

**ULUSLARARASI AF ÖRGÜTÜ**  
**TURKEY**  
**(AMNESTY INTERNATIONAL TURKEY)**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2016**  
**TOGETHER WITH REPORT OF INDEPENDENT AUDITORS**

**ULUSLARARASI AF ÖRGÜTÜ - TURKEY  
INDEPENDENT AUDITORS' REPORT  
ON THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD JANUARY 1 – DECEMBER 31, 2016**

**To the Board of Directors of  
Uluslararası Af Örgütü Türkiye Şubesi**

We have audited the accompanying consolidated balance sheet of Uluslararası Af Örgütü Türkiye Şubesi Derneği and Uluslararası Af Örgütü Türkiye Şubesi İktisadi İşletmesi (“the Association” or together “Amnesty International Turkey”) as of December 31, 2016, and the related consolidated income statement for the year then ended.

**Management’s Responsibility for the Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of these consolidated financial statements prepared in accordance with Amnesty International reporting principles. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making the accounting estimates that are reasonable in the circumstances.

**Auditor’s Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. Our audit was conducted in accordance with Independent Auditing Standards which is part of the Turkish Standards on Auditing (“TSA”) issued by Public Oversight Accounting and Auditing Standards Authority. 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 judgment, 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 the 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 the management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Uluslararası Af Örgütü Turkey as of December 31, 2016 and its financial performance for the year then ended in accordance with Amnesty International reporting principles.

### Reports on Other Responsibilities Arising from Regulatory Requirements

In accordance with the Regulations and Communiqués related to the Associations Law No. 5253, no significant matter has come to our attention that causes us to believe Association's bookkeeping activities are not in compliance with the code and no mistakes and/or frauds and irregularities have been found.

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

Denge Bağımsız Denetim Şirketi A.Ş.

İstanbul, October 5, 2017

**ULUSLARARASI AF ÖRGÜTÜ - TURKEY**

CONSOLIDATED BALANCE SHEET AS OF DECEMBER 31, 2016

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

		December 31, 2016
<b>ASSETS</b>		
<b>Current Assets</b>		<b>1,578,053</b>
Liquid Assets	1,257,047	
Trade Receivables	10,317	
Other Current Assets	310,689	
<b>Non-Current Assets</b>		<b>58,206</b>
Tangible Assets (Net)	38,686	
Intangible Assets (Net)	19,150	
Prepaid Expenses – Non Current	370	
<b>TOTAL ASSETS</b>		<b>1,636,259</b>

		December 31, 2016
<b>LIABILITIES AND EQUITY</b>		
<b>Current Liabilities</b>		<b>301,072</b>
Trade Payables	164,518	
Other Short-Term Liabilities	136,554	
<b>Non-Current Liabilities</b>		<b>585,680</b>
Financial Liabilities	585,680	
<b>Shareholder's Equity</b>		<b>749,507</b>
Previous Years' Profits	444,414	
Previous Period Adjustments	(75,000)	
Net Profit / Loss (-)	380,093	
<b>TOTAL LIABILITIES</b>		<b>1,636,259</b>

**ULUSLARARASI AF ÖRGÜTÜ – TURKEY**

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2016

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

		January 1 – December 31, 2016
<b>PROFIT OR LOSS</b>		
<b>A - GROSS REVENUE</b>		<b>3,757,457</b>
Intercompany Revenue	2,051,239	
Fundraising Revenue	1,588,904	
Other Income	117,314	
<b>B - SALES DISCOUNTS</b>		<b>-</b>
Sales Returns (-)	-	
<b>C - NET SALES</b>		<b>3,757,457</b>
<b>D - COST OF SALES</b>		<b>-</b>
Cost of Services Sold (-)	-	
<b>GROSS PROFIT/ LOSS (-)</b>		<b>3,757,457</b>
<b>E - OPERATING COSTS</b>		<b>(3,377,364)</b>
General Administrative Expenses (-)	(3,377,364)	
<b>OPERATING PROFITS / LOSSES (-)</b>		<b>380,093</b>
<b>ORDINARY PROFIT/LOSS (-)</b>		<b>380,093</b>
<b>PROFIT FOR THE YEAR</b>		<b>380,093</b>
<b>INCOME TAX AND OTHER LEGAL LIABILITY(-)</b>		<b>-</b>
<b>NET PROFIT FOR THE YEAR</b>		<b>380,093</b>

**ULUSLARARASI AF ÖRGÜTÜ - TURKEY**

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

<b>Amnesty International Turkey Consolidated REVENUE &amp; EXPENSE STATEMENT Actuals vs. Budget</b>				
<b>INCOME</b>	<b>Actual - 2016</b>	<b>Budget - 2016</b>	<b>Variations</b>	<b>Variations (%)</b>
Regular Giving: Auto-payment	1,187,993	1,741,150	(553,157)	(31.8)
Regular Giving: Other payment method	10,179	12,000	(1,821)	(15.2)
Institutional Donations	209,792	236,250	(26,458)	(11.2)
Corporations	173,297	--	173,297	--
Other Fundraising Revenue	7,643	--	7,643	--
Total Fundraising Revenue	1,588,904	1,989,400	(400,496)	(20.1)
Total Other Revenue (Bank Income, IHE Project Income etc.)	117,314	286,410	(169,096)	(59.0)
<b>Total 3<sup>rd</sup> Party Revenue</b>	<b>1,706,218</b>	<b>2,275,810</b>	<b>(569,592)</b>	<b>(25.0)</b>
<b>Total Intercompany Revenue</b>	<b>2,051,239</b>	<b>2,246,401</b>	<b>(195,162)</b>	<b>(8.7)</b>
<b>Total Revenue</b>	<b>3,757,457</b>	<b>4,522,211</b>	<b>(764,754)</b>	<b>(16.9)</b>
<b>EXPENSES</b>				
Total External Fundraising Expense	265,813	805,475	(539,662)	(67.0)
Total Cost of Goods to be Sold	6,940	--	6,940	--
Total Staff Cost	2,051,945	2,305,001	(253,056)	(11.0)
Total Travel Expense	393,199	395,100	(1,901)	(0.5)
Total Media and Communication Expense	220,296	178,350	41,946	23.5
Total Publication and Printing Expense	60,064	160,150	(100,086)	(62.5)
Total Professional and Consultancy Services Expense	132,847	168,750	(35,903)	(21.3)
Total Real Estate Expense	219,931	269,760	(49,829)	(18.5)
Total Office Expense	46,987	101,200	(54,213)	(53.6)
Total Insurance Expense	1,310	1,500	(190)	(12.7)
Total Equipment Expense	5,774	35,114	(29,340)	(83.6)
Total Depreciation and Amortization Expense	20,839	--	20,839	--
Total Financial Expense, Net	(101,918)	3,600	(105,518)	(2,931.1)
Total Other Expense	4,739	4,800	(61)	(1.3)
<b>Total 3<sup>rd</sup> Party Expenditure</b>	<b>3,328,766</b>	<b>4,428,800</b>	<b>(1,100,034)</b>	<b>(24.8)</b>
<b>Total Intercompany Expense</b>	<b>48,598</b>	<b>75,643</b>	<b>(27,045)</b>	<b>(35.8)</b>
<b>Total Expenditure</b>	<b>3,377,364</b>	<b>4,504,443</b>	<b>(1,127,079)</b>	<b>(25.0)</b>
<b>Net Surplus/Deficit</b>	<b>380,093</b>	<b>17,768</b>	<b>362,325</b>	<b>2,039.2</b>

**ULUSLARARASI AF ÖRGÜTÜ - TURKEY**

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

<b>AMNESTY INTERNATIONAL TURKEY / REVENUE &amp; EXPENSE STATEMENT BY COST CENTERS</b>	<b>Human Rights Target: 1-4</b>	<b>Target 5: Maximizing Resources and Mobilization</b>	<b>Total Strategic Targets</b>	<b>Human Rights Practices Except Strategic Targets</b>	<b>Main Costs</b>	<b>Intercompany CC - All AI entities</b>	<b>TOTAL</b>
<b>Actuals</b>							
<b>INCOME</b>							
Regular Giving : Auto-payment	--	1,187,993	1,187,993	--	--	--	1,187,993
Regular Giving: Other payment method	--	10,179	10,179	--	--	--	10,179
Institutional Donations	--	209,792	209,792	--	--	--	209,792
Corporations	--	173,297	173,297	--	--	--	173,297
Other fundraising revenue	--	7,643	7,643	--	--	--	7,643
Total Fundraising Revenue	--	1,588,904	1,588,904	--	--	--	1,588,904
Total Other Revenue (Revenues from Bank, IHE Project Revenues etc.)	--	114,916	114,916	--	2,398	--	117,314
<b>Total 3rd Party Revenue</b>	<b>--</b>	<b>1,703,820</b>	<b>1,703,820</b>	<b>--</b>	<b>2,398</b>	<b>--</b>	<b>1,706,218</b>
<b>Total Intercompany Revenue</b>	<b>--</b>	<b>-</b>	<b>-</b>	<b>--</b>	<b>-</b>	<b>2,051,239</b>	<b>2,051,239</b>
<b>Total Revenue</b>	<b>--</b>	<b>1,703,820</b>	<b>1,703,820</b>	<b>--</b>	<b>2,398</b>	<b>2,051,239</b>	<b>3,757,457</b>

**ULUSLARARASI AF ÖRGÜTÜ - TURKEY**

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

AMNESTY INTERNATIONAL TURKEY / REVENUE & EXPENSE STATEMENT BY COST CENTERS Actuals	Human Rights Target: 1-4	Target 5: Maximizing Resources and Mobilization	Total Strategic Targets	Human Rights Practices Except Strategic Targets	Main Costs	Intercompany CC - All AI entities	TOTAL
<b>EXPENSES</b>							
Total External Fundraising Expense	--	265,813	265,813	--	--	--	265,813
Total Costs of goods sold	--	6,940	6,940	--	--	--	6,940
Total Staff Cost	585,903	652,212	1,238,115	111,298	702,532	--	2,051,945
Total Travel Expense	231,456	15,609	247,065	3,978	142,156	--	393,199
Total Media and Communications Expense	9,404	204,502	213,906	--	6,390	--	220,296
Total Publication and Printing Expense	45,644	8,702	54,346	--	5,718	--	60,064
Total Professional and Consultancy Expense	58,057	28,935	86,992	3,613	42,242	--	132,847
Total Real Estate Expense	31,804	50,076	81,880	--	138,051	--	219,931
Total Office Expense	6,795	12,977	19,772	1,037	26,178	--	46,987
Total Insurance Expense	--	--	--	--	1,310	--	1,310
Total Equipment Expense	2,136	3,638	5,774	--	--	--	5,774
Total Depreciation and Amortization Expense	--	--	--	--	20,839	--	20,839
Total Financial Expense	--	5,665	5,665	--	(107,583)	--	(101,918)
Total Other Expenditure	--	2,189	2,189	--	2,550	--	4,738
<b>Total 3rd Party Expenditure</b>	<b>971,199</b>	<b>1,257,258</b>	<b>2,228,459</b>	<b>119,926</b>	<b>980,383</b>	<b>--</b>	<b>3,328,766</b>
<b>Total Intercompany Expense</b>	<b>--</b>	<b>418</b>	<b>418</b>	<b>--</b>	<b>--</b>	<b>48,180</b>	<b>48,598</b>
<b>Total Expenditure</b>	<b>971,199</b>	<b>1,257,676</b>	<b>2,228,875</b>	<b>119,926</b>	<b>980,383</b>	<b>48,180</b>	<b>3,377,364</b>
<b>Net Surplus/Deficit</b>	<b>(971,199)</b>	<b>446,144</b>	<b>(525,055)</b>	<b>(119,926)</b>	<b>977,985</b>	<b>2,003,059</b>	<b>380,093</b>



**ULUSLARARASI AF ÖRGÜTÜ - TURKEY**

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

<b>AMNESTY INTERNATIONAL TURKEY / REVENUE &amp; EXPENSE STATEMENT</b>				
<b>Actuals vs. 2017 Budget</b>				
	<b>2017 Budget</b>	<b>2016 Actual</b>	<b>Variiances</b>	<b>Variiances (%)</b>
<b>INCOME</b>				
Regular Giving : Auto-payment	1,570,158	1,187,993	382,165	32.2%
Regular Giving: Other Payment Method	12,000	10,179	1,821	17.9%
Institutional Donations	301,350	209,792	91,558	43.6%
Corporations	240,000	173,297	66,703	38.5%
Other Fundraising Revenue	--	7,643	(7,643)	--
<b>Total Fundraising Revenue</b>	<b>2,123,508</b>	<b>1,588,904</b>	<b>534,604</b>	<b>33.6%</b>
<b>Total Other Revenue</b>	<b>188,300</b>	<b>117,314</b>	<b>70,986</b>	<b>60.5%</b>
<b>Total 3rd Party Revenue</b>	<b>2,311,808</b>	<b>1,706,218</b>	<b>605,590</b>	<b>35.5%</b>
<b>Total Intercompany Revenue</b>	<b>2,499,408</b>	<b>2,051,239</b>	<b>448,169</b>	<b>21.9%</b>
<b>Total Revenue</b>	<b>4,811,216</b>	<b>3,757,457</b>	<b>1,053,759</b>	<b>28.0%</b>
<b>EXPENSES</b>				
Total External Fundraising Expense	652,400	265,813	386,587	145.4%
Total Costs of Goods to be Sold	--	6,940	(6,940)	0.0%
Total Staff Cost	2,515,846	2,051,945	463,901	22.6%
Total Travel Expense	367,100	393,199	(26,099)	(6.6)%
Total Media and Communications Expense	378,360	220,296	158,064	71.8%
Total Publication and Printing Expense	136,700	60,064	76,636	127.6%
Total Professional and Consultancy Expense	159,638	132,847	26,791	20.2%
Total Real Estate Expenses	434,100	219,931	214,169	97.4%
Total Office Expense	92,150	46,987	45,163	96.1%
Total Insurance Expense	1,500	1,310	190	14.5%
Total Equipment Expense	13,600	5,774	7,826	135.5%
Total Depreciation Expenses	--	20,839	(20,839)	--
Total Financial Expense	7,400	(101,918)	109,318	(107.3)%
Total Other Expenditure	3,000	4,739	(1,739)	(36.7)%
<b>Total 3rd Party Expenditure</b>	<b>4,761,794</b>	<b>3,328,766</b>	<b>1,433,028</b>	<b>43.0%</b>
<b>Total Intercompany Expense</b>	<b>70,000</b>	<b>48,598</b>	<b>21,402</b>	<b>44.0%</b>
<b>Total Expenditure</b>	<b>4,831,794</b>	<b>3,377,364</b>	<b>1,454,430</b>	<b>43.1%</b>
<b>Net Surplus/Deficit</b>	<b>(20,578)</b>	<b>380,093</b>	<b>(400,671)</b>	<b>(105.4)%</b>

## ULUSLARARASI AF ÖRGÜTÜ - TURKEY

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

### PROJECTS Actual vs. Budget

The Company signed an agreement with Amnesty International Norway on December 19, 2013 for implementation of a project named as “Using HRE as a Tool to Prevent Discrimination Based on Gender, Sexual Orientation and Gender Identity Turkey Project” under the program called “Education Empowerment Justice Program”.

The total income and total expenditures related to the project for the year ended 2016 are as follows:

	<b>Dec 2016 (12 Months Period)</b>	<b>Dec 2016 Budget (12 Months Period)</b>
Total Income	235,779	265,635
Total Expenditures	(209,452)	(236,250)
Surplus / (Deficit)	26,327	29,385