposal	(116,541)	-	(116,541)
Balance as of December 31, 2020	91,868	-	91,868
Net book value			
Balance as of December 31, 2020	655,090	10,000	665,090
Balance as of December 31, 2019	69,518	10,000	79,518

In HRK

Current year 2021	Other rights	Founding expenses	Total
Purchase value			
Balance as of December 31, 2020	746,957	10,000	756,957
Additions	312,816	-	312,816
Disposal	-	-	-
Balance as of December 31, 2021	1,059,773	10,000	1,069,773
Value adjustment			
Balance as of December 31, 2020	91,868	-	91,868
Amortization for the year	177,593	-	177,593
Disposal	-	-	-
Balance as of December 31, 2021	269,461	-	269,461
Net book value			
Balance as of December 31, 2021	790,312	10,000	800,312
Balance as of December 31, 2020	655,090	10,000	665,090

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

4. Tangible assets

Changes in tangible assets in the Association's balance sheet are shown in the following table:

In HRK

Previous year 2020	Plant and equipment	Total
Purchase value		
Balance as of December 31, 2019	1,928,679	1,928,679
Additions	22,171	22,171
Disposal	(1,169,399)	(1,169,399)
Balance as of December 31, 2020	781,451	781,451
Value adjustment		
Balance as of December 31, 2019	1,586,956	1,586,956
Depreciation for the year	1,013,071	1,013,071
Disposal	(2,102,053)	(2,102,053)
Balance as of December 31, 2020	497,974	497,974
Net book value		
Balance as of December 31, 2020	283,477	283,477
Balance as of December 31, 2019	341,723	341,723

In HRK

Current year 2021	Plant and equipment	Total
Purchase value		
Balance as of December 31, 2020	781,451	781,451
Additions	394,459	394,459
Disposal	-	-
Balance as of December 31, 2021	1,175,910	1,175,910
Value adjustment		
Balance as of December 31, 2020	497,974	497,974
Depreciation for the year	138,335	138,335
Disposal	-	-
Balance as of December 31, 2021	636,309	636,309
Net book value		
Balance as of December 31, 2021	539,601	539,601
Balance as of December 31, 2020	283,477	283,477

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

5. Cash and cash equivalents

	In HRK	
	Previous year 2020	Current year 2021
Cash in a bank – domestic currency	702,422	378,822
Cash in a bank – foreign currency	6,929,188	7,277,237
Cash in hand – domestic currency	3,382	4,577
Total	7,634,992	7,660,636

6. Deposits and receivables

	In HRK	
	Previous year 2020	Current year 2021
Receivables from employees	17,640	13,860
Receivables for excessive tax payments	44,087	44,087
Other receivables	2,041	1,019,509
Total	63,768	1,077,456

7. Receivables from revenues

	In HRK	
	Previous year 2020	Current year 2021
Trade receivables	3,390,723	2,864,734
Total	3,390,723	2,864,734

8. Prepaid expenses and accrued revenue

	In HRK	
	Previous year 2020	Current year 2021
Prepaid expenses	11,182	11,124
Accrued revenue	56,734	75,637
Total	67,916	86,761

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

9. Liabilities

	In HRK	
	Previous year 2020	Current year 2021
<i>Accounts payable to employees</i>		
Net wage liabilities	14,437	3,858
Total accounts payable to employees	14,437	3,858
<i>Liabilities for material expenditures</i>		
Domestic trade payables	109,719	24,011
Foreign trade payables	2,548	-
Cost reimbursement to workers	222	528
Total liabilities for material expenditures	112,489	24,539
<i>Other liabilities</i>		
Liabilities for advances, deposits, guarantees received and other unmentioned liabilities	-	-
VAT liabilities	7,503	5,102
Total other liabilities	7,503	5,102
Total	134,429	33,499

10. Accrued expenses and deferred income

	In HRK	
	Previous year 2020	Current year 2021
Deferred income	4,039,857	4,090,870
Accrued expenses	-	24,269
Total	4,039,857	4,115,139

11. Own sources

	In HRK	
	Previous year 2020	Current year 2021
Revenue surplus	7,931,679	8,880,862
Total	7,931,679	8,880,862

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

12. Revenue from the sale of goods and services rendering

	In HRK	
	Previous year 2020	Current year 2021
Revenue from services rendering	7,684,986	6,872,347
Total	7,684,986	6,872,347

13. Income from assets

	In HRK	
	Previous year 2020	Current year 2021
Income from foreign exchange differences	104,013	36,487
Interest income	86	23
Total	104,099	36,510

14. Revenue from donations

	In HRK	
	Previous year 2020	Current year 2021
Revenue from donations from abroad	2,209,913	2,140,959
Revenue from donations of legal entities	17,846	9,926
Revenue from citizens and household	7,156	7,616
Revenue from donations from the state budget	46,773	6,833
Total	2,281,688	2,165,334

15. Other revenues

	In HRK	
	Previous year 2020	Current year 2021
Revenue from compensation for damages	1,515	-
Write-off of liabilities	-	2,565
Other income	79,005	15,845
Total	80,520	18,410

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

16. Expenses for employees

	In HRK	
	Previous year 2020	Current year 2021
Wages	3,841,832	3,872,997
Health insurance contributions	615,068	596,705
Other expenses for employees	132,510	116,900
Total	4,589,410	4,586,602

17. Amortization

	In HRK	
	Previous year 2020	Current year 2021
Amortization of intangible assets	23,973	177,593
Depreciation of tangible assets	193,841	138,335
Total	217,814	315,928

18. Other expenses

	In HRK	
	Previous year 2020	Current year 2021
Other expenses	35,399	112,774
Total	35,399	112,774

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

19. Material expenses

	In HRK	
	Previous year 2020	Current year 2021
<i>Personnel expenses</i>		
Transportation costs	133,140	126,988
Business trips expenses	10,234	12,097
Professional training for employees	2,351	8,884
Total compensation of employees	145,725	147,969
<i>Expenses to other persons outside the employment relationship</i>		
Activity fees	12,266	12,949
Total remuneration of members of representative and executive bodies and commissions	12,266	12,949
<i>Expenses for services</i>		
Rent and rentals	970,587	972,577
Intellectual and personal services	474,708	345,072
Municipal services	351,877	315,337
Computer services	134,712	154,564
Telephone and transportation expenses	60,561	136,216
Services for current and investment maintenance	107,992	96,204
Other services	55,954	78,824
Health and veterinary services	2,083	66,262
Promotion and information services	18,526	21,772
Total service costs	2,177,000	2,186,828
<i>Expenses for material and energy</i>		
Material and raw materials	809,335	286,598
Energy	106,912	136,688
Office material	84,108	83,615
Small inventory	14,106	14,216
Total material and energy costs	1,014,461	521,117
<i>Other unmentioned material costs</i>		
Insurance premiums	45,091	63,517
Membership fees	18,780	16,001
Representation	4,388	13,570
Total other unmentioned material costs	79,906	93,088
Total	4,245,133	2,961,951

Association for the Establishment and Encouragement of the German International School in Zagreb

FINANCIAL STATEMENTS FOR 2020

20. Financial expenses

	In HRK	
	Previous year 2020	Current year 2021
Negative exchange rate differences	26,566	74,360
Banking and payment services	53,612	24,560
Default interest	25	-
Other financial expenses	892,923	67,243
Total	973,126	166,163

21. Subsequent events

There were no subsequent events that should request for disclosure or adjustment of the financial statements at balance sheet date.

The financial statements on pages 5 to 26 were approved on June 30, 2022 and signed as a token of approval.

Association for the
Establishment and
Encouragement of the
German International School
in Zagreb
Fratrovac 36
10 000 Zagreb

President of the
Management Board

Marc Rappalie

DocuSigned by:

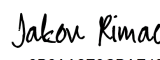


09DC1CFBA5DB4EF...

Member of the
Management Board

Jakov Rimac

DocuSigned by:



3B8AA2E9GBAE42C...