

**NIRENGI  
ASSOCIATION's**

**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT  
FOR THE PERIOD  
01.01,2018-12.31,2018**

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**NIRENGİ ASSOCIATION'S**

**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS  
FOR THE PERIOD 01.01,2018-12.31,2018**

We have audited the enclosed statement of activities and functional expenses dated 31 December 2018 of Nirengi Association expressed in Turkish Liras and its financial statements of the same year ending on the same date. The responsibility of these financial statements belongs to Association management. Our responsibility is to state opinion on these financial statements at the end of our audit.

Our audit has been carried out in accordance with International Standards on Audit. These standards require us to form our audit plan and work as to provide there is not a significant fault in the financial statements. Audit includes examination of the evidences, supporting balances and auxiliary notes contained in the financial statements. At the same time audit includes evaluation of implemented accounting principles, important assumptions made by the management and general submission way of financial statements. We believe that the audit carried out constitute a reasonable ground for stating an opinion.

In our opinion, the financial statements mentioned in first paragraph reflects the financial position of Nirengi Association as at 31 December 2018 and operational results of year ending on the same date accurately in accordance with Generally Accepted Accounting Standards in Turkey.

We did not participate in cash count of the company as of 31 December 2018 because that we are appointed as auditors after these dates.

*Istanbul, 7th June 2021*

**ULUSAL BAĞIMSIZ DENETİM VE YEMİNLİ MALİ MÜŞAVİRLİK A.Ş.**

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## NIRENGI ASSOCIATION'S

## STATEMENT OF INCOME AT DECEMBER 31, 2018

(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	Note	12.31,2018	12.31,2017
<b>INCOMES</b>	<b>3</b>		
Turnover From Previous Year		6.722	45.621
<i>Bank</i>		6.722	44.791
<i>Receivables</i>			830
Subscription		2.690	1.970
Donations from Countries Abroad		125.103	107.023
Donations from Government		79.210	
Other Donates		27.790	12.045
Borrowings			35.786
<b>TOTAL</b>		<b>241.515</b>	<b>202.445</b>

	Note	12.31,2018	12.31,2017
<b>EXPENSES (-)</b>	<b>4</b>		
Turnover From Previous Year (-)			
General Expenses (-)		(127.819)	(7.085)
Purpose and Service Expenses (-)			(188.639)
<i>Economic, Social and Development (-)</i>			(188.639)
Roll Over to Next Year		(113.696)	(6.722)
<i>Bank (-)</i>		(52.600)	(6.722)
<i>Receivables (-)</i>		(61.096)	
<b>TOTAL</b>		<b>(241.515)</b>	<b>(202.445)</b>



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**NOTE 1 – ASSEMBLY'S ORGANIZATION AND FIELD OF ACTIVITY**

The foundation is a non-governmental organization that works in the fields of individuals' living in accordance with human dignity, improving their psychosocial well-being and quality of life.

Nirengi Association, established in 11.04.2015 with Association Law number 5253.

The primary aim of the Nirengi Association is to contribute to individuals' living their lives in accordance with human dignity, increasing their psychosocial well-being and quality of life. For this purpose, it has been determined as sub objectives to work on psychosocial support, education, history, culture, management, science, art, social dialogue, economy, environment, development or to contribute to the support of institutions and organizations that carry out these studies.

The main areas of work of Nirengi Association were shaped based on the knowledge, and experience of the founders of the society; Psycho-social Support, Humanitarian Aid-Disaster and Emergency Management and Development, Direct Support for Vulnerable Groups, Advocacy and Networking, Policy Development, Social Dialogue and Development, Capacity Improvement and Research.

Most participants of the Organization's personal development, awareness, social responsibility, information-sharing and personal development workshops, later expressed a wide range of improvements such as improved skills of comprehending and solving problems, better parenthood, better relations with the family and relatives, being more self-confident and effective in work relations, internal peace and wellbeing and added that these workshops made their lives more fruitful and satisfactory.

Target group of the association is every part and every age group of the society. In particular, individuals and groups at risk (highly vulnerable) and institutions and organizations working with individuals and groups at risk also constitute the target group of the association.

The main areas of work of the Association are Advocacy and Networking, Quality and Accountability Standards (Sphere, INEE, CPMS, EU Guidelines for NGOs, etc.), Groups at Risk (women, children, individuals with special needs, minority groups, etc.) Support for Child Protection and Children's Rights, Humanitarian Aid-Disaster and Emergency Management and Development, Psycho-Social Support, Policy Making for Problem Areas, Social Dialogue and Development, Capacity Building and Research.

Nirengi Association prepares projects based on the needs analysis it collects. Within the framework of participatory approach, it develops projects with the support of groups that will benefit from the project and sharing ideas. Projects are submitted to funding organizations after they are written.



**NOTE 1 – ASSEMBLY'S ORGANIZATION AND FIELD OF ACTIVITY (cont'd)**

The Contact Information of Association is as follows:

**Address:** Nispetiye Neighborhood, Gazi Güçnar Street, Uygur İş Merkezi. Nu:4/A, Flat:1, Besiktas, ISTANBUL

**Telephone :** +90 212 337 27 31

**Fax:** +90 212 337 27 60

**Website:** www.nirengidernegi.org

Number of the members of the associaton on 2018 and 2017 is as follows;

Type of Membership	2018	2017
Principal	27	25
Honorary	1	1
<b>Total</b>	<b>28</b>	<b>26</b>

**NOTE 2- BASIS OF PRESENTATION OF FINANCIAL STATEMENTS**

**2.1 Basic Principles Regarding Presentation**

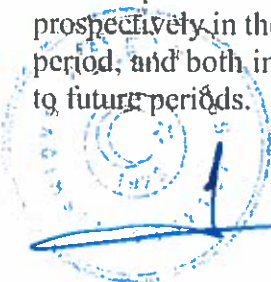
As of 2018 and 2017, the accounting records of the association were kept on the basis of the Business Account. For this reason, only income and expense statements have been prepared in the current period and the previous period.

The income and expense statements of the Association are measured and presented in Turkish Lira ("TL"), which is the mostly used currency.

**2.2 Amendments in the Accounting Policies**

If there are accounting policies that it has to apply for any transaction or event in accordance with the provisions of the relevant legislation, the association applies these policies, if there is no optional right or no policy is foreseen, taking into account the characteristics of useful financial information regarding these transactions and events, in order to provide a fair presentation. chooses the accounting policy appropriate to its conditions.

Significant changes in accounting policies and detected material inaccuracies are applied retrospectively if there is no other provision in the relevant standard and the financial statements of the previous period are rearranged. Changes in accounting estimates are applied prospectively in the current period when the change is made, if the change is related to only one period, and both in the period when the change is made and in the future period if it is related to future periods.



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## NOTE 2- BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

### 2.3 Amendments and Errors Relating to the Accounting Assumptions

Preparing of the income and expense tables, the management of the Association is required to make assumptions and estimates that will affect the reported assets and liabilities, determine the possible liabilities and commitments as of 2018, and the income and expense amounts as of the reporting period. Actual results may differ from estimates. Estimates are reviewed regularly, necessary corrections are made and reflected in the income and expense statement in the period they are realized.

### 2.4 Comparative Information and Adjustment of Prior Period Financial Statements

The financial statements of the Association are prepared in comparison with the previous period in order to enable the determination of the financial situation and performance trends. In order to comply with the presentation of the current period financial statements, comparative information is reclassified when deemed necessary and significant differences are disclosed.

### 2.5 Events after the reporting period

Events after the reporting period; It covers all events in favor of and against the Association between the end of the reporting period and the date of approval of the financial statements by the governing body (board of directors).

In the event that events requiring adjustment occur after the reporting period, the association adjusts the amounts recognized in the financial statements in accordance with this new situation. Non-adjusting matters after the reporting period are disclosed in the notes to the financial statements if they affect the economic decisions of users of the financial statements.

### 2.6 Summary of Significant Accounting Policies

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#### Revenue Recognition

Revenue refers to the income generated during the ordinary activities of the Association. Revenues are shown over the value reached after deducting value added taxes, returns, discounts and discounts.

Revenue is recognized when it can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the entity.

#### Tangible Assets

Property, plant and equipment are recognized at cost at initial recognition. Cost of a purchased tangible fixed asset; The purchase price after deducting commercial discounts and discounts consists of expenses related to the purchase and the costs of bringing the purchased property, plant and equipment to the intended condition by the Association's management.

NIRENGI ASSOCIATION'S

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2018  
AS AUDITED BY INDEPENDENT AUDITOR

(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

**NOTE 2- BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)**

**Impairment of Assets**

Intangible assets are recognized at cost at initial recognition. The cost of an intangible asset purchased; The purchase price, after deducting trade discounts and rebates, consists of expenses related to the purchase and the costs of restoring the purchased intangible asset to its intended condition by the Association's management.

**Comparable and Comparative Information**

Consistent accounting policies are applied periodically to ensure that the measurement and representation of the financial effects of similar transactions and events are consistent with the measurement and presentation of other companies.

In terms of comparative presentation, the income - expense statement and footnotes are presented to cover at least two reporting periods.

**NOTE 3- INCOME, FUNDS AND DONATIONS**

	01.01 12.31,2018	01.01 12.31,2017
Donations from Countries Abroad	125.103	107.023
Donations From Government	79.211	
Subscription	2.690	1.970
Other Donates	27.790	12.045
Borrowings		35.786
<b>TOTAL</b>	<b>234.794</b>	<b>156.824</b>
<b>Turnover From Previous Year</b>	<b>6.722</b>	<b>45.621</b>
<b>Total Income</b>	<b>241.515</b>	<b>202.445</b>





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STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2018  
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(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

**NOTE 4- EXPENSES (-)**

	01.01 12.31,2018	01.01 12.31,2017
General Administrative Expenses (-)	(127.819)	(7.085)
Purpose and Service Expenses (-)		(188.639)
<b>TOTAL</b>	<b>(127.819)</b>	<b>(195.724)</b>

	01.01 12.31,2018	01.01 12.31,2017
Take Over to Next Year	(113.696)	(6.721)
Bank (-)	(52.600)	(6.721)
Receivables	(61.096)	
<b>TOTAL</b>	<b>(113.696)</b>	<b>(6.721)</b>

*The distribution of general expenses for the periods 12.31,2018 and 12.31,2017 according to their qualifications is as follows;*

<b>General Administrative Expenses (-)</b>	<b>01.01 12.31,2018</b>	<b>01.01 12.31,2017</b>
Stationery Expenses (-)	(15.266)	(9.718)
Representation Hospitality and Accommodation Expenses (-)	(13.277)	(21.434)
Transportation and Fuel Expenses (-)	(1.187)	(11.696)
Accounting fee (-)	(1.400)	(4.353)
Consulting, Project Development and Translation Expenses (-)	(20.277)	(20.520)
Withholding Payment Expenses (-)	(10.231)	(16.244)
Project Service Expenses (-)	(20.756)	(43.629)
Education Expenses (-)	(25.920)	(36.375)
Design, Catalog and Graphics Expenses (-)	(13.521)	(21.988)
Other Expenses (-)	(5.984)	(9.767)
<b>TOTAL</b>	<b>(127.819)</b>	<b>(195.724)</b>





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**NOTE 5- NATURAL INCOMES AND PROFITS FROM OTHER TIVITIES**

None. (12.31,2017: None.)

**NOTE6- NATURAL EXPENSES AND LOSSES FROM OTHER ACTIVITIES**

None. (12.31,2017: None.)

