

XirCammini

Annual Report

and Financial Statements

For the year ended 31 December 2023

XirCammini

Annual Report and Financial Statements

Year ended 31 December 2023

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General information

Registration

XirCammini is registered as a voluntary organisation under Chapter 492, Voluntary Organisations Act. The registration number is VO/1646.

Council Members

The Council members since the beginning of the year up to the date to this report were:

President	Mr. James Portelli
Treasurer	Mr. Mark Mifsud
Secretary	Ms. Rituccia Portelli [and Council Member]
Council Members	Mr. John Darmanin, Mr. John Paul Chircop, Mrs. Marie Louise Muscat Azzopardi, Mrs. Charmaine Mifsud

Registered Office

225,
Triq Ta'Xmiexi,
Msida
MSD1807

Accountant

Anton Azzopardi FCCA Dip Tax. CPA
The Fort, Level 2
Hard Rocks Business Park
Burmarrad Road
Naxxar
Malta.

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Council's Report

The Council is hereby presenting its annual report together with the financial statements of the Voluntary Organisation for the year ended 31 December 2023.

Principal Activity

XirCammini is a membership-based voluntary organisation. The principal activity of XirCammini is to organise cultural and heritage walks. Income is generated from membership fees, surplus from walking and other social events for members and from grants.

Performance Review

During the year ended 31 December 2023, the Voluntary Organisation generated a surplus of *Eur4,998* (2022: surplus of *Eur6,055*).

Results

The results for the year are set out in the Statement of Income and Expenditure on page 5.

Future Developments

The Council expects to improve the Voluntary Organisation's present level of revenue and continue to register positive results in the future years.

Accountant

A resolution to re-appoints Anton Azzopardi FCCA Dip Tax. CPA. as accountant of the voluntary organisation will be proposed at the forthcoming annual general meeting. Anton Azzopardi FCCA Dip Tax. CPA. has expressed his willingness to continue in office.

Approved by and signed on behalf of the voluntary organisation on 18th June 2024.

Mr. James Portelli
President

Mr. Mark Mifsud
Treasurer

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Statement of Management Council's Responsibilities

The Management Council is required to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the voluntary organisation and of the income and expenditure of the Voluntary Organisation for that period. In preparing these financial statements, the management council should:

- adopt the going concern basis unless it is inappropriate to presume that the Voluntary Organisation will continue in its operations;
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- account for income and charges relating to the accounting period on the accruals basis;
- value separately the components of asset and liability items; and
- report comparative figures corresponding to those of preceding accounting period.

The Management Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Voluntary Organisation. This responsibility includes designing, implementing and maintaining such internal control as the Management Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Management Council is also responsible for safeguarding the assets of the Voluntary Organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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Statement of income and expenditure

Year ended 31 December 2023

	Note	2023 Eur	2022 Eur
Revenue		59,876	30,253
Administrative expenses		(54,878)	(24,248)
		<hr/>	<hr/>
Surplus for the year	3	4,998	6,005
		<hr/> <hr/>	<hr/> <hr/>

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Statement of affairs

As at 31 December 2023

	Note	2023 Eur	2022 Eur
ASSETS			
Current assets			
Accrued Income		14,855	4,660
Bank balances		19,848	22,888
Prepayments		12,188	-
		<u>46,891</u>	<u>27,548</u>
Total assets		<u><u>46,891</u></u>	<u><u>27,548</u></u>
FUNDS AND LIABILITIES			
Current Liabilities			
Loans payable		5,562	5,000
Trade and other Payables		3,433	15,811
Deferred Revenue		26,161	-
		<u>35,156</u>	<u>20,811</u>
Funds			
Accumulated funds		<u>11,735</u>	<u>6,737</u>
Total funds and liabilities		<u><u>46,891</u></u>	<u><u>27,548</u></u>

The financial statements on pages 5 to 9 were approved by the Management Council on 18th June 2024 and were signed on its behalf by:

Mr. James Portelli
President

Mr. Mark Mifsud
Treasurer

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Notes to the financial statements

Year ended 31 December 2023

1. Basis of preparation

1.1 Basis of measurement and statement of compliance

The financial statements of XirCammini (the “Voluntary Organisation”) have been prepared in accordance with the Accountancy Profession (General Accounting Principles for Small and Medium-Sized Entities) Regulations, 2015 and the Schedule accompanying and forming an integral part of those Regulations (“GAPSME”). The financial statements have been prepared on the historical cost basis except for available-for-sale financial assets, which are stated at their fair value, as disclosed in the accounting policies below.

1.2 Functional and presentation currency

The financial statements are presented in Euro (Eur), which is the Voluntary Organisation’s functional currency.

2. Significant accounting policies

2.1 Financial assets, financial liabilities and equity

A financial asset or a financial liability is recognised on the Voluntary Organisation’s balance sheet when the Voluntary Organisation becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially recognised at their fair value plus in the case of financial assets and financial liabilities not classified as held for trading and subsequently measured at fair value, transaction costs attributable to the acquisition or issue of the financial assets and financial liabilities.

Financial assets and financial liabilities are de-recognised if and to the extent that, it is no longer probable that any future economic benefits associated with the item will flow to or from the entity.

An equity instrument is any contract that evidences a residual interest in the assets of the Voluntary Association after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

A financial instrument, or its component parts, is classified as a financial liability, financial asset or an equity instrument in accordance with the substance of the contractual arrangement rather than its legal form.

(i) Trade and other receivables

Trade and other receivables are stated at their nominal value unless the effect of discounting is material in which case trade and other receivables are measured at amortised cost using the effective interest method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence of impairment.

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Notes to the financial statements

Year ended 31 December 2023

2. Significant accounting policies (continued)

2.2 Cash and cash equivalents

Cash comprises demand deposits.

2.3 Income

Membership Fees, Members' Activities and Government Grants

Income is recognised when the outcome of the transaction can be estimated reliably.

3 Surplus for the year

The average number of persons employed on a remuneration basis by the Voluntary Organisation during the year was 0 (2022: 0).

4 Income tax expense

XirCammini is exempt from tax by virtue of an exemption in accordance with section 12(1)(l) of the Income Tax Act, Cap 123.

5. Post balance sheet events

Towards the end of February 2022, the conflict between the Russian Federation and Ukraine set in motion a chain of diplomatic efforts and other major geopolitical events which led many countries implementing economic sanctions on Russia. The current sanctions in place include several restrictive measures of a direct financial nature that are having a significant direct impact on the broad economy of the invading nations, as well as resulting in a downgrading of their sovereign and private debt by international credit rating agencies.

The consequences of these restrictive measures are also expected to have a significant impact on the economies of the countries implementing such trade restrictions, with a spill-over on the world economy, as uncertainty and market volatility remain high across all industries with increasing tensions on both sides. The cost of doing business is undoubtedly set to rise further, following the initial distress caused by COVID on the worldwide economy seen in the recent years, as the ongoing conflict in Ukraine and Covid-related measures continue to shake the global supply chains. The impact of the conflict to worldwide growth and the recovery from COVID effects will be significant. As the price of oil, gas and other commodities shift upwards due to the war, transport and other procurement costs required for business will also increase. Due to the nature and

Notes to the financial statements

Year ended 31 December 2023

5. Post balance sheet events (continued)

decisiveness of these restrictive measures, the economic impact globally is expected to be long-lasting, even in the eventuality that the conflict ceases in the immediate future.

The Management Council will continue to actively monitor all developments taking place internationally in order to take any action in the event of any unforeseeable effects that such conflict might have on the economies and industries in which the Voluntary Organisation operates. In view of the current global situation, the President and Treasurer have evaluated the situation, and at this point in time, it is very difficult to predict the impact of the Russian and Ukrainian conflict and the recovery of COVID-19 on the going concern of the Voluntary Organisation's operations. To this effect, this cannot be quantified. The President and Treasurer are expecting that for the next few months business will not be affected significantly and are taking the necessary measures to be able to mitigate any ensuing loss or damage to the Voluntary Organisation.

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INDEPENDENT ACCOUNTANT'S REPORT

To the Members of XirCammini

Report on the Audit of the Financial Statements

Opinion

I have reviewed the financial statements of XirCammini (the Voluntary Association), set out on pages 5 to 9, which comprise the statement of affairs as at 31 December 2023, the statement of income and expenditure, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the statement of affairs of the Voluntary Association as at 31 December 2023, and of its financial performance for the year then ended in accordance with the Accountancy Profession (General Accounting Principles for Small and Medium-sized Entities) Regulations, 2015 and the Schedule accompanying and forming an integral part of those Regulations ("GAPSME").

Anton Azzopardi
Certified Public Accountant

The Fort, Level 2
Hard Rocks Business Park
Burmarrad Road
Naxxar
Malta.

Date: 18th June 2024

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Schedule – Administrative expenses

Year ended 31 December 2023

	2023	2022
	Eur	Eur
Signage, literature and brochures	21,158	20,918
Advertising and promotion	5,354	2,222
Bank charges	131	121
Websites' costs	26,735	62
Memberships	1,500	925
	<hr/> 54,878 <hr/>	<hr/> 24,248 <hr/>