

## **Euro-Mediterranean Foundation of Support to Human Rights Defenders**

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

**Annual report 2011**

## **Contents**

	<b><u>Page</u></b>
Foundation details	1
Statement by Management on the annual report	2
Independent auditor's report	3
Management commentary	4
Accounting policies	5
Income statement for 2011	6
Balance sheet at 31 December 2011	8
Notes	10

## **Foundation details**

### **Foundation**

Euro-Mediterranean Foundation of Support to Human Rights Defenders  
Vestergade 16, 2<sup>nd</sup> floor  
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](http://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

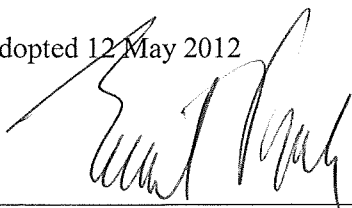
### **Programme Director**

Anne-Sophie Schaeffer

### **Auditor**

Deloitte Statsautoriseret Revisionspartnerselskab

Adopted 12 May 2012



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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 2011.

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. Furthermore, we consider the overall annual report true and fair. Therefore, in our opinion the annual report gives a true and fair view of the financial position and the results of operations for the Foundation. Also we believe that the management commentary contains a fair review of the affairs 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.

Paris, 12 May 2012

### Board

Driss El Yazami  
President



Hanny Megally



Kamel Jendoubi



**Programme Director**

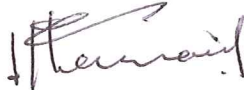
Christine M. Merkel  
Vice-President



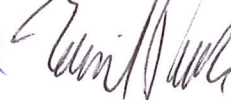
Lynn Welchman



Khémaïs Chammari




Eskil Trolle  
Treasurer



Bahey El Din Hassan



Leila Rhiwi



Anne-Sophie Schaeffer



## Independent auditor's report

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

#### Report on the financial statements

We have audited the financial statements of Euro-Mediterranean Foundation of Support to Human Rights Defenders for the financial year 1 January to 31 December 2011, which comprise the accounting policies, income statement, balance sheet and notes. The financial statements are prepared in accordance with the Danish Act on Foundations and Associations.

#### Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Act on Foundations and Associations 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.

#### Auditor's responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Foundation's preparation of financial statements that give a true and fair view 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 Foundation'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 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 Foundation's financial position at 31 December 2011 and of the results of its operations for the financial year 1 January to 31 December 2011 in accordance with the Danish Act on Foundations and Associations.

#### Statement on the management commentary

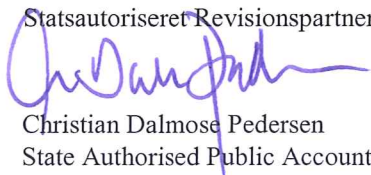
We have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Copenhagen, 12 May 2012

#### Deloitte

Statsautoriseret Revisionspartnerselskab



Christian Dalmoose Pedersen

State Authorised Public Accountant

## **Management commentary**

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](http://www.emhrf.org)) or can be required at the office in Copenhagen.

### **The financial development and activities during 2011**

The activities of the Foundation steadily increased and proceeded well in 2011. Profit for the year amounts to EUR 123.

### **The expected development**

For the financial year 2012, Management expects activities to exceed 2011. The income statement is expected to show a profit of approx. EUR 0.

The Foundation has signed new contracts with the European Commission and the Open Society Foundations for the year 2012. It still benefits from the support from the Swedish International Development Cooperation Agency, the Danish International Development Agency, the Sigrid Rausing Trust, the French Ministry of Foreign and European Affairs as well as from private foundations in 2012.

## 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.

The annual report is presented in EUR.

Rate used DKK-EUR = 7.45 / Rate used SEK-EUR = 9.2830

### 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 2011**

	<u>Notes</u>	<u>2011 EUR</u>	<u>2010 EUR</u>
Subsidies taken to income	1	1.015.714	847.119
<b>Total operating income</b>		<b>1.015.714</b>	<b>847.119</b>
<b>Salaries</b>			
Program Manager		67.686	68.810
Regional Consultant		29.455	0
Administrative Secretary		48.137	34.198
Project Assistant		50.312	20.945
Administrative Assistant		46.879	0
Interns and Students		5.156	9.561
Organisational services including accountant and IT support		13.859	18.499
Social charges		2.176	1.460
<b>Total Salaries</b>		<b>263.658</b>	<b>153.473</b>
<b>Activities in Support of Human Rights Defenders</b>			
Emergency support to HRDs		120.940	92.869
Strategic support to HRDs		402.392	446.093
Follow up on support to HRDs		5.480	16.201
Board meetings		27.243	31.464
Meetings with partners and fundraising		14.398	18.643
Discussion seminar		65.864	0
Consultation of the Council of Representatives		0	0
<b>Total Activities in Support of Human Rights Defenders</b>		<b>636.317</b>	<b>605.270</b>
<b>Other Expenses/Service related to the activities</b>			
Membership fees to Foundations' Networks		1.393	2.521
Maintenance of a secure forum and website		14.622	8.114
Translations		26.601	21.305
Information, Publication		1.250	1.128
External evaluation		0	0
<b>Total other Expenses/Services</b>		<b>43.867</b>	<b>33.067</b>
<b>Administration</b>			
Audit		12.332	12.215
Rent		21.141	17.871
Office expenses and stationary		21.578	13.776
Bank fees		3.307	1.205
Staff development		1.177	3.570
Depreciations	2	2.328	926
Others		8.065	5.748
<b>Total Administration</b>		<b>69.927</b>	<b>55.310</b>
<b>Profit before financial items</b>		<b>1.944</b>	<b>0</b>



**Income statement for 2011**

	<u>Notes</u>	<u>2011 EUR</u>	<u>2010 EUR</u>
Financial income	3	(1.821)	1.498
<b>Operating profit</b>		<u>123</u>	<u>1.498</u>
Tax		0	0
<b>Profit for the year</b>		<u>123</u>	<u>1.498</u>
<b>Proposed distribution of profit</b>			
Distributable capital		123	1.498
		<u>123</u>	<u>1.498</u>

**Balance sheet at 31 December 2011**

	<u>Notes</u>	<u>2011 EUR</u>	<u>2010 EUR</u>
Computer equipment and other fixtures	2	2.804	926
<b>Property, plant and equipment</b>		<u>2.804</u>	<u>926</u>
<b>Fixed assets</b>		<u>2.804</u>	<u>926</u>
Cash at bank, basic capital	4	52.296	52.254
Current account with available assets		(10.975)	(10.933)
<b>Restricted assets</b>		<u>41.321</u>	<u>41.321</u>
Debtors	5	4.614	76.491
Cash at bank and in hand	4	1.002.016	560.234
Current account with restricted assets		10.975	10.933
<b>Available assets</b>		<u>1.017.605</u>	<u>647.657</u>
<b>Assets</b>		<u>1.061.730</u>	<u>689.904</u>

**Balance sheet at 31 December 2011**

	<u>Notes</u>	<u>2011 EUR</u>	<u>2010 EUR</u>
Basic capital		41.321	41.321
Distributable capital		13.582	13.459
<b>Equity</b>	6	<u>54.903</u>	<u>54.780</u>
Provisions for grant support allocated	7	70.000	70.000
<b>Provisions</b>		<u>70.000</u>	<u>70.000</u>
Prepaid contributions	9	1.500	185.754
Obligations to grantees		243.612	225.737
Other liabilities	8	691.715	153.633
<b>Current liabilities</b>		<u>936.827</u>	<u>565.124</u>
<b>Total liabilities</b>		<u>936.827</u>	<u>565.124</u>
 <b>Equity and liabilities</b>		 <u>1.061.730</u>	 <u>689.904</u>

**Notes**

	<b>2011</b>	<b>2010</b>
	<b>EUR</b>	<b>EUR</b>
<b>1. Subsidies taken to income</b>		
Swedish International Development Cooperation Agency 2010-13	215.914	292.876
European Commission (EIDHR)	332.705	278.241
European Commission (IFS)	55.427	0
European Commission (Service's Contract for the Seminar)	10.000	0
Royal Danish Ministry of Foreign Affairs	240.934	185.758
French Ministry of Foreign and European Affairs	45.000	0
Open Society Foundations	31.693	32.243
The Sigrid Rausing Trust	79.850	44.579
Amnesty International	4.190	0
Private funds in Denmark	0	13.423
	<b>1.015.714</b>	<b>847.119</b>
	<b>Computer</b>	
	<b>equipment</b>	
	<b>EUR</b>	
<b>2. Depreciations / Fixed assets</b>		
Cost at 01.01.2011	2.777	
Additions	4.206	
<b>Cost at 31.12.2011</b>	<b>6.982</b>	
Depreciation at 01.01.2010	(1.851)	
Depreciation for the year	(2.328)	
<b>Depreciation at 31.12.2011</b>	<b>(4.179)</b>	
<b>Carrying amount at 31.12.2011</b>	<b>2.804</b>	
<b>3. Financial income</b>		
Interest income, banks	123	551
Currency adjustments	(1.944)	947
	<b>(1.821)</b>	<b>1.498</b>

## Notes

	<u>2011</u> <u>EUR</u>	<u>2010</u> <u>EUR</u>
<b>4. Cash at bank and in hand</b>		
Jyske Bank A/S 7851 1188126	52.296	52.254
	<u>52.296</u>	<u>52.254</u>
Jyske Bank A/S 7851 1188837	49.709	45.765
Jyske Bank A/S 7851 1200707	51.140	19.847
Jyske Bank A/S 7851 1221505	64	118.693
Jyske Bank A/S 5078 1021238	690.719	708
Jyske Bank A/S 5078 1034165	24	50.607
Jyske Bank A/S 5078 1011114	6.153	6.168
Jyske Bank A/S 5078 1057323	203.323	318.408
Petty cash	885	38
	<u>1.002.016</u>	<u>560.234</u>

	<u>2011</u> <u>EUR</u>	<u>2010</u> <u>EUR</u>
<b>5. Debtors</b>		
European Commission EIDHR	0	76.491
Others	4.614	0
	<u>4.614</u>	<u>76.491</u>

## 6. Equity

The movements in equity are specified as follows:

	<u>Basic</u> <u>capital</u> <u>EUR</u>	<u>Distributable</u> <u>capital</u> <u>EUR</u>	<u>Total</u> <u>EUR</u>
Equity at 01.01.2011	41.321	13.459	54.780
Profit for the period		123	123
Equity 31 December 2011	<u>41.321</u>	<u>13.582</u>	<u>54.903</u>

## Notes

	<b>2011</b> <b>EUR</b>	<b>2010</b> <b>EUR</b>
<b>7. Provisions for grant support allocated</b>		
Provisions 1 January 2011	70.000	70.000
	<b>70.000</b>	<b>70.000</b>
	<b>2011</b> <b>EUR</b>	<b>2010</b> <b>EUR</b>
<b>8. Other liabilities</b>		
Royal Danish Ministry of Foreign Affairs	119.317	0
Swedish International Development Cooperation Agency	132.790	25.532
European Commission (EIDHR)	200.770	0
European Commission (IFS)	24.573	0
French Ministry of Foreign and European Affairs	25.000	0
Stiftung Open Society Institute	0	18.334
Sigrid Rausing Trust	75.272	44.579
Other Donors	31.358	0
Due income taxed at source, social security contributions, social charges	8.589	7.613
Reserve for holiday payment	29.287	20.483
EMHRN	26.609	24.673
Auditor	12.836	10.738
Others	5.315	1.682
	<b>691.715</b>	<b>153.633</b>
	<b>2011</b> <b>SEK</b>	<b>2011</b> <b>EUR</b>
SIDA		
- Received SEK 3,000.000, conversion rate SEK/EUR 9,2830	3.000.000	323.172
- Taken to income in year 2011	(2.004.332)	(215.914)
Transferred from year 2010	240.561	25.532
Currency difference	(3.540)	0
Transferred to year 2012	<b>1.232.689</b>	<b>132.790</b>
<b>9. Prepaid contributions</b>		
Royal Danish Ministry of Foreign Affairs	0	185.754
FIDH/OMCT	1.500	0
	<b>1.500</b>	<b>185.754</b>