

AMNESTY INTERNATIONAL TURKEY
(AMNESTY INTERNATIONAL TURKEY)
CONSOLIDATED FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2019
TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

**AMNESTY INTERNATIONAL – TURKEY BRANCH
INDEPENDENT AUDITORS’ REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD January 1, 2019 –December 31, 2019**

**To the General Assembly of
Amnesty International Turkey**

A. Audit of the Consolidated Financial Statements

1. Opinion

We have audited the accompanying consolidated financial statements of Amnesty International Turkey (collectively referred to as “the Group”), which comprise the consolidated statement of financial position as at 31 December 2019 and the consolidated statement of profit or loss.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Group as at December 31, 2019, and its financial performance for the year then ended in accordance Amnesty International group polices.

2. Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (“ISAs”). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants’ Code of Ethics for Professional Accountants (“IESBA Code”), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Responsibilities of Management and Those Charged with Governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Amnesty International group polices, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error. In preparing the consolidated financial statements, management is responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Group’s financial reporting process.

In preparing the financial statements, management is responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group’s consolidated financial reporting process.

4. Auditor's Responsibilities for the Audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We provide with those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence. We also communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

B) Report on Other Liabilities arising from the Legislation

It has been determined that the Company's legal books and documents are in accordance with the Law on Associations No.5253 no errors and / or frauds and irregularities have been encountered.

DENGE BAĞIMSIZ DENETİM SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of MAZARS

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Istanbul, 16 October 2020

ULUSLARARASI AF ÖRGÜTÜ TÜRKİYE ŞUBESİ
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31,2019
(Currency – in Turkish Lira (TL) unless otherwise indicated)

		31 December 2019	31 December 2018
ASSETS			
CURRENT ASSETS		5.275.257	4.132.918
A. LIQUID ASSETS		5.099.236	3.917.371
Cash	1.877		1.699
Banks	5.074.625		3.740.311
Other Current Assets	22.734		175.361
B. TRADE RECEIVABLES		12.419	12.089
Trade Receivables	350		20
Deposits and Guarantees Given	12.069		12.069
Other Current Assets	--		--
C. OTHER TRADE RECEIVABLES		35.563	3.248
Other Receivables	35.563		3.248
D. OTHER CURRENT ASSETS		128.039	200.210
Deffered VAT	118.481		109.880
Other Given Advances	6.973		3.774
Work Advances	615		3.078
Advances Given to Personnel	228		82.843
Other Receivables	--		--
Inventories	1.742		635
NON-CURRENT ASSETS		272.834	162.129
E. FIXED ASSETS		189.241	45.943
Machinery and Equipment	1.014		1.014
Furniture & Fixtures	296.742		101.816
Other Tangible Fixed Assets	5.303		5.303
Accumulated Depreciation (-)	(113.818)		(62.190)
F. INTANGIBLE FIXED ASSETS		83.006	115.706
Leasehold Improvements	176.467		174.738
Other Intangible Fixed Assets	(93.461)		--
Accumulated Amortization (-)			(59.032)
G. LONG-TERM PREPAID EXPENSES AND ACCRUED INCOME		587	480
Long-Term Prepaid Expenses	587		480
TOTAL ASSETS		5.548.091	4.295.047

ULUSLARARASI AF ÖRGÜTÜ TÜRKİYE ŞUBESİ
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31,2019
(Currency – in Turkish Lira (TL) unless otherwise indicated)

		31 December 2019		31 December 2018
LIABILITIES				
SHORT-TERM LIABILITIES		511.615		389.351
A. FINANCIAL LIABILITIES		180.000		180.000
Other Financial Liabilities	180.000		180.000	
B. ACCOUNTS PAYABLES		145.976		56.425
Trade Payable	106.935		56.425	
Other Trade Payables	39.041		--	
C. OTHER PAYABLES		6.807		31.464
Due to Personnel	4.137		30.297	
Other Miscellaneous Payables	2.670		1.167	
D. ADVANCES RECEIVED		8.945		2.977
Other Advances Received	8.945		2.977	
E. TAXES AND OTHER PAYABLES		169.887		118.485
Taxes and Funds Payable	93.178		71.642	
Social Security Premiums Payable	69.581		43.418	
Other Duties Payable	7.128		3.425	
F. PROVISION FOR LIABILITIES AND CHARGES		--		--
Period Income Tax Provision	47.913		44.051	
Prepaid Tax and Other Liabilities on Current year Profit	(47.913)		(44.051)	
LONG-TERM LIABILITIES		76.383		174.183
A. FINANCIAL LIABILITIES		76.383		174.183
Other Financial Liabilities	76.383		174.183	
SHAREHOLDERS EQUITY		4.960.093		3.731.513
Retained Earnings	3.733.714		666.615	
GAAP Difference from previous years	(75.000)		(75.000)	
Net Income/Loss (-)	1.301.379		3.139.898	
TOTAL LIABILITIES & SHAREHOLDERS EQUITY		5.548.091		4.295.047

ULUSLARARASI AF ÖRGÜTÜ TÜRKİYE ŞUBESİ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEARS ENDED DECEMBER 31, 2019

(Currency – in Turkish Lira (TL) unless otherwise indicated)

	1 January – 31 December 2019	1 January – 31 December 2018
PROFIT OR LOSS		
A –GROSS SALES	5.694.066	6.550.120
Foreign Donations	4.486.750	5.271.744
Donations and Bulletin Sales	1.037.434	1.177.642
Other Sales	169.882	100.734
B –SALES DISCOUNTS	(1.951)	(544)
Sales Returns (-)	(1.951)	(544)
C –NET SALES	5.692.115	6.549.576
D –COST OF SALES	(64.941)	(53.122)
Cost of Services Provided (-)	(49.374)	(38.064)
Other Sales Costs (-)	(15.567)	(15.058)
GROSS PROFIT/LOSS (-)	5.627.174	6.496.454
E –OPERATIONAL EXPENSES	(4.588.593)	(3.561.183)
General Management Expenses (-)	(4.588.593)	(3.561.183)
OPERATIONAL PROFIT/LOSS	1.038.581	2.935.271
F –OTHER OPERATIONAL REVENUE/INCOME	500.017	479.131
Interest Revenue	42.839	23.589
Foreign Exchange Income	457.179	455.542
G–OTHER OPERATIONAL EXPENSES / LOSS	(181.953)	(219.001)
Foreign Exchange Expense	(181.832)	(218.918)
Operational Expense	(121)	(83)
H – FINANCIAL EXPENSES (-)	(7.200)	(10.041)
Short-Term Financial Expenses	(7.200)	(10.041)
PROFIT / LOSS (-)	1.349.445	3.185.360
I – EXTRAORDINARY REVENUE / INCOME	24	--
Other Extraordinary Revenue / Income	24	--
J – EXTRAORDINARY EXPENSES / LOSS	(178)	(1.411)
Other Extraordinary Expenses / Loss	(178)	(1.411)
Profit / Loss (-) Before Tax	1.349.292	3.183.949
K – INCOME TAX EXPENSE. (-)	(47.913)	(44.051)
NET PROFIT / LOSS (-)	1.301.379	3.139.898

AMNESTY INTERNATIONAL TURKEY BRANCH

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AI Turkey Consolidated REVENUE & EXPENSE STATEMENT				
Actuals vs. Budget				
INCOME	Actual – 2019	Budget - 2019	Variances	Variances (%)
Regular Giving Auto-payment	1.041.001	1.313.018	(272.017)	(21)%
Regular Giving: Other payment method	26.960	10.000	16.960	170%
Trusts and Foundations	--	--	--	--
Other Fundraising Revenue	14.270	--	14.270	--
Total Fundraising Revenue	1.082.231	1.323.018	(240.787)	(18)%
Other Revenues Total (Bank Income, UHE Project Income, etc.)	574.303	560.000	14.303	3%
Total 3rd Party Revenue	1.656.534	1.883.018	(226.484)	(12)%
Total Intercompany Revenue	3.961.794	4.752.187	(790.393)	(17)%
Total Revenue	5.618.328	6.635.205	(1.016.877)	(15)%
EXPENSES				
Total External Fundraising Expense	166.572	953.746	(787.174)	(83)%
Total Costs of Goods Sold	15.568	-	15.568	--
Total Staff Cost	2.861.072	3.364.276	(503.204)	(15)%
Total Third Party Human Rights Expense	10.266	2.000	8.266	413%
Total Travel Expense	392.291	796.706	(404.415)	(51)%
Total Media and Communications Expense	197.038	790.127	(593.089)	(75)%
Total Publication and Printing Expense	100.831	183.442	(82.611)	(45)%
Total Professional and Consultancy Expense	323.045	706.900	(383.855)	(54)%
Total Premises Expenses	271.716	349.548	(77.832)	(22)%
Total Office Expense	59.514	126.488	(66.974)	(53)%
Total Insurance Expense	2.099	3.100	(1.001)	(32)%
Total Equipment Expense	21.050	74.777	(53.727)	(72)%
Total Depreciation and Amortization Expense	53.649	-	53.649	--
Total Property and Equipment Impairment Expense	33.905	-	33.905	--
Total Financial Expense	(266.330)	6.200	(272.530)	(4396)%
Total Other Expenditure	55.843	4.000	51.843	1296%
Total 3rd Party Expenditure	4.298.129	7.361.310	(3.065.583)	(42)%
Total Intercompany Expense	18.820	-	18.820	--
Total Expenditure	4.316.949	7.361.310	(3.044.361)	(41)%
Net Surplus/Deficit	1.301.379	(726.104)	2.027.483	(279)%

AMNESTY INTERNATIONAL TURKEY BRANCH

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AMNESTY INTERNATIONAL TURKEY / REVENUE & EXPENSE STATEMENT BY COST CENTERS Actuals	Total Goals 1-4	Goal 5: Maximizing our resources and engagement	Total Strategic Goals	Non-strategic goal human rights work	Total Core Costs	Intercompany - All AI entities	TOTAL
INCOME							
Total Fundraising Revenue	-	1.082.231	1.082.231	-	-	-	1.082.231
Total Other Revenue	236	574.032	574.268	-	35	-	574.303
Unallocated revenue	--	-	--	--	--	--	-
Total 3rd Party Revenue	236	1.656.263	1.656.499	-	35	-	1.656.534
Total Intercompany Revenue	-	-	-	-	-	3.961.794	3.961.794
Total Revenue	236	1.656.263	1.656.499	-	35	3.961.794	5.618.328

AMNESTY INTERNATIONAL TURKEY BRANCH

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AMNESTY INTERNATIONAL TURKEY / REVENUE & EXPENSE STATEMENT BY COST CENTERS Actuals	Total Goals 1- 4	Goal 5: Maximising our resources and engagement	Total Strategic Goals	Non-strategic goal human rights work	Total Core Costs	Intercompany - All AI entities	TOTAL
EXPENSES							
Total external fundraising expense	25.530	123.251	148.781	17.578	213	-	166.572
Total Costs of goods sold	-	15.568	15.568	-	-	-	15.568
Total staff cost	1.082.977	514.253	1.597.230	343.913	919.929	-	2.861.072
Total Third Party Human Rights Expense	3.304	-	3.304	-	6.962	-	10.266
Total Travel Expense	127.940	5.156	133.096	69.723	189.472	-	392.291
Total Media and Communications Expense	51.845	59.001	110.846	13.201	72.991	-	197.038
Total Publication and Printing Expense	58.413	7.899	66.312	19.363	15.156	-	100.831
Total Professional and Consultancy Expense	103.754	11.268	115.022	94.362	113.661	-	323.045
Total Premises Expenses	519	23.952	24.471	44.650	202.595	-	271.716
Total Office Expense	5.407	3.813	9.220	15.691	34.603	-	59.514
Total Insurance Expense	-	-	-	473	1.626	-	2.099
Total Equipment Expense	1.805	4.072	5.877	14.064	1.109	-	21.050
Total Depreciation	-	-	-	-	53.649	-	53.649
Total Equipment Depletion Expenses	-	-	-	-	33.905	-	33.905
Total Financial Expense	-	2.160	2.160	-	(268.490)	-	(266.330)
Total Other Expenditure	-	52.589	52.589	117	3.137	-	55.843
Total 3rd Party Expenditure	1.461.494	822.982	2.284.476	633.135	1.380.518	-	4.298.129
Total Intercompany Expense	-	-	130	-	-	18.690	18.820
Total Expenditure	1.461.494	823.112	2.284.606	633.135	1.380.518	18.690	4.316.949
Net Surplus/Deficit	(1.461.258)	833.151	(628.107)	(633.135)	(1.380.483)	3.943.104	1.301.379