

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

Central Business Registration No: 28 47 85 26

Annual Report 2014

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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

Phone: +45 32 64 17 12

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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

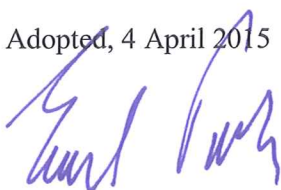
Programme Director

Anne-Sophie Schaeffer

Auditor

Deloitte Statsautoriseret Revisionspartnerselskab

Adopted, 4 April 2015



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 2014.

The annual report is presented in accordance with the Danish Foundation Act.

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 Foundation's financial position at 31 December 2014 and of the results of its operations for the financial year 1 January to 31 December 2014.

In our opinion, the management commentary contains a fair review of the affairs and conditions referred to therein.

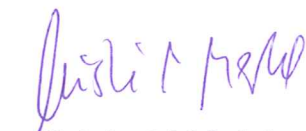
None of the Foundation's assets are pledged or burdened with owner reservation other than noted in the annual report, and there are no contingent liabilities, which are not mentioned in the annual report.

Paris, 4 April 2015

Board



Driss El Yazami
President



Christine M. Merkel
Vice-President



Eskil Trolle
Treasurer



Hanny Megally

Lynn Welchman



Bahey El Din Hassan

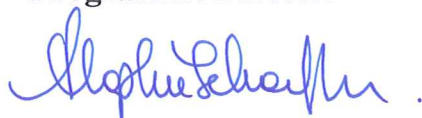
Kamel Jendoubi

Khémaïs Chammari

Leila Rhiwi



Programme Director



Anne-Sophie Schaeffer

Independent auditor's reports

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 2014, which comprise the accounting policies, income statement, balance sheet and notes. The financial statements are prepared in accordance with the Danish Foundation Act.

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 Foundation Act 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 2014 and of the results of its operations for the financial year 1 January to 31 December 2014 in accordance with the Danish Foundation Act.

Statement on the management commentary

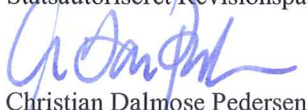
We have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

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

Copenhagen, 4 April 2015

Deloitte

Statsautoriseret Revisionspartnerselskab



Christian Dalmose 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 2014

The activities of the Foundation proceeded well in 2014. As a result of the regional developments, the Foundation's role in supporting human rights defenders has expanded and its annual budget has increased by 12 percent compared with 2013. Direct interventions in support of human rights defenders accounted for 69 percent of the Foundation's overall budget whereas administrative and staff expenditure was confined to 25 percent. Profit for the year amounts to EUR 100.

The expected development

For the financial year 2015, Management expects activities to level 2014. The income statement is expected to show a profit of approx. EUR 0.

The Foundation has signed new contracts for its core operations with the Royal Danish Ministry of Foreign Affairs, the Swedish International Development Cooperation Agency and the Sigrid Rausing Trust for the year 2015. It also still benefits from project-support from the Open Society Foundations and the European Instrument for Democracy and Human Rights (EIDHR) in 2015.

Accounting policies

Basis of preparation

This annual report has been prepared in accordance with Danish Foundation Act and generally accepted Danish accounting principles. 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 = 9.26

Changes in presentation of income statement

In 2014 a new financial software (Navision 2013) was purchased in order to ease the different donors' reporting requirements. The cost for the new software can be found under administrative costs.

Due to a new calculation of costs shared between the Euro-Mediterranean Foundation of Support to Human Rights Defenders and the Euro-Mediterranean Human Rights Network, the cost for the office rent has decreased significantly in 2014 compared to 2013. Bank fees and other administrative costs have increased in 2014 due to the new cost sharing calculation between EMHRF and EMHRN and the increase of urgent grants allocated by the EMHRF. Finally, the organisational services, especially IT support, has been moved from salaries to administration costs.

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.

Income statement for 2014

	<u>Notes</u>	<u>2014 EUR</u>	<u>2013 EUR</u>
Subsidies taken to income	1	1,997,687	1,807,530
Support granted from provision	6	20,000	3,211
Contribution, other		100	0
Total operating income		2,017,787	1,810,741
Salaries			
Programme Director		74,463	69,592
Regional Consultant Maghreb		24,806	24,320
Regional Consultant Mashreq		27,234	3,922
Regional Coordinator Maghreb		21,746	0
Regional Coordinator Mashreq		60,554	0
Head of Unit Administration and Finances		72,044	60,064
Administrative Officer		49,537	36,433
Regional Support Assistant Mashreq		8,587	46,398
Regional Support Assistant Maghreb		0	12,586
Interns and students		8,566	5,929
In-house Accountant		20,689	0
Social charges		3,624	2,184
Total Salaries		371,850	261,427
Activities in Support of Human Rights Defenders (HRDs)			
Emergency support to HRDs		357,237	189,268
Strategic support to HRDs		1,047,069	1,074,341
Follow up on support to HRDs		25,435	8,105
Board meetings		47,519	52,971
Meeting with partners and fundraising		17,921	34,968
Total Activities in Support of HRDs		1,495,182	1,359,653

Income statement

	<u>2014 EUR</u>	<u>2013 EUR</u>
Other Expenses/Services related to the Activities		
Membership fees to Foundations' Networks	1,739	2,651
Temporary Consultations/Researchers Contributions	454	0
Translations	16,842	35,255
Information, publication	1,865	559
External evaluation	0	24,517
Total other Expenses/Services	<u>20,900</u>	<u>62,981</u>
Administration		
Auditor	17,312	16,628
Maintenance of a secure forum and website	2,517	5,734
IT support	6,270	10,165
Rent	28,921	53,444
Office expenses and stationary	25,736	21,137
Bank fees	18,459	4,856
Staff development	0	1,721
Depreciations	0	1,402
Navision 2013 – financial software	8,528	0
Others	25,078	8,551
Total administration	<u>132,821</u>	<u>123,637</u>
Profit before financial items	-2,966	3,043
Financial income	2 3,065	-2,939
Operating profit	<u>100</u>	<u>104</u>
Tax	0	0
Profit for the year	<u>100</u>	<u>104</u>
Proposed distribution of profit		
Distributable capital	100	104
	<u>100</u>	<u>104</u>

Balance sheet at 31 December 2014

	<u>Notes</u>	<u>2014 EUR</u>	<u>2013 EUR</u>
Cash at bank, basic capital	3	<u>41,321</u>	<u>41,321</u>
Restricted assets		<u>41,321</u>	<u>41,321</u>
Debtors	4	166,733	62,467
Cash at bank and in hand	3	<u>854,935</u>	<u>877,922</u>
Available assets		<u>1,021,669</u>	<u>940,389</u>
Assets		<u>1,062,990</u>	<u>981,710</u>

Balance sheet at 31 December 2014

	<u>Notes</u>	<u>2014 EUR</u>	<u>2013 EUR</u>
Basic capital	5	41,321	41,321
Distributable capital	5	<u>14,127</u>	<u>14,027</u>
Equity		<u>55,447</u>	<u>55,347</u>
Provisions for grant support allocated	6	<u>46,789</u>	<u>66,789</u>
Provisions		<u>46,789</u>	<u>66,789</u>
Obligations to grantees		836,082	519,285
Other liabilities	7	<u>124,670</u>	<u>340,288</u>
Current liabilities		<u>960,753</u>	<u>859,574</u>
Total liabilities		<u>959,248</u>	<u>859,574</u>
Equity and liabilities		<u>1,062,990</u>	<u>981,710</u>

Notes

	<u>2014 EUR</u>	<u>2013 EUR</u>
1. Subsidies taken to income		
Swedish International Development Cooperation Agency	456,701	570,433
European Commission (EIDHR)	392,014	389,124
European Commission (IFS)	0	-2,286
European Commission External Actions	5,400	16,000
Royal Danish Ministry of Foreign Affairs	268,456	201,342
French Ministry of Foreign Affairs	40,000	40,000
Open Society Foundations	251,599	209,908
Sigrid Rausing Trust	267,708	93,156
FIDH/OMCT	0	5,793
Norwegian Ministry of Foreign Affairs	151,376	127,618
Oxfam/Novib	162,607	137,393
Canadian Ministry of Foreign Affairs	1,826	19,049
	<u>1,997,687</u>	<u>1,807,530</u>
	<u>2014 EUR</u>	<u>2013 EUR</u>
2. Financial income		
Interest income, banks	0	104
Currency adjustments	3,065	-3,043
Total Financial income	<u>3,065</u>	<u>-2,939</u>

Notes

	2014 EUR	2013 EUR
3. Cash at bank and in hand		
Jyske Bank A/S 8751 1188126	41,321	41,321
	41,321	41,321
Jyske Bank A/S 8751 118883-7	275,618	96,875
Jyske Bank A/S 8751 120070-7	0	402,611
Jyske Bank A/S 8751 102123-8	365,283	23,747
Jyske Bank A/S 8751 103416-5	144,929	0
Jyske Bank A/S 8751 105732-3	33	191,368
Jyske Bank A/S 8751 110139-4	954	148,079
Jyske Bank A/S 8751 122150-5	64	64
Paris Bank EUR 41020034974	46,197	0
Petty cash	21,857	15,177
	854,935	877,922
	2014 EUR	2013 EUR
4. Debtors		
European Commission (EIDHR)	108,002	58,526
Swedish International Development Cooperation Agency (Sida)	56,767	0
Advance Paris Office	0	432
Year end debtors	1,964	3,509
	166,733	62,467
Sida	SEK	EUR
14 July 2014 Received from Sida	3,704,665	399,933
Spent in 2014	-4,230,512	-456,701
Balance	-525,847	-56,767

Notes

5. Equity

The movements in equity are specified as follows:

	Basic capital EUR	Distributable capital EUR	Total capital EUR
Equity at 1 January 2014	41,321	14,027	55,348
Profit for the period	0	100	100
Equity at 31 December 2014	41,321	14,127	55,448

	2014 EUR	2013 EUR
6. Provision for grants support allocated		
Provision 1 January	66,789	70,000
Support granted	-20,000	-3,211
	46,789	66,789

7. Other Liabilities

Sigrid Rausing Trust	0	85,263
Oxfam Novib	0	112,607
Norwegian Ministry of Foreign Affairs	0	20,480
Bruno Kreisky Stiftung	0	7,000
Open Society Foundations	26,721	0
Due income tax and social charges	15,724	11,760
Reserve Holiday Payment	29,297	31,555
EMHRN	20,598	37,009
Audit	15,517	15,369
Others	16,814	19,336
	124,670	340,288