

**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 2022**

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## 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 25 were approved on June 29, 2023 and signed as a token of approval.

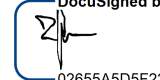
Association for the Establishment and  
Encouragement of the German  
International School in Zagreb  
Fratrovac 36  
10 000 Zagreb

President of the  
Management Board

DocuSigned by:  


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Marc Rapparlie

Member of the  
Management Board

DocuSigned by:  


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Željko Gabron

## INDEPENDENT PRACTITIONER'S REVIEW REPORT

We have reviewed the accompanying financial statements of non-profit organisation Association for the Establishment and Encouragement of the German International School in Zagreb, which comprise the statement of financial position as at December 31, 2022 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 which supplement the data from the Balance Sheet and Statement of Income and Expenses (further financial statements).

### Non-profit organization responsibility for the financial statements

Legal representative of non-profit organisation is responsible for the preparation of financial statements in accordance with Law on financial operation and accounting for non-profit organisation (Narodne novine, br. 121/14, 114/22), 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.

### Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

### Basis for Qualified Conclusion

As at 31 December 2022, trade receivables include receivables in the amount of HRK 190,956 that were overdue for more than one year at the balance sheet date, which indicates the need to consider the existence of impairment of the receivables in question because collection is difficult. Consequently, trade receivables stated in the balance sheet as at 31 December 2022 may be overstated by the amount of HRK 190,956, receivables written off in the income and expenses statement may be understated by the same amount, while excess income in the income statement may be own resources may be overestimated by the same amount. The above receivables from customers will be written off in 2023.

As at 31 December 2022, the Association did not cancel the deferred income on the income of the period in the amount of HRK 1,022,353, which refers to the year 2022. Consequently, the income stated in the income and expenses statement as at 31 December 2022 was underestimated by the amount of HRK 1,022,353, while the surplus of income in the statement of income and expenses and own resources were underestimated by the same amount. Revenues are recognized as revenues of the period during 2023.

### Qualified Conclusion

Based on our insight, apart from the effects of the question mentioned in the previous section, nothing came to our attention that would cause us to believe that the financial statements of the non-profit organization Association for the establishment and promotion of the German international school in Zagreb for the year 2022 do not provide an objective and realistic picture of the financial position and operations in accordance with the Act on financial operations and accounting of non-profit organizations (Official Gazette, no. 121/14 and 114/22).

Zagreb, June 29, 2023

### **MAZARS CINOTTI AUDIT D.O.O.**

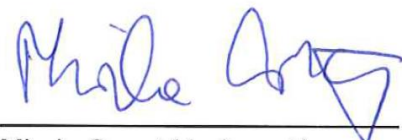
Strojarska cesta 20  
10 000 Zagreb  
Croatia

In 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 2022

## BALANCE SHEET

Acc. num	Description	AOP	Note number	December 31, 2021	December 31, 2022
1	2	3		4	5
<b>ASSETS</b>					
	<b>ASSETS (AOP 002+074)</b>	001		13,029,500	13,911,877
<b>0</b>	<b>Non-financial assets (AOP 003+018+047+051+055+064)</b>	002		1,339,913	2,094,646
<b>01</b>	<b>Non-produced fixed assets (AOP 004+008-017)</b>	003	<b>3</b>	800,312	1,413,794
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		1,069,773	1,870,781
0121	Patents	009			
0122	Concessions	010			
0123	Licenses	011			
0124	Other rights	012		1,059,773	1,860,781
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		269,461	456,987
<b>02</b>	<b>Produced fixed assets (AOP 019+023+031+034+039+042-046)</b>	018	<b>4</b>	539,601	680,852
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		1,175,910	1,699,461
0221	Office equipment and furniture	024		1,137,566	1,599,166
0222	Communication equipment	025		8,132	8,132
0223	Equipment for maintenance and security	026			11,521
0224	Medical and laboratory equipment	027			
0225	Instruments, devices and machinery	028		2,300	2,300
0226	Sport and musical equipment	029		27,912	78,342
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 2022

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		636,309	1,018,609
<b>03</b>	<b>Noble metals and other stores of values (AOP 048)</b>	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			
<b>04</b>	<b>Minor inventory (AOP 052+053-054)</b>	051			
041	Minor inventory on stock	052			
042	Minor inventory in use	053		141,999	152,623
049	Value adjustment of small inventory	054		141,999	152,623
<b>05</b>	<b>Non-financial assets in preparation (AOP 056 do 059+062+063)</b>	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			
<b>06</b>	<b>Produced current assets (AOP 065+070+073)</b>	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			
<b>1</b>	<b>Financial assets (AOP 075+083+100+105+125+133+142)</b>	074		11,689,587	11,817,231
11	Cash and cash equivalents (AOP 076+080+081+082)	075	<b>5</b>	7,660,636	8,072,169
111	Cash in bank (AOP 077 do 079)	076		7,656,059	8,072,169
1111	Cash in domestic commercial banks	077		378,822	699,917
1112	Cash in foreign commercial banks	078		7,277,237	7,372,252
1113	Transit accounts	079			
112	Allocated cash	080			

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

## FINANCIAL STATEMENTS FOR 2022

113	Cash on hand	081		4,577	
114	Securities in hand	082			
12	Deposits, guarantees given and receivables from employees and for excessive taxes payments and other (AOP 084+087+088+089+095)	083	6	1,077,456	106,671
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		13,860	10,080
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		1,019,509	52,504
1291	Receivables for reimbursement fees	096		3,225	5,004
1292	Receivables for damage fees	097			
1293	Receivables for advance payments	098		1,016,284	47,500
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			



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

## FINANCIAL STATEMENTS FOR 2022

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			
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	<b>7</b>	2,864,734	3,616,300
161	Trade receivables	134		2,977,457	3,725,918
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	109,618
19	Prepaid expenses and accrued revenue (AOP 143+144)	142	<b>8</b>	86,761	22,091
191	Prepaid expenses	143		11,124	22,091
192	Accrued revenue	144		75,637	
	<b>LIABILITIES AND OWN RESOURCES (AOP 146+195)</b>	145		13,029,500	13,911,877
<b>2</b>	<b>Liabilities (AOP 147+174+182+190)</b>	146	<b>9</b>	4,148,638	6,254,406
24	Liabilities for expenditures (AOP 148+156+164+168+169+170)	147		33,499	123,435
241	Liabilities for employees (AOP 149 do 155)	148		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		3,858	
242	Liabilities for material expenditures (AOP 157 to 163)	156		24,539	55,302
2421	Cost reimbursements to employees	157		528	5,701
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			

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

## FINANCIAL STATEMENTS FOR 2022

2425	Domestic trade payables	161		24,011	49,438
2426	Foreign trade payables	162			163
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			
245	Liabilities for the funds raised	168			
246	Liabilities for penalties, compensation for damages occurred	169			
249	Other liabilities (AOP 171 do 173)	170		5,102	68,133
2491	Liabilities for taxes	171			
2492	Liabilities for VAT	172		5,102	68,133
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	4,115,139	6,130,971
291	Accrued expenses	191		24,269	278,237
292	Deferred income from future periods (AOP 193+194)	192		4,090,870	5,852,734
2921	Deferred income	193			0
2922	Deferred revenues recognition	194		4,090,870	5,852,734
<b>5</b>	<b>Proprietary sources (AOP 196+199-200)</b>	<b>195</b>	<b>11</b>	<b>8,880,862</b>	<b>7,657,471</b>
51	Proprietary sources (AOP 197+198)	196			
511	Proprietary sources	197			
512	Revaluation reserves	198			
5221	Revenue surplus	199		8,880,862	7,657,471
5222	Revenue deficit	200			
<b>OFF BALANCE SHEET RECORDS</b>					
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 2022

## INCOME STATEMENT

Account from the acc, plan	DESCRIPTION	AOP	Note number	2021	2022
1	2	3		4	5
<b>REVENUE</b>					
<b>3</b>	<b>REVENUE (AOP 002+005+008+011+024+040+049)</b>	001		9,092,601	7,750,193
31	Revenue from sale of goods and services rendering (AOP 003+004)	002	<b>12</b>	6,872,347	6,567,461
3111	Revenue from sale of goods	003			
3112	Revenue from services rendering	004		6,872,347	6,567,461
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	<b>13</b>	36,510	21,757
341	Income from financial assets (AOP 013 do 020)	012		36,510	21,757
3411	Interest income on loans	013			
3412	Interest income on securities	014			
3413	Interest on time deposits and demand deposits	015		23	48
3414	Revenue from penalty interest	016			
3415	Income from foreign exchange differences	017		36,487	21,709
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	<b>14</b>	2,165,334	1,155,535
351	Revenue from donations from the state budget (AOP 026 do 029)	025		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		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		2,140,959	1,135,135
3521	Revenue from foreign governments and international organizations	031		2,140,959	1,135,135
3522	Revenues from EU institutions and bodies	032			

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

## FINANCIAL STATEMENTS FOR 2022

353	Revenue from companies and other legal entities (AOP 034+035)	033		9,926	12,613
3531	Revenue from companies and other legal entities	034		9,926	12,613
3532	Revenue from companies and other legal entities for EU projects	035			
354	Revenue from citizens and households	036		7,616	287
355	Other revenue from donations (AOP 038+039)	037			7,500
3551	Other revenue from donations	038			7,500
3552	Other revenue from donations for EU projects	039			
36	Other revenues (AOP 041+044+045)	040	<b>15</b>	18,410	5,440
361	Revenue from compensation and damages, (AOP 042+043)	041			2,265
3611	Revenue from compensation for damages	042			2,265
3612	Revenue from refunds	043			
362	Revenue from sale of fixed assets	044			
363	Other revenue not mentioned (AOP 046 do 048)	045		18,410	3,175
3631	Write-off of liabilities	046		2,565	70
3632	Paid written-off receivables	047			3,105
3633	Other unmentioned revenue	048		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			
<b>EXPENSES</b>					
<b>4</b>	<b>EXPENSES (AOP 055+067+108+109+120+128+139)</b>	054		8,143,418	8,973,584
41	Expenses for employees (AOP 056+061+062)	055	<b>16</b>	4,586,602	4,838,922
411	Wages (AOP 057 do 060)	056		3,872,997	4,049,975
4111	Wages for regular work	057		3,872,997	4,049,975
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		116,900	177,575
413	Contributions for wages (AOP 063 do 066)	062		596,705	611,372
4131	Contributions for health insurance	063		586,505	600,122
4132	Contributions for employment	064			
4133	Contributions for pension	065			
4134	Special contribution to encourage employment of persons with disabilities	066		10,200	11,250
42	Material expenses (AOP 068+072+077+082+087+097+102)	067	<b>19</b>	2,961,951	3,501,710
421	Personnel expenses (AOP 069 do 071)	068		147,969	286,684
4211	Business trips expenses	069		12,097	99,976
4212	Transportation, fieldwork and separate living costs	070		126,988	148,846
4213	Professional training for employees	071		8,884	37,862
422	Allowances to members in representative and	072			

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

## FINANCIAL STATEMENTS FOR 2022

	executive bodies, committees and similar (AOP 073 do 076)				
4221	Allowances for conducting activities	073			
4222	Business trips expenses	074			
4223	Reimbursement of other expenses	075			
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		12,949	
4241	Activity fees	083		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		2,186,828	2,409,197
4251	Telephone and transportation expenses	088		136,216	139,101
4252	Services for current and investment maintenance	089		96,204	163,730
4253	Promotion and information services	090		21,772	35,785
4254	Municipal services	091		315,337	325,048
4255	Rent and rentals	092		972,577	1,028,956
4256	Health and veterinary services	093		66,262	30,245
4257	Intellectual and personal services	094		345,072	601,814
4258	Computer services	095		154,564	42,628
4259	Other services	096		78,824	41,890
426	Expenses for material and energy (AOP 098 do 101)	097		521,117	639,492
4261	Office material and other material expenses	098		83,615	69,108
4262	Material and raw materials	099		286,598	444,085
4263	Energy	100		136,688	108,360
4264	Small inventory and car tires	101		14,216	17,939
429	Other not mentioned material expenses (AOP 103 do 107)	102		93,088	166,337
4291	Insurance premiums	103		63,517	93,261
4292	Representation	104		13,570	47,165
4293	Membership fees	105		16,001	25,911
4294	Registration fees	106			
4295	Other not mentioned material expenses	107			
43	Depreciation	108	<b>17</b>	315,928	569,825
44	Financial expenses (AOP 110+111+115)	109	<b>20</b>	166,163	63,055
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	<b>20</b>	166,163	63,055

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

## FINANCIAL STATEMENTS FOR 2022

4431	Banking and payment services	116		24,560	28,123
4432	Negative exchange rate differences and foreign currency clauses	117		74,360	8,576
4433	Default interest	118			6
4434	Other not mentioned financial expenses	119		67,243	26,350
45	Donations (AOP 121+125)	120			
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	<b>18</b>	112,774	72
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		112,774	72
4621	Not written-off value and other expenditure alienated and disposed off non-current assets	135			
4622	Receivable written off	136		112,723	72
4623	Expenses for other taxes	137			
4624	Other not mentioned expenses	138		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		8,143,418	8,973,584
	Revenue surplus (AOP 001-148)	149		949,183	
	Revenue deficit (AOP 148-001)	150			1,223,391
5221	Revenue surplus - carried over	151		7,931,679	8,880,862
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		8,880,862	7,657,471

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

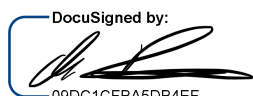
## FINANCIAL STATEMENTS FOR 2022

	Revenue deficit for collateral in the coming period (AOP 150+152-149-151+153)	155			
<b>ADDITIONAL INFORMATION</b>					
11	Balance of money assets at the commencement of the year	156		7,634,992	7,660,635
11-debit	Total inflows to cash accounts and cash registers	157		19,864,949	12,806,540
11-debit	Total outflows from cash accounts and cash registers	158		19,839,306	12,395,007
11	Balance of money assets at the end of the period (AOP 156+157-158)	159		7,660,635	8,072,168
	Average number of employees on the basis of the state at the end of the reporting period (integer)	160		29	31
	Average number of employees based on work hours	161		28	30
	Number of volunteers	162			
	Number of hours of volunteering	163			

The financial statements were approved on June 29, 2023 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:  


00DC1CFBA5BB4EF...  
Marc Rapparie

Member of the  
Management Board

DocuSigned by:  


02655A6D6F22435...  
Željko Gabron

## 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 2022, the Association had 31 employees (2021,: 28 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 8 members, headed by a president who represents the Association in legal transactions. President of the Association is Mr, Marc Rapparlíe.

The persons authorized to represent are:

- Marc Rapparlíe, president of the Management board;
- Ivanka Salapić-Matić, vice president of the Management board;
- Laurenz Wolfgang Vuchetich, member of the Management board;
- Thomas Muller-Hotop, member of the Management board;
- Snježana Hasnaš, member of the Management board;
- Źeljko Gabron, member of the Management board;
- Carina Belinda SarkiĆ Geb, Schlegel, member of the Management board;
- Vedrana Schneider Percaić, member of the Management bord.

### 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 2022 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 29, 2023.

## **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 31<sup>st</sup> December 2022 was HRK 7,53450 for one euro (2021: 7,517174).

## **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.

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

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

Depreciation groups	Annual rate	Annual rate
	Previous year 2021	Current year 2022
Computers and computer equipment	25%	25%
Office furniture	12,5%	12,5%
Other office equipment	20%	20%
Investing in computer programs	100%	100%

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:

**2,9, Revenues and expenses (continued)**

- 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 2022

**3. Intangible assets**

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

In HRK

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

In HRK

Current year 2022	Other rights	Founding expenses	Total
<b>Purchase value</b>			
Balance as of December 31, 2021	1,059,773	10,000	1,069,773
Additions	801,008	-	801,008
Disposal	-	-	-
<b>Balance as of December 31, 2022</b>	<b>1,860,781</b>	<b>10,000</b>	<b>1,870,781</b>
<b>Value adjustment</b>			
Balance as of December 31, 2021	269,461	-	269,461
Amortization for the year	187,526	-	187,526
Disposal	-	-	-
<b>Balance as of December 31, 2022</b>	<b>456,987</b>	<b>-</b>	<b>456,987</b>
<b>Net book value</b>			
<b>Balance as of December 31, 2022</b>	<b>1,403,794</b>	<b>10,000</b>	<b>1,413,794</b>
Balance as of December 31, 2021	790,312	10,000	800,312

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

## FINANCIAL STATEMENTS FOR 2022

**4. Tangible assets**

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

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

In HRK		
Current year 2022	Plant and equipment	Total
<b>Purchase value</b>		
Balance as of December 31, 2021	1,175,910	1,175,910
Additions	523,551	523,551
Disposal	-	-
<b>Balance as of December 31, 2022</b>	<b>1,699,461</b>	<b>1,699,461</b>
<b>Value adjustment</b>		
Balance as of December 31, 2021	636,309	636,309
Depreciation for the year	382,300	382,300
Disposal	-	-
<b>Balance as of December 31, 2022</b>	<b>1,018,609</b>	<b>1,018,609</b>
<b>Net book value</b>		
<b>Balance as of December 31, 2022</b>	<b>680,852</b>	<b>680,852</b>
Balance as of December 31, 2021	539,601	539,601

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

## FINANCIAL STATEMENTS FOR 2022

## 5. Cash and cash equivalents

	In HRK	
	Previous year 2021	Current year 2022
Cash in a bank – domestic currency	378,822	699,917
Cash in a bank – foreign currency	7,277,237	7,372,252
Cash in hand – domestic currency	4,577	-
<b>Total</b>	<b>7,660,636</b>	<b>8,072,169</b>

## 6. Deposits and receivables

	In HRK	
	Previous year 2021	Current year 2022
Receivables from employees	13,860	10,080
Receivables for excessive tax payments	44,087	44,087
Other receivables	1,019,509	52,504
<b>Total</b>	<b>1,077,456</b>	<b>106,671</b>

## 7. Receivables from revenues

	In HRK	
	Previous year 2021	Current year 2022
Trade receivables	2,977,457	3,725,918
Adjustment of the value of trade receivables	(112,723)	(109,618)
<b>Ukupno</b>	<b>2,864,734</b>	<b>3,616,300</b>

## 8. Prepaid expenses and accrued revenue

	In HRK	
	Previous year 2021	Current year 2022
Prepaid expenses	11,124	22,091
Accrued revenue	75,637	-
<b>Total</b>	<b>86,761</b>	<b>22,091</b>

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

## FINANCIAL STATEMENTS FOR 2022

**9. Liabilities**

	In HRK	
	Previous year 2021	Current year 2022
<i>Accounts payable to employees</i>		
Net wage liabilities	3,858	-
<b>Total accounts payable to employees</b>	<b>3,858</b>	<b>-</b>
<i>Liabilities for material expenditures</i>		
Domestic trade payables	24,011	49,438
Foreign trade payables	-	163
Cost reimbursement to workers	528	5,701
<b>Total liabilities for material expenditures</b>	<b>24,539</b>	<b>55,302</b>
<i>Other liabilities</i>		
VAT liabilities	5,102	68,133
<b>Total other liabilities</b>	<b>5,102</b>	<b>68,133</b>
<b>Total</b>	<b>33,499</b>	<b>123,435</b>

**10. Accrued expenses and deferred income**

	In HRK	
	Previous year 2021	Current year 2022
Deferred income	4,090,870	5,852,734
Accrued expenses	24,269	278,237
<b>Total</b>	<b>4,115,139</b>	<b>6,130,971</b>

**11. Own sources**

	In HRK	
	Previous year 2021	Current year 2022
Revenue surplus	8,880,862	7,657,471
<b>Total</b>	<b>8,880,862</b>	<b>7,657,471</b>

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

## FINANCIAL STATEMENTS FOR 2022

**12. Revenue from the sale of goods and services rendering**

	In HRK	
	Previous year 2021	Current year 2022
Revenue from services rendering	6,872,347	6,567,461
<b>Total</b>	<b>6,872,347</b>	<b>6,567,461</b>

**13. Income from assets**

	In HRK	
	Previous year 2021	Current year 2022
Income from foreign exchange differences	36,487	21,709
Interest income	23	48
<b>Total</b>	<b>36,510</b>	<b>21,757</b>

**14. Revenue from donations**

	In HRK	
	Previous year 2021	Current year 2022
Revenue from donations from abroad	2,140,959	1,135,135
Revenue from donations of legal entities	9,926	12,613
Revenue from citizens and household	7,616	287
Other income from donations	-	7,500
Revenue from donations from the state budget	6,833	-
<b>Total</b>	<b>2,165,334</b>	<b>1,155,535</b>

**15. Other revenues**

	In HRK	
	Previous year 2021	Current year 2022
Write-off of liabilities	2,565	70
Revenue from compensation for damages	-	2,265
Collected written off receivables	-	3,105
Other income	15,845	-
<b>Total</b>	<b>18,410</b>	<b>5,440</b>



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

## FINANCIAL STATEMENTS FOR 2022

**16. Expenses for employees**

	In HRK	
	<b>Previous year 2021</b>	<b>Current year 2022</b>
Wages	3,872,997	4,049,975
Health insurance contributions	596,705	611,372
Other expenses for employees	116,900	177,575
<b>Total</b>	<b>4,586,602</b>	<b>4,838,922</b>

**17. Amortization**

	In HRK	
	<b>Previous year 2021</b>	<b>Current year 2022</b>
Amortization of intangible assets	177,593	187,525
Depreciation of tangible assets	138,335	382,300
<b>Total</b>	<b>315,928</b>	<b>569,825</b>

**18. Other expenses**

	In HRK	
	<b>Previous year 2021</b>	<b>Current year 2022</b>
Other expenses	112,774	72
<b>Total</b>	<b>112,774</b>	<b>72</b>

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

## FINANCIAL STATEMENTS FOR 2022

**19. Material expenses**

	In HRK	
	Previous year 2021	Current year 2022
<i>Personnel expenses</i>		
Transportation costs	126,988	148,846
Business trips expenses	12,097	99,976
Professional training for employees	8,884	37,862
<b>Total compensation of employees</b>	<b>147,969</b>	<b>286,684</b>
<i>Expenses to other persons outside the employment relationship</i>		
Activity fees	12,949	-
<b>Total remuneration of members of representative and executive bodies and commissions</b>	<b>12,949</b>	<b>-</b>
<i>Expenses for services</i>		
Rent and rentals	972,577	1,028,956
Intellectual and personal services	345,072	601,814
Municipal services	315,337	325,048
Computer services	154,564	42,628
Telephone and transportation expenses	136,216	139,101
Services for current and investment maintenance	96,204	163,730
Other services	78,824	41,890
Health and veterinary services	66,262	30,245
Promotion and information services	21,772	35,785
<b>Total service costs</b>	<b>2,186,828</b>	<b>2,409,197</b>
<i>Expenses for material and energy</i>		
Material and raw materials	286,598	444,085
Energy	136,688	108,360
Office material	83,615	69,108
Small inventory	14,216	17,939
<b>Total material and energy costs</b>	<b>521,117</b>	<b>639,492</b>
<i>Other unmentioned material costs</i>		
Insurance premiums	63,517	93,261
Membership fees	16,001	25,911
Representation	13,570	47,165
<b>Total other unmentioned material costs</b>	<b>93,088</b>	<b>166,337</b>
<b>Total</b>	<b>2,961,951</b>	<b>3,501,710</b>

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

## FINANCIAL STATEMENTS FOR 2022

**20. Financial expenses**

	In HRK	
	Previous year 2021	Current year 2022
Negative exchange rate differences	74,360	8,576
Banking and payment services	24,560	28,123
Default interest	-	6
Other financial expenses	67,243	26,350
<b>Total</b>	<b>166,163</b>	<b>63,055</b>

**21. Subsequent events**

The Government of the Republic of Croatia adopted the Decision on the announcement of the introduction of the euro as the official currency in the Republic of Croatia (published in "Narodne novine" No, 85/22). With the aforementioned decision, the euro becomes the official monetary unit and legal tender in the Republic of Croatia on January 1, 2023. The fixed conversion rate is set at HRK 7,53450 for one euro, The introduction of the euro as the official currency in the Republic of Croatia represents a change in the functional currency that will be calculated prospectively and does not represent an event after the balance sheet date that requires reconciliation.

With the exception of the above, after December 31, 2022, there were no other events that would have a significant impact on the financial statements as of the date or for the period then completed, or that are of such importance for the Company's operations that it would require publication in the notes to the financial statements.


The financial statements on pages 5 to 25 were approved on June 29, 2023 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:  
  
09DC16FBAC5DB1EF...  
Marc Rappalie

Member of the  
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02655A5D5F22435...  
Željko Gabron