

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

Central Business Registration No: 28 47 85 26

Annual report 2012

Contents

	<u>Page</u>
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 2012	6
Balance sheet at 31 December 2012	8
Notes	10

Foundation details

Foundation

Euro-Mediterranean Foundation of Support to Human Rights Defenders
Vestergade 16, 2nd floor
DK-1456 Copenhagen K

Central Business Registration No: 28 47 85 26

Registered in: Copenhagen

Established: 26 November 2004

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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

Programme Director

Anne-Sophie Schaeffer

Auditor

Deloitte Statsautoriseret Revisionspartnerselskab

Adopted 12 May 2013



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 2012.

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.

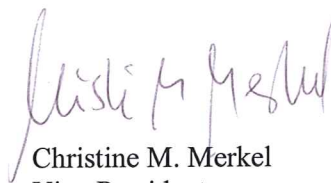
None of the Foundation's assets are pledged or burdened with owner reservation other than noted in the annual report, and there are no contingent liabilities, which are not mentioned in the annual report.

Paris, 12 May 2013

Board



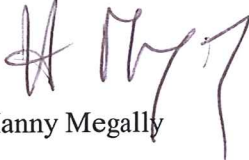
Driss El Yazami
President



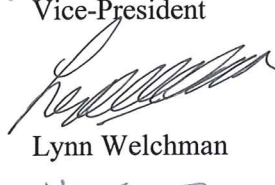
Christine M. Merkel
Vice-President



Eskil Trolle
Treasurer



Hanny Megally



Lynn Welchman



Bahey El Din Hassan



Kamel Jendoubi



Khémaïs Chammari

Leila Rhiwi

Programme Director



Anne-Sophie Schaeffer

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 2012, 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 2012 and of the results of its operations for the financial year 1 January to 31 December 2012 in accordance with the Danish Act on Foundations and Associations.

Statement on the management commentary

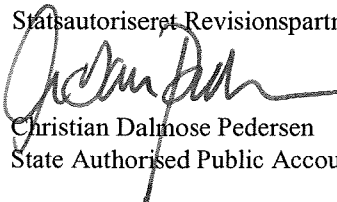
We have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

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

Copenhagen, 12 May 2013

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) or can be required at the office in Copenhagen.

The financial development and activities during 2012

The activities of the Foundation increased and proceeded well in 2012. Profit for the year amounts to EUR 341.

The expected development

For the financial year 2013, the management expects activities to level or slightly exceed 2012. The income statement is expected to show a profit of approx. EUR 0.

The Foundation has signed new contracts with the Norwegian Ministry of Foreign Affairs and Oxfam Novib for year 2013. It also still benefits from the support from the Swedish International Development Cooperation Agency, the Danish International Development Agency, the European Instrument for Democracy and Human Rights (EIDHR), the Sigrid Rausing Trust and the Open Society Foundations in 2013.

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 = 8.6157

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

Income statement for 2012

	<u>Notes</u>	<u>2012 EUR</u>	<u>2011 EUR</u>
Subsidies taken to income	1	1.578.315	1.015.714
Total operating income		1.578.315	1.015.714
Salaries			
Programme Director		71.152	67.686
Regional Consultant		48.000	29.455
Grants Administrator		48.875	0
Administrative Secretary		27.345	48.137
Regional Support Assistant		31.144	50.312
Administrative Assistant		25.487	46.879
Interns and Students		7.408	5.156
Organisational services including accountant and IT support		12.749	13.859
Social charges		2.212	2.176
Total Salaries		274.372	263.658
Activities in Support of Human Rights Defenders			
Emergency support to HRDs		216.306	120.940
Strategic support to HRDs		841.676	402.392
Follow up on support to HRDs		7.631	5.480
Board meetings		33.850	27.243
Meetings with partners and fundraising		27.092	14.398
Discussion seminar		0	65.864
Consultation of the Council of Representatives		35.127	0
Total Activities in Support of Human Rights Defenders		1.161.682	636.317
Other Expenses/Service related to the activities			
Membership fees to Foundations' Networks		1.835	1.393
Maintenance of a secure forum and website		5.893	14.622
Translations		36.839	26.601
Information, Publication		580	1.250
External evaluation		10.898	0
Total other Expenses/Services		56.045	43.867
Administration			
Audit		12.656	12.332
Rent		23.322	21.141
Office expenses and stationary		26.425	21.578
Bank fees		7.659	3.307
Staff development		3.558	1.177
Depreciations	2	1.402	2.328
Others		7.957	8.065
Total Administration		82.978	69.927

Profit before financial items		<u>3.238</u>	<u>1.944</u>
Financial income	3	<u>(2.898)</u>	<u>(1.821)</u>
Operating profit		<u>341</u>	<u>123</u>
Tax		<u>0</u>	<u>0</u>
Profit for the year		<u><u>341</u></u>	<u><u>123</u></u>

Proposed distribution of profit

Basic capital			
Distributable capital		<u>341</u>	<u>123</u>
		<u><u>341</u></u>	<u><u>123</u></u>

Balance sheet at 31 December 2012

	<u>Notes</u>	<u>2012 EUR</u>	<u>2011 EUR</u>
Computer equipment and other fixtures	2	1.402	2.804
Property, plant and equipment		<u>1.402</u>	<u>2.804</u>
Fixed assets		<u>1.402</u>	<u>2.804</u>
Cash at bank, basic capital	4	41.321	52.296
Current account with available assets		0	(10.975)
Restricted assets		<u>41.321</u>	<u>41.321</u>
Debtors	5	20.000	4.614
Cash at bank and in hand	4	1.424.550	1.002.016
Current account with restricted assets		0	10.975
Available assets		<u>1.444.550</u>	<u>1.017.605</u>
Assets		<u><u>1.487.273</u></u>	<u><u>1.061.730</u></u>

Balance sheet at 31 December 2012

	<u>Notes</u>	<u>2012 EUR</u>	<u>2011 EUR</u>
Basic capital	6	41.321	41.321
Distributable capital	6	13.923	13.582
Equity		<u>55.244</u>	<u>54.903</u>
Provisions for grant support allocated	7	70.000	70.000
Provisions		<u>70.000</u>	<u>70.000</u>
Prepaid contributions	9	519.440	1.500
Obligations to grantees		408.410	243.612
Other liabilities	8	434.180	691.715
Current liabilities		<u>1.362.030</u>	<u>936.827</u>
Total liabilities		<u>1.362.030</u>	<u>936.827</u>
 Equity and liabilities		 <u><u>1.487.273</u></u>	 <u><u>1.061.730</u></u>

Notes

	2012	2011
	EUR	EUR
1. Subsidies taken to income		
Swedish International Development Cooperation Agency 2010-13	548.434	215.914
European Commission (EIDHR)	298.922	332.705
European Commission (IFS)	44.573	55.427
European Commission (Service's Contract for the Seminar)	0	10.000
EU Commission External Actions	26.000	0
Royal Danish Ministry of Foreign Affairs	320.659	240.934
French Ministry of Foreign and European Affairs	25.000	45.000
Open Society Foundations	171.721	31.693
The Sigrid Rausing Trust	138.151	79.850
FIDH/OMCT	1.500	0
Frimodt Heincke Fonden	3.356	0
Amnesty International	0	4.190
	1.578.315	1.015.714

Notes

	Computer equipment EUR	
2. Depreciations / Fixed assets		
Cost at 01.01.2012	6.982	
Additions	0	
Cost at 31.12.2012	6.982	
Depreciation at 01.01.2012	(4.179)	
Depreciation for the year	(1.402)	
Depreciation at 31.12.2012	(5.581)	
Carrying amount at 31.12.2012	1.402	
3. Financial income		
Interest income, banks	(48)	123
Currency adjustments	(2.849)	(1.944)
	(2.898)	(1.821)

Notes

	<u>2012</u> <u>EUR</u>	<u>2011</u> <u>EUR</u>	
4. Cash at bank and in hand			
Jyske Bank A/S 7851 1188126	41.321	52.296	
	<u>41.321</u>	<u>52.296</u>	
Jyske Bank A/S 7851 1188837	20.219	49.709	
Jyske Bank A/S 7851 1200707	293.591	51.140	
Jyske Bank A/S 7851 1221505	147.715	64	
Jyske Bank A/S 5078 1021238	275.331	690.719	
Jyske Bank A/S 5078 1034165	148.060	24	
Jyske Bank A/S 5078 1011114	0	6.153	
Jyske Bank A/S 5078 1057323	383.671	203.323	
Jyske Bank A/S 5078 1101394	148.093	0	
Petty cash	7.872	885	
	<u>1.424.550</u>	<u>1.002.016</u>	
	<u>2012</u> <u>EUR</u>	<u>2011</u> <u>EUR</u>	
5. Debtors			
European Commission (IFS)	20.000	0	
Others	0	4.614	
	<u>20.000</u>	<u>4.614</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 01.01.2012	41.321	13.582	54.903
Profit for the period		341	341
Equity 31 December 2012	<u>41.321</u>	<u>13.923</u>	<u>55.244</u>
	<u>2012</u> <u>EUR</u>	<u>2011</u> <u>EUR</u>	
7. Provisions for grant support allocated			
Provisions 1 January 2012	70.000	70.000	
	<u>70.000</u>	<u>70.000</u>	

Notes

	2012	2011
	EUR	EUR
8. Other liabilities		
Royal Danish Ministry of Foreign Affairs	0	119.317
Swedish International Development Cooperation Agency	164.691	132.790
European Commission (EIDHR)	0	200.770
European Commission (IFS)	0	24.573
French Ministry of Foreign and European Affairs	0	25.000
Open Society Foundations	76.320	0
Sigrid Rausing Trust	62.879	75.272
Other Donors	40.960	31.358
Due income taxed at source, social security contributions, social charges	9.645	8.589
Reserve for holiday payment	21.034	29.287
EMHRN	30.255	26.609
Auditor	16.011	12.836
Others	12.385	5.315
	434.180	691.715

	2012	2012
	SEK	EUR
SIDA		
- Received SEK 5.000.000, conversion rate SEK/EUR 8,6157	5.000.000	580.335
- Taken to income in year 2012	(4.725.141)	(548.434)
Transferred from year 2011, conversion rate SEK/EUR 9,2830	1.232.689	132.790
Currency difference	(88.618)	0
Transferred to year 2013	1.418.930	164.691

	2012	2011
	EUR	EUR
9. Prepaid contributions		
Royal Danish Ministry of Foreign Affairs	201.342	0
Oxfam Novib	170.000	0
Norwegian MFA	148.098	0
FIDH/OMCT	0	1.500
	519.440	1.500