



Audit report on the financial statements of December 31, 2015

„Hayata Destek Derneği“

AUDIT REPORT

To the Board of Directors of Hayata Destek Derneği

We have audited the accompanying financial statements of Hayata Destek Derneği (hereinafter will be referred to as "the Institution" or "STL"), which comprise the statement of financial position as at December 31, 2015 and the statements of financial performance, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting policies described in Note 3. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making 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. We have conducted our audit in accordance with International Standards on Auditing. 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 management, as well as evaluating 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.

Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Hayata Destek Derneği as of December 31, 2015, and its financial performance, changes in its equity, and its cash flows for the year then ended in accordance with the accounting policies described in Note 3.

Emphasis of matters

Without further qualifying our opinion, we draw attention to the following matters:

- *As explained in Note 2 the statutory financial statements of STL are not in conformity with the accounting policies described in Note 3.*
- *Accounting policies applied by the Institution differ from the accounting principles generally accepted in other countries and International Financial Reporting Standards (IFRS) in material aspects and the effects of such differences have not been quantified in the accompanying financial statements. Accordingly the accompanying financial statements are not intended to present the financial position and results of operations and changes in financial position of the Institution in accordance with the accounting principles generally accepted in such countries of the users of these financial statements or with IFRS.*

Prof. Dr. Serhat Kutlan,
Kutlan & Partners



November 17, 2017

HAYATA DESTEK DERNEĞİ**Statements of Financial Position****as of December 31, 2015 and December 31, 2014****Currency – Turkish Lira**

	Note	31 December 2015	31 December 2014
ASSETS			
Cash and cash equivalents	4	5.771.902	2.038.203
Other receivables and assets	5	445.372	244.953
Income Accrual	6	441.611	657.811
Current Assets		6.658.885	2.940.967
Furniture and fixture		0,00	242
Non-Current Assets	7	0,00	242
Total Assets		6.658.885	2.941.209
LIABILITIES			
Creditors and other liabilities	8	589.356	467.663
Taxes and funds payable	9	354.740	378.356
Unearned Revenues	10	5.330.116	1.749.568
Current Liabilities		6.274.211	2.595.587
EQUITY			
Previous years' profit / loss		345.622	128.060
Net (loss) / income for the year		39.052	217.562
Equity		384.674	345.622
Total Liabilities and Equity		6.658.885	2.941.209

HAYATA DESTEK DERNEĞİ

Statements of Financial Performance for the years ended as at 31 December 2015 and 2014 Currency -- Turkish Lira (TL)

		1 January- 31 December 2015	1 January- 31 December 2014
	Note		
OPERATING INCOME			
Project income	11	25.595.513	21.656.418
Other income	12	1.182.815	984.452
Total Operating Income		26.778.328	22.640.869
OPERATING EXPENSES			
Project expenses	13	-25.962.215	-21.920.454
Operating expenses	14	-312.026	-247.348
Other expenses	15	-465.036	-255.506
Total Operating Expenses		-26.739.277	-22.423.308
Net (loss) / income for the year		39.052	217.562

HAYATA DESTEK DERNEĞİ

Statements of Changes in Equity for the years ended as at 31 December 2015 and 2014 Currency -- Turkish Lira (TL)

	Previous years' profit / loss	Net income for the year	Total
	<u>TRY</u>	<u>TRY</u>	<u>TRY</u>
Balance as of 1 January 2014	138.558	-10.498	128.060
Transfers	-10.498	10.498	0
Net loss for the year (-)	0	217.562	217.562
Balance as of 31 December 2014	128.060	217.562	345.622
Transfers	217.562	-217.562	0
Net loss for the year (-)	0	39.052	39.052
Balance as of 31 December 2015	345.622	39.052	384.674

HAYATA DESTEK DERNEĞİ**Statements of Cash Flow****for the years ended as at 31 December 2015 and 2014****Currency -- Turkish Lira (TL)**

	1 January- 31 December 2015	1 January- 31 December 2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year	39.052	217.562
Adjustments to reconcile net profit to net cash provided by operating activities:		
Depreciation of furniture and fixture	242	1.058
Project income accrual	216.200	285.420
Operating loss before changes in working capital:	255.494	504.039
Change in other receivables and current assets	-200.419	-172.807
Change in creditor, accrued and other liabilities	121.692	377.067
Change in taxes and funds payable	-23.616	232.996
Change in unearned revenues	3.580.547	720.177
Net cash (used in) / provided by operating activities	3.478.205	1.157.433
CHANGES IN CASH AND CASH EQUIVALENTS	3.733.699	1.661.473
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	2.038.203	376.730
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	5.771.902	2.038.203

1. General information about the Audited Institution

Establishment

Hayata Destek Derneği was established in August 25, 2009 in Turkey as a humanitarian aid agency.

Headquarter of the Institution

The registered address of the Institution is as follows:

Cenap Şehabettin Sokak No: 42 Koşuyolu Mahallesi

Kadıköy / İstanbul / TURKEY

Fiscal year

Fiscal year is the whole year starting with January 1, 2015 and ending with December 31, 2015.

Activities of the Institution

STL is a Turkey-based humanitarian agency implementing projects from relief aid to development, promoting community participation. Emergency relief aid is provided impartially in response to humanitarian crises with a focus of laying the foundations for rehabilitation, reconstruction and participatory development. Support to life aims to strengthen human capacities, build civil society and promote intercultural understanding, assisting individuals and communities in securing a better life for themselves and society at large.

STL has 48 members as of December 31, 2015 (2014:53).

The number of employees as at 31 December, 2015 is 114 (2014:92).

Management of the Institution

Sema Genel is the general director of the STL and responsible to administrate and represent for all kind of activities of the Institution. The board members of the Institution consist of the followings:

Sema Genel Karaosmanoğlu	President
Gonca Girit McDaniel	Member
Yunus Türkmen	Member

2. Basis of presentation of financial statements

Hayata Destek Derneği prepares the accompanying financial statements in accordance with the accounting standards applicable to foundations based on historical cost convention and accrual basis and in conformity with accounting policies described in Note 3.

The statutory financial statements of STL differs from the accompanying financial statements in that the statutory financial statements of STL have not been prepared due to the accrual basis. The accompanying financial statements have been prepared by making such adjustments on the statutory financial statements of Hayata Destek Derneği regarding the accounts of "income accrual", "unearned revenues" and "project income".

The Institution's measurement currency is the currency of the primary economic environment in which STL operates which is the national currency of Turkey, Turkish Lira ("TL"). All amounts in the financial statements are presented in Turkish Lira, unless otherwise stated. All currencies other than the currency selected for measuring items in the financial statements are treated as foreign currencies.

3. Summary for significant accounting policies

The significant accounting policies used in the preparation of the accompanying financial statements are set forth below:

Cash and Cash Equivalents

Cash includes cash on hand and cash at banks.

Other receivables and current assets

Other receivables and current assets are valued at acquisition costs, i.e. at nominal value.

Furniture and fixture / depreciation

Furniture and fixtures are stated at cost less accumulated depreciation. The initial cost of these assets comprises its purchase price, including import duties and non-refundable purchase taxes and any directly attributable costs of bringing the assets to its working condition and location for its intended used. Depreciation on furniture and fixture is computed both on straight-line method and accelerated method over the useful lives declared by the Ministry of Finance. Depreciation period is 3-5 years for tangible fixed assets.

Creditor and other liabilities

Creditor and other liabilities to be paid in future for goods and services received are carried at cost.

The valuation of liabilities is principally based on the settlement amount, which as a rule equals the repayment amount.

Foreign currency items

In the statutory accounts of the Institution, transactions in foreign currencies (currencies other than TL) are translated into Turkish Lira at the rates of exchange ruling at the transaction dates. Assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the balance sheet date. Exchange gains and losses arising from settlement and translation of such foreign currency items are included in the related income or expense accounts, as appropriate. Foreign currency exchange rates used by the Institution as of December 31, 2015 are as follows:

USD / TL	2,9076
Euro / TL	3,1776

Donation income

Donation income includes donations of voluntary contributions from Institution members. Donation income is recognized when it was collected from Institution members and the amount of donation can be measured reliably.

Project income/expense

Income comprises membership dues from members, contributions in cash from donors, and project income from partner organizations. Project income and expenditure are recorded on accrual basis.

4. Cash and Cash Equivalents

Cash and cash equivalents consist of the followings:

	Dec. 31, 2015	Dec. 31, 2014
1. Cash on hand	47.773	28.659
2. Cash at bank	5.724.129	2.009.544
	5.771.902	2.038.203

1. The total amount of petty cash is amounting to TL 47.773 as of December 31, 2015.
2. The cash at bank comply with the statements of the bank accounts of the Institution. As of December 31, 2015 the cash at bank in foreign currencies has been translated to Turkish Lira with the exchange rates of the balance sheet date.

	in foreign currency	in TL
Finansbank, TL		5.590.798
Finansbank, EUR	29.749	94.531
Finansbank, USD	5.548	16.132
Garanti Bankası		22.668
		5.724.129

Due the reconciliation letters, which have been sent to the banks by us, we have been informed that STL has no bank loans or/and any financial obligations to the banks other than the balances of all above mentioned accounts as of December 31. 2015.

5. Other receivables and current assets

As of 31 December 2015 and 2014, other receivables and current assets are as follows;

	Dec. 31, 2015	Dec. 31, 2014
Deposits and guarantees given	75.553	14.974
Other receivables	257.541	211.818
Advances to personnel	20.330	0
Work advances	13.823	13.123
Prepaid expenses	78.125	5.038
	445.372	244.953

Other receivables amounting to TL 257.541 consist of the prepaid advances to the suppliers and the expats. Thereof the amount 188.798 TL comprises of the prepaid advances to the e-card company "Edenred Kurumsal Çözümler A.Ş., which is one of the main supplier of STL for the food and hygiene assistance to the refugees in 2015.

6. Income Accrual

The detail of income accrual on project basis as at 31 December 2015 and 2014 is as follows;

Project Description	Dec. 31, 2015	Dec. 31, 2014
Emergency aid and Psychosocial Support for Syrian and Iraqi Refugees in South-eastern Turkey – <i>DKH</i>	205.804	-
Emergency assistance for Kurdish refugees from Kobane (Syria) in Turkey – <i>DKH</i>	5.222	-
Facilitating the Protection of Syrian Refugees in Urban Settings in Turkey – <i>DKH</i>	34.774	-
Restoring Lives of Syrian Refugees Through Psychosocial Support in Turkey – <i>MSF</i>	83.420	-
Distribution of Relief items to Syrian refugees outside the camps in Hatay – <i>Irish Aid</i>	103.187	-
Facilitating the Protection of Local and Refugee Children in Turkey – <i>TDH</i>	9.204	-
Eliminating Child Labor in Seasonal Agriculture in Turkey – <i>Rewe Group</i>	-	145.771
Regional Multi-sector assistance to populations affected by the Syrian crisis – <i>IOM</i>	-	367.845
Emergency relief for Kurdish refugees from Kobane (Syria) and Iraq-Yezidi refugees from Northern Iraq in Turkey – <i>DKH</i>	-	144.195
	441.611	657.811

7. Tangible fixed assets, net

The tangible assets of the Company cover mostly office equipment, furniture and computers.

The movement of tangible assets as of December 31, 2015 is as follows:

<i>Purchase Cost</i>	
Balance as at 1.01.2015	11.490
Additions	0
Disposals	0
Purchase costs as at 31.1.2015	11.490
<i>Accumulated Depreciation</i>	
Balance as at 01.01.2015	11.248
Additions	242
Disposals	0
Accumulated Depreciation as at 31.12.2015	11.490
Net Value as at 31.12.2015	0

8. Creditors and Other Liabilities

	Dec. 31, 2015	Dec. 31, 2014
Trade payables	111.767	246.043
Payables to donors	452.854	221.620
Payables to personnel	24.735	0
	589.356	467.663

Trade payables amounting to TL 111.767 include liabilities arisen from the services and goods received from the suppliers within the scope of ongoing projects.

Payable to donors amounting to TL 452.854 consists of unspent portion of donation related to the following projects with the following amounts.

Diakonie Katastrophenhilfe	48.896
Dvv International	403.958
	452.854

9. Taxes and other legal liabilities

	Dec. 31, 2015	Dec. 31, 2014
Taxes payable	239.223	269.269
Social security premiums	115.517	109.087
	354.740	378.356

10. Unearned Revenues

The detail of unearned revenue on project basis is as follows;

	Dec. 31, 2015	Dec. 31, 2014
<u>Project Description</u>		
Civil Society Disaster Platform	231.260	-
Unconditional cash assistance and Protection For Out of Camp Syrian and Iraqi Refugees Settled in Southeastern Turkey	4.556.332	-
Improving Food Security and Enhancing Resilience through optimized rehabilitation of agricultural infrastructure	22.224	-
Enhanced Protection and Empowerment of non-camp Syrian Refugees and host Communities in Suleimaniyah, Northern Irak	12.954	-
Civil Society Disaster Platform	45.225	-
Humanitarian supports for Syrian refugees in Turkey	151.747	-
Facilitating the Protection of Syrian Refugees in Istanbul	214.704	-
Addressing Child Labour among the Syrian Refugees in Şanlıurfa	95.670	-
Emergency Relief for Syrian refugees and host communities in Turkey	-	310.969
Capacity Building Initiative Asia II	-	405.471

10. Unearned Revenues (Cont'd)

	Dec. 31, 2015	Dec. 31, 2014
<u>Project Description</u>		
Restoring Lives Through Psychosocial Care and Legal Assistance: Provision of Protection Support for the Displaced Syrian Population in Turkey	-	12.481
Restoring Lives Through Psychosocial Support and Networking for the Displaced Syrian population in Turkey	-	121.870
Civil Society Disaster Platform: A Forum for Information Sharing on Disaster Response and Disaster Risk	-	235.141
Restoring Lives of Syrian Through Psychosocial Support in Turkey	-	476.465
Restoring Lives of Syrian Through Psychosocial Support in Turkey	-	139.441
Combatting Child Labor in Turkish Seasonal Agriculture by Sensitizing and Supporting Şanlıurfa's Population	-	47.730
	5.330.116	1.749.568

As at 31 December 2015, unearned revenue amounted TL 5.330.116 (31 December 2014: TL 1.749.568) includes funds transferred from non-profit organizations in abroad and Turkey in 2015 but they have not been used in 2015.

11. Project Income

Project Description	in TL
DKH Regional Office West and Central Asia – <i>DKH</i> K-TUR-2015-4016	1.352.831
Emergency Relief for Syrian Refugees and host communities in Turkey, Iraq, Jordan and Lebanon – <i>DKH</i> K-ASL-2014-4029	3.079.769
Restoring Lives Through Psychosocial Support and Networking for the Displaced Syrian population in Turkey – <i>AAR Japan</i>	170.056
Restoring Lives Through Psychosocial Support and Networking for the Displaced Syrian population in Turkey – <i>Açık Toplum Vakfı</i>	77.171
Restoring Lives of Syrian Refugees Through psychosocial Support – <i>MSF</i>	35.622
Emergency aid and Psychosocial Support for Syrian and Iraqi Refugees in South-eastern Turkey – <i>DKH</i> K-TUR-2015-4043	2.412.334
Emergency aid for Kurdish refugees from Kobane (Syria) and Iraq-Yezidi refugees from Northern Iraq – <i>DKH</i> K-TUR-2014-4109	488.237
Border Districts of Sanliurfa Province in Turkey – <i>AAR Japan</i>	384.027
Syrian Refugees in Turkey (Suruc) – <i>MSF</i>	915.614
Combatting Child Labor in Turkish Seasonal Agriculture by Sensitizing and Supporting Şanlıurfa's Population – <i>CFL</i>	49.552
Improving the lives of the crisis-affected Yezidi refugee population in Turkey – <i>DKH/NIN</i> K-TUR-2014-4133	1.151.476

11. Project Income (Cont'd)

Project Description	in TL
Distribution of Relief items to Syrian refugees outside the camps in Hatay – <i>Irish Aid</i>	167.742
Distribution of Relief Supplies to Syrian Refugees in Akçakale and Harran – <i>MSF</i>	1.289.198
Addressing Child Labor among the Syrian Refugees in Şanlıurfa – <i>UNICEF</i>	41.075
Restoring Lives of Syrian Refugees Through psychosocial Support in Turkey – <i>MSF</i>	294.270
Distribution of Relief items to Syrian refugees outside the camps in Hatay – <i>Irish Aid</i>	424.687
Facilitating the Protection of Syrian Refugees in Istanbul -	296.733
Humanitarian supports for Syrian refugees in Turkey	540.917
Facilitating the Protection of Local and Refugee Children in Turkey – <i>TDH</i>	9.204
Unconditional cash assistance and Protection For Out of Camp Syrian and Iraqi Refugees Settled in Southeastern Turkey – <i>DKH</i> – K-TUR-2015-4042	3.316.447
	25.595.513

12. Other income

<u>Other income</u>	<u>2015</u>	<u>2014</u>
Foreign Currency Income	243.917	197.549
Interest Income	1.292	1.480
Donation	422.571	178.899
Discount of suppliers	479.955	595.937
Other income	35.080	10.587
	1.182.815	984.452

13. Project expenses

The detail of project expenses on expense item for the years ended December 31, 2015 and December 31, 2014 is as follows;

	2015	2014
Food, hygiene and other relief materials	11.182.891	13.936.802
Payroll expense	7.596.735	4.746.368
Project operating expenses	2.626.299	1.435.750
Expenses for special Needs	2.613.973	0
Material and equipment expenses	509.210	130.843
Other project expenses	1.433.107	1.670.691
	25.962.215	21.920.454

13. Project expenses (Cont'd)

The detail of project expense on project basis for the year ended December 31, 2015 is as follows;

Project Description	in TL
DKH Regional Office West and Central Asia – <i>DKH</i> K-TUR-2015-4016	1.303.936
Emergency Relief for Syrian Refugees and host communities in Turkey, Iraq, Jordan and Lebanon – <i>DKH</i> K-ASL-2014-4029	3.461.225
Restoring Lives Through Psychosocial Support and Networking for the Displaced Syrian population in Turkey – <i>AAR Japan</i>	171.463
Restoring Lives Through Psychosocial Support and Networking for the Displaced Syrian population in Turkey – <i>Açık Toplum Vakfı</i>	78.516
Restoring Lives of Syrian Refugees Through psychosocial Support – <i>MSF</i>	35.622
Emergency aid and Psychosocial Support for Syrian and Iraqi Refugees in Southeastern Turkey – <i>DKH</i> K-TUR-2015-4013	2.436.217
Emergency aid for Kurdish refugees from Kobane (Syria) and Iraq-Yezidi refugees from Northern Iraq – <i>DKH</i> K-TUR-2014-4109	488.237
Border Districts of Sanliurfa Province in Turkey – <i>AAR Japan</i>	384.027
Syrian Refugees in Turkey (Suruc) - <i>MSF</i>	915.614
Combatting Child Labor in Turkish Seasonal Agriculture by Sensitizing and Supporting Şanlıurfa's Population – <i>CFL</i>	49.649
Improving the lives of the crisis-affected Yezidi refugee population in Turkey – <i>DKH/NIN</i> – K-TUR-2014-4133	1.151.476

13. Project expenses (Cont'd)

Project Description	in TL
Capacity Building Initiative Asia II – <i>DKH</i> K-ASL-2014-4106	158.364
Enhanced Protection and Empowerment of non-camp Syrian Refugees and host Communities in Suleimaniyah, Northern Iraq – <i>DKH</i> – K-TUR-2015-4034	65.013
Emergency assistance for Kurdish refugees from Kobane (Syria) in Turkey – <i>DKH</i> – K-TUR-2015-4019	1.236.514
Eliminating Child Labor in Seasonal Agriculture in Turkey – <i>Rewe Group</i>	648.626
Improving Food Security and Enhancing Resilience through optimized rehabilitation of agricultural infrastructure – <i>DKH</i> – K-PSE-2015-0012	172.365
Restoring Lives of Syrian Refugees through Cash Assistance and Psychosocial Support in Turkey – <i>UNHCR</i>	5.119.222
Restoring Lives of Syrian Refugees Through Psychosocial Support in Turkey – <i>MSF</i>	355.531
Comprehensive Assistance for Syrian Refugees in Southeast Turkey – <i>AAR Japan</i>	83.117
Facilitating the Protection of Syrian Refugees in Urban Settings in Turkey – <i>DKH/AA</i> – K-TUR-2015-4033	422.155
Protection for displaced Syrian Population in Sanliurfa, Turkey – <i>IOM</i>	638.400
Civil Society Disaster Platform – <i>European Commission</i>	206.652

13. Project expenses (Cont'd)

Project Description	in TL
Distribution of Relief items to Syrian refugees outside the camps in Hatay – <i>Irish Aid</i>	167.742
Distribution of Relief Supplies to Syrian Refugees in Akçakale and Harran – <i>MSF</i>	1.289.198
Addressing Child Labor among the Syrian Refugees in Şanlıurfa – <i>UNICEF</i>	41.075
Restoring Lives of Syrian Refugees Through Psychosocial Support in Turkey – <i>MSF</i>	294.270
Distribution of Relief items to Syrian refugees outside the camps in Hatay – <i>Irish Aid</i>	424.687
Facilitating the Protection of Syrian Refugees in Istanbul	296.733
Humanitarian supports for Syrian refugees in Turkey	540.917
Facilitating the Protection of Local and Refugee Children in Turkey – <i>TDH</i>	9.204
Unconditional cash assistance and Protection For Out of Camp Syrian and Iraqi Refugees Settled in Southeastern Turkey – <i>DKH</i> – K-TUR-2015-4042	3.316.448
	25.962.215

13. Project expenses (Cont'd)

The detail of project expenses on expense item for the year ended December 31, 2015 is as follows;

DKH Regional Office West and Central Asia – DKH – K-TUR-2015-4016

Payroll expense	1.018.565
Project development, meeting and conference	127.867
Operating expenses	125.931
Material and equipment expenses	31.573
	1.303.936

Emergency Relief for Syrian Refugees and host communities in Turkey, Iraq, Jordan and Lebanon – DKH – K-ASL-2014-4029

Food and Hygiene	2.583.858
Payroll expense	710.372
Operating expenses	166.995
	3.461.225

Restoring Lives through Psychosocial Support and Networking for the Displaced Syrian population in Turkey - AAR

Payroll expenses	116.344
Operating expenses	30.529
Social & Psychosocial support	24.590
	171.463

Restoring Lives through Psychosocial Support and Networking for the Displaced Syrian population in Turkey – Açık Toplum Vakfı

Payroll expense	58.599
Training Expenses	10.572
Operating expenses	9.345
	78.516

13. Project expenses (Cont'd)

Restoring Lives of Syrian Refugees through Psychosocial Support - MSF

Payroll expense	16.859
Operating expenses	14.852
Other project expenses	3.911
	35.622

Emergency aid and Psychosocial Support for Syrian and Iraqi Refugees in Southeastern Turkey - DKH - K-TUR-2015-4013

Food & Hygiene	1.586.814
Payroll expense	644.300
Operating expenses	120.486
Storage & Distribution	84.617
	2.436.217

Emergency aid for Kurdish refugees from Kobane (Syria) and Iraq-Yezidi refugees from Northern Iraq - DKH - K-TUR-2014-4109

Other relief materials	401.766
Travel expenses	63.874
Operating expenses	22.597
	488.237

Border Districts of Şanlıurfa Province in Turkey - AAR

Food & Hygiene	337.910
Payroll expense	26.293
Operating expenses	19.824
	384.027

13. Project expenses (Cont'd)

Syrian Refugees in Turkey (Suruç) - MSF

Other relief materials	708.284
Payroll expense	153.270
Operating expenses	54.060
	915.614

Combatting Child Labor in Turkish Seasonal Agriculture by Sensitizing and Supporting Şanlıurfa's Population - CFL

Training expenses	49.649
	49.649

Improving the lives of the crisis-affected Yazidi refugee population in Turkey - DKH/NIN - K-TUR-2014-4133

Payroll expense	594.684
Other relief materials	276.106
Operating expenses	225.709
Social & Psychosocial support	54.977
	1.151.476

Capacity Building Initiative Asia II - DKH - K-ASL-2014-4106

Material and equipment expense	158.364
	158.364

Enhanced Protection and Empowerment of non-camp Syrian Refugees and host Communities in Suleimaniyah, Northern Iraq - DKH - K-TUR-2015-4034

Social & Psychosocial expense	65.013
	65.013

13. Project expenses (Cont'd)

Emergency assistance for Kurdish refugees from Kobane (Syria) in Turkey
- DKH - K-TUR-2015-4019

Food and Hygiene	1.047.432
Payroll expense	133.645
Operating expenses	55.437
	1.236.514

Eliminating Child Labor in seasonal agriculture in Turkey - REWE

Payroll expense	336.056
Social & Psychosocial expenses	177.465
Operating expenses	123.187
Other relief materials	11.918
	648.626

Improving Food Security and Enhancing Resilience through optimized rehabilitation of agricultural infrastructure - DKH - K-PSE-2015-0012

Payroll expense	172.365
	172.365

Restoring Lives of Syrian Refugees through Cash Assistance and Psychosocial Support in Turkey - UNHCR

Expenses for special needs	2.349.958
Payroll expense	1.423.196
Social & Psychosocial support	426.114
Material and equipment expenses	319.273
Travel and Transportation expenses	262.644
Repair & Maintenance	178.690
Operating expenses	140.787
Communication expenses	18.560
	5.119.222

13. Project expenses (Cont'd)

Restoring Lives of Syrian Refugees through Psychosocial Support in Turkey
- MSF

Payroll expense	211.659
Operating expenses	120.937
Other project expenses	22.935
	355.531

Comprehensive Assistance for Syrian Refugees in southeast Turkey - AAR

Payroll expense	47.628
Operating expenses	35.489
	83.117

Facilitating the Protection of Syrian Refugees in Urban Setting in Turkey
DKH – K-TUR-2015-4033

Payroll expense	264.354
Operating expenses	118.594
Social & Psychosocial support	39.207
	422.155

Protection for displaced Syrian Population in Şanlıurfa - IOM

Payroll expense	292.414
Expenses for special needs	264.014
Operating expenses	81.972
	638.400

Civil Society Disaster Platform – EU

Training expenses	116.846
Payroll expense	69.730
Travel expenses	15.015
Other project expenses	3.083
Operating expenses	1.978
	206.652

13. Project expenses (Cont'd)

Distribution of Relief Items to Syrian Refugees outside the camps in Hatay -
GOAL

Food & Hygiene	154.056
Payroll expense	7.850
Operating expenses	5.836
	167.742

Distribution of Relief Supplies to Syrian Refugees in Akçakale and Harran -
MSF

Food & Hygiene	1.112.451
Payroll expense	114.430
Operating expenses	55.847
Other project expenses	6.470
	1.289.198

Addressing Child Labor among the Syrian Refugees in Şanlıurfa - UNICEF

Social & Psychosocial support	41.075
	41.075

Restoring Lives of Syrian Refugees through Psychosocial Support in Turkey
- MSF

Payroll expense	188.291
Operating expenses	79.583
Other project expenses	26.396
	294.270

Distribution of Relief Items to Syrian Refugees outside the camps in Hatay -
GOAL

Payroll expense	207.081
Food & Hygiene	162.643
Operating expenses	54.963
	424.687

13. Project expenses (Cont'd)

Facilitating the Protection of Syrian Refugees in Istanbul - SDC

Operating expenses	124.303
Payroll expense	114.181
Training expenses	32.746
Other project expenses	25.503
	296.733

Humanitarian Supports for Syrian Refugees in Turkey – Parcic

Relief materials	258.846
Food & Hygiene	211.440
Payroll expenses	53.929
Operating expense	16.704
	540.917

Facilitating the Protection of Local and Refugee Children in Turkey - TDH

Payroll expense	9.204
	9.204

Unconditional Cash Assistance and Protection for out of camp Syrian and Iraqi Refugees settled in southeastern Turkey – DKH – K-TUR-2015-4042

Food & Hygiene	2.227.993
Payroll expense	547.560
Operating expenses	439.522
Other relief materials	101.373
	3.316.448

14. Operating Expenses

Operating expenses are amounting to TL 312.026 and consist of the followings:

	<u>2015</u>	<u>2014</u>
personnel expenses	92.737	68.882
food allowance	0	32.715
small fixtures expenses	0	31.354
IT-Infrastructure	10.204	30.533
travel expenses	14.837	28.268
rental expenses	42.003	13.492
taxes and duties	2.142	7.286
depreciation	242	1.058
insurance expenses	0	6.299
telecommunication expenses	0	5.945
consulting expenses	0	5.900
accommodation expenses	0	2.293
Representation & Advertising	1 17.100	1.777
Training & recruiting	3.184	1.590
bank charges	3.911	1.190
other expenses	11.920	8.263
office supplies	0	503
repair and maintenance	12.413	0
	312.026	247.348

15. Other expenses

	<u>2015</u>	<u>2014</u>
Foreign Currency Losses	465.036	242.236
Other expenses	0	13.270
	465.036	255.506

16. Post balance sheet events

There have been no events subsequent to the balance sheet date, which require adjustments in the financial statements as of December 31, 2015.

17. Termination indemnities

In accordance with existing social legislation in Turkey, the Company is required to make lump-sum termination indemnities to each employee who has completed one year of service within the Company and whose employment is terminated due to retirement or for reasons other than resignation or misconduct.

Such payments are calculated on the basis of 30 days' pay (limited to a maximum of TL 3.838,37 for the year 2015,) per year of employment at the rate of pay applicable at the date of retirement or termination.

Due to the general accepted accounting principles it is an obligation to set up provision for the termination indemnities for the employees. But the company has not made a provision in the accompanying financial statements for the termination indemnities.

18. Other

STL carried out projects about relief aid and social rehabilitation for the refugees settled in Turkey in cooperation with the following of non-governmental organizations:

- Diakonie Katastrophenhilfe (DKH)
- Association for Aid and Relief, Japan (AAR Japan)
- Açık Toplum Vakfı
- Medicos Sin Fronteras Holland
- Her Majesty the Queen in Right of Canada
- Rewe Group
- The Office Of The United Nations High Commissioner For Refugees (UNHCR)
- The International Organization for Migration (IOM)
- European Commission
- GOAL International (Irish Aid)
- United Nations Children's Fund (UNICEF)
- Swiss Agency for Development and Cooperation
- PARC Inter Peoples' Cooperation (Parcic)
- Terre Des Hommes

The most supporting organization of STL in 2015 is DKH with the following listed projects and funds of amounting totally EUR 5.532.697.

	Amount in EUR
K-ASL-2014-4029	961.116
K-TUR-2014-4133	386.000
K-TUR-2015-4016	423.727
K-TUR-2015-4019	440.000
K-TUR-2015-4033	128.151
K-TUR-2015-4042	2.500.000
K-TUR-2015-4043	693.703
	5.532.697

18. Other (Cont'd)

DKH has a regional office in Istanbul for the management of the projects carried out both in Turkey and in West & Central Asia. In order to meet the operation expenditures done by the regional office in Istanbul, DKH has totally transferred the amount of EUR 423.727 to STL's bank accounts within the Project named "*DKH Regional Office West and Central Asia*" and numbered K-TUR-2015-4016. The financial information of the project is as follows:

	Amount in EUR
Funds transferred from DKH	423.727
Balance of the project 2014	36.273
I. Total Income	460.000
Payroll expense	345.705
Direct Project Expenses	44.865
Operating expenses	33.926
Material and equipment expenses	10.833
External services	8.550
II. Total Expenditures	443.879
III. Balance of the Project numbered	16.121