

Euro-Mediterranean Foundation of Support to Human Rights Defenders

**Central Business Registration No:
28 47 85 26**

Annual report 2009

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Foundation details

Foundation

Euro-Mediterranean Foundation of Support to Human Rights Defenders

Vestergade 16, 2.

DK-1456 Copenhagen K

Central Business Registration No: 28 47 85 26

Registered in: Copenhagen

Established: 26 November 2004

Phone: +45 32 64 17 12

Fax: +45 32 64 17 02

Internet: www.emhrf.org

Board

Driss El Yazami, President

Christine M. Merkel, Vice-President

Eskil Trolle, Treasurer

Hanny Megally

Lynn Welchman

Bahey El Din Hassan

Kamel Jendoubi

Khémaïs Chammari

Leila Rhiwi

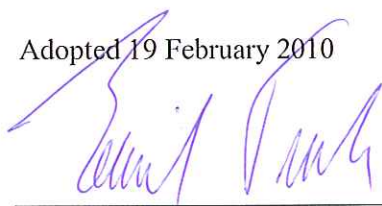
Program manager

Anne-Sophie Schaeffer

Auditor

Deloitte Statsautoriseret Revisionsaktieselskab

Adopted 19 February 2010



Eskil Trolle, Treasurer

Statement by Management on the annual report

We have today considered and adopted the annual report of the Euro-Mediterranean Foundation of Support to Human Rights Defenders for the financial year 1 January to 31 December 2009.

The annual report was prepared in accordance with the Danish Act on Foundations and Associations. We consider the applied accounting policies appropriate and the estimates made reasonable. In our opinion, the financial statements give a true and fair view of the Company's financial position and results. Also, we believe that the management's review contains a fair review of the affairs and conditions referred to therein.

None of the Foundation's assets are pledged or burdened with owner reservation other than noted in the annual report, and there are no contingent liabilities, which are not mentioned in the annual report.

Brussels, 7 March 2010

Board



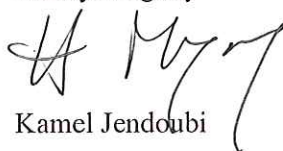
Driss El Yazami
President

Christine M. Merkel
Vice-President



Eskil Trolle
Treasurer

Hanny Megally



Kamel Jendoubi

Lynn Welchman



Khémaïs Chammari



Bahey El Din Hassan



Leila Rhiwi



Program manager



Anne-Sophie Schaeffer

Independent auditor's report

To the Board of the Euro-Mediterranean Foundation of Support to Human Rights Defenders

We have audited the financial statements of the Euro-Mediterranean Foundation of Support to Human Rights Defenders for the financial year 1 January to 31 December 2009, which comprise accounting policies, income statement, balance sheet and notes. The financial statements have been prepared in accordance with the Danish Act on Foundations and Associations.

Management's responsibility for the annual report

Management is responsible for the preparation and fair presentation of an annual report in accordance with the Danish Act on Foundations and Associations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility and basis of opinion

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Danish Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2008 and of its financial performance and its cash flows for the financial year 1 January to 31 December 2009 in accordance with the Danish Act on Foundations and Associations.

Independent auditor's report

Statement on the management's review

Management is responsible for preparing a management's review that contains a fair review in accordance with the Danish Financial Statements Act.

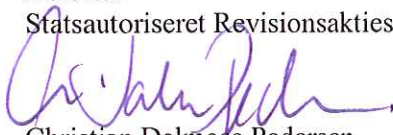
Our audit did not include the management's review, but we have read it pursuant to the Danish Financial Statements Act. We did not perform any procedures other than those performed during the audit of the financial statements.

Based on this, we believe that the disclosures in the management's review are consistent with the financial statements.

Copenhagen, 7 March 2010

Deloitte

Statsautoriseret Revisionsaktieselskab



Christian Dalmose Pedersen
State Authorised
Public Accountant



Knud Vestergaard
State Authorised
Public Accountant

Management's review

In Management's opinion, all information material to the assessment of the Foundation's financial position, the results for the year and the financial development is disclosed in the financial statements and in this report.

After the balance sheet date, no significant events have occurred which are considered to have a material effect on the assessment of the financial statements.

Main activity

The Foundation aims at supporting human rights organisations and defenders in the Euro-Mediterranean region.

The Foundation is established as a legal independent entity in Denmark and the Board, the highest authority of the Foundation, consists of an equal number of EU and non-EU-resident members who fulfil their functions on a voluntary basis.

For further description of the activities, we refer to the "Annual Activity Report", which is published on the website (www.emhrf.org) or can be required at the office in Copenhagen.

The financial development and activities during 2009

The activities of the Foundation proceeded well in 2009.

The expected development

For the financial year 2010, the Management expects activities to level or exceed 2009. The income statement is expected to show a profit of approx. EUR 0.

The Foundation has signed a contract for the years 2009-2011 with the European Commission and still benefits from the support from the Danish International Development Agency, Stiftung Open Society Institute in 2010-2011. In addition, the Foundation expects to raise funds from other public and private institutions in order to diversify its funding sources.

Accounting policies

Basis of preparation

This annual report has been prepared in accordance with Danish accounting legislation, generally accepted Danish accounting principles and the provisions of the Danish Act on Foundations and Associations. The accounting policy is unchanged compared to the previous year, except for grants which now are recognised as expenses in the income statement compared to previously where grants entered as a distribution of profit. The comparative figures have been adjusted correspondingly.

The annual report is presented in EUR. Rate used DKK-EUR = 7.45

Recognition and measurement

The financial statements have been prepared under the historical cost method.

Income is recognised as subsidies are received and used for the proper purpose. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the Foundation, and the value of the assets can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Foundation, and the value of the liability can be measured reliably.

Assets and liabilities are measured at cost.

Income statement and balance sheet

Income is recognised as subsidies are received and used for the proper purpose.

Expenses paid prior to receipt of subsidy commitments are capitalised. Income and expenses are recognised at the date of receipt of subsidy commitments and in the period to which the subsidy relates.

The Foundation's tax liability has been calculated according to Danish tax rules applying to Foundations and Associations.

Liabilities are measured at nominal value.

The basis of depreciation is cost. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Computer equipment and other fixtures	3 years
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Income statement for 2009

	<u>Notes</u>	<u>2009 EUR</u>	<u>2008 EUR</u>
Subsidies taken to income	1	680.322	546.949
Total operating income		680.322	546.949
Salaries and wages	2	(165.639)	(107.552)
Activity expenses	3	(155.644)	(140.855)
Administrative expenses	4	(37.667)	(29.375)
Depriciations	5	(926)	0
Grant Support allocated in 2009		(320.823)	(261.682)
Profit before financial items		(376)	7.485
Financial income	6	2.170	(4.073)
Operating profit		1.794	3.412
Tax		0	0
Profit for the year		1.794	3.412
 Proposed distribution of profit			
Distributable capital		1.794	3.412
		1.794	3.412

Balance sheet at 31 December 2009

Computer equipment and other fixtures	5	1.851	0
Property, plant and equipment		<u>1.851</u>	<u>0</u>
Fixed assets		<u>1.851</u>	<u>0</u>
Cash at bank, basic capital	7	50.827	48.932
Current account with available assets		(9.506)	(7.611)
Restricted assets		<u>41.321</u>	<u>41.321</u>
Debtors	8	116.194	0
Cash at bank and in hand	7	199.437	552.733
Current account with available assets		9.506	7.611
Calculated interest		392	8.396
Available assets		<u>325.529</u>	<u>568.740</u>
Assets		<u>368.701</u>	<u>610.061</u>
Basic capital		41.321	41.321
Distributable capital		11.960	10.168
Equity	9	<u>53.281</u>	<u>51.489</u>
Provisions for grant support allocated	10	70.000	70.000
Provisions		<u>70.000</u>	<u>70.000</u>
Obligations to grantees		165.031	363.389
Other liabilities	11	80.389	125.183
Current liabilities		<u>245.420</u>	<u>488.572</u>
Total liabilities		<u>245.420</u>	<u>488.572</u>
Equity and liabilities		<u>368.701</u>	<u>610.061</u>

Notes

	<u>2009</u> <u>EUR</u>	<u>2008</u> <u>EUR</u>
1. Subsidies taken to income		
Swedish International Development Cooperation Agency 2009	169.515	145.369
Swedish International Development Cooperation Agency, Evaluation	55.001	0
Swedish International Development Cooperation Agency 2005-2008	13.948	0
European Commission	370.567	0
Royal Danish Ministry of Foreign Affairs	19.002	229.181
Dutch Ministry of Foreign Affairs	22.274	172.399
Stiftung Open Society Institute	22.760	0
Frimodt Heincke Fonden	3.356	0
Amnesty International	3.900	0
	<u>680.322</u>	<u>546.949</u>
2. Salaries and wages		
Program manager	67.392	0
Coordinators	0	55.939
Accountant	12.487	6.760
Secretary	46.526	20.270
IT Support	4.006	0
Organisational services and Students	25.150	20.684
Changes in provisions of holiday payment	9.131	2.787
Social charges	949	1.112
	<u>165.639</u>	<u>107.552</u>
3. Activity expenses		
Hotel and Per Diem	20.620	35.554
Air travel	22.632	24.613
Transport airport/hotel	3.408	2.956
Translation and proof reading	20.783	24.053
Rental of interpretation equipment	1.369	615
Rental of offices and congress rooms	400	1.022
Honoraria, speakers, experts	0	8.026
Interpreters	4.087	6.885
Seminars and meetings	909	910
Consultation of the Council of Representatives	0	23.704
Auditor fees	15.615	5.805
Lawyer fees	3.356	0
Information and publications	10.665	6.712
External evaluation	51.800	0
	<u>155.644</u>	<u>140.855</u>

Notes

	<u>2009</u> <u>EUR</u>	<u>2008</u> <u>EUR</u>
4. Administrative expenses		
Office rent	17.763	8.766
Administration EMHRN	0	4.925
Rental of accounting programs	732	227
Currency and bank commissions	3.422	2.383
Telephone and Internet	6.693	3.281
Insurance	1.709	1.890
Office supplies	4.878	2.322
Membership fees	1.000	1.000
Recruiting fees	0	2.435
Other fees	628	433
Others	840	1.713
	<u>37.667</u>	<u>29.375</u>
	<u>Computer equipment EUR</u>	
5. Depreciations / Fixed assets		
Cost at 01.01.2009	0	
Additions	2.777	
Cost at 31.12.2009	<u>2.777</u>	
Depreciation at 01.01.2009	0	
Depreciation for the year	(926)	
Depreciation at 31.12.2009	<u>(926)</u>	
Carrying amount at 31.12.2009	<u>1.851</u>	
6. Financial income		
Interest income, banks	1.848	1.160
Adjustment Interest banks previous years	1.143	(5.977)
Calculated Interest banks	392	1.005
Currency adjustments	(1.213)	(261)
	<u>2.170</u>	<u>(4.073)</u>

Notes

	<u>2009</u> <u>EUR</u>	<u>2008</u> <u>EUR</u>	
7. Cash at bank and in hand			
Jyske Bank A/S 7851 1188126	3	491	
Jyske Bank A/S 5078 1010892	50.824	48.441	
	<u>50.827</u>	<u>48.932</u>	
Jyske Bank A/S 7851 1188837	26.780	21.242	
Jyske Bank A/S 7851 1200707	22.554	64.624	
Jyske Bank A/S 7851 1221505	1.443	130.827	
Jyske Bank A/S 5078 1010900	490	335.570	
Jyske Bank A/S 5078 1021238	112.267	0	
Jyske Bank A/S 5078 1034165	35.195	0	
Jyske Bank A/S 5078 1011114	679	0	
Petty cash	29	470	
	<u>199.437</u>	<u>552.733</u>	
8. Debtors			
European Commission	109.294	0	
Dutch Ministry of Foreign Affairs	6.900	0	
	<u>116.194</u>	<u>0</u>	
9. Equity			
The movements in equity are specified as follows:			
	Basic capital EUR	Distributable capital EUR	Total EUR
	<u>EUR</u>	<u>EUR</u>	<u>EUR</u>
Equity at 01.01.2009	41.321	10.166	51.487
Profit for the period		1.794	1.794
Equity 31 December 2009		<u>11.960</u>	<u>53.281</u>

Notes

	2009	2008
	EUR	EUR
10. Provisions for grant support allocated		
Provisions 1 January 2009	70.000	512.213
Transferred from grant support allocated in 2008	0	(172.212)
Transferred from grant support allocated in 2007	0	(340.000)
Provisions for grant support allocated in 2008	0	70.000
	70.000	70.000
11. Other liabilities		
Royal Danish Ministry of Foreign Affairs	0	19.002
Dutch Ministry of Foreign Affairs	0	6.701
Swedish International Development Cooperation Agency	0	13.793
Stiftung Open Society Institute	12.435	0
Due income taxed at source, social security contributions, social charges	8.499	4.367
Reserve for holiday payment	20.195	11.064
EMHRN	24.519	22.717
Auditor	13.389	6.700
Others	1.352	40.839
	80.389	125.183