DÜNYA DOKTORLARI DERNEĞİ

Financial Statements, Footnotes and Independent Auditor's Report for the 1st January – 31st December 2019, 2018 and 2017 Periods

(Convenience Translation Into English Of Independent Auditor's Report Originally Issued In Turkish)

Bağımsız Denetim ve Yeminli Mali Müşavirlik A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF INDEPENDENT AUDITOR'S REPORT ORIGINALLY ISSUED IN TURKISH

INDEPENDENT AUDITOR'S REPORT

To the Executive Board of the
Dünya Doktorları Derneği

Qualified Opinion

We have audited the balance sheet of Dünya Doktorları Derneği ("Foundation") which comprise the statements of financial position as at December 31, 2019, 2018 and the statements of profit or loss for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion and according to the explanations given to us except for the effects of the matter described in the 'Basis for Qualified Opinion' section of our report ,in all material respects, the financial position of the Foundation as of December 31, 2019, 2018 and 2017, in accordance with the Regulations and MSUGT (General Communiqué on Application of Accounting System) (Note 2.1) presents properly and fairly.

Basis for Qualified Opinion

Considering the market conditions of the relevant service, sufficient and appropriate audit evidence could not be obtained for the consultancy expenses of the Foundation in the 2019 and 2018 operating periods amounting to 1.294.321 TL and 800.327 TL, respectively. Therefore, we are unable to express an opinion on related expenses.

Considering the market conditions of the relevant service, sufficient and appropriate audit evidence could not be obtained for the attorney expenses of the Foundation in the 2019 and 2018 operating periods amounting to 597.375 and 405.574 TL, respectively. Therefore, we are unable to express an opinion on related expenses.

Sufficient and appropriate audit evidence could not be obtained for the vehicle rental expenses of the Foundation in the 2019 operating period amounting to 1.975.046 TL. Therefore, we are unable to express an opinion on related expenses.

Responsibilities of Foundation Management and Those Charged with Governance for the Financial Statements

The Foundation management is responsible for the preparation and fair presentation of the financial statements in accordance with the "Foundations Regulation" ("Regulation") issued by the Ministry of Internal Affairs and the General Communiqués on Accounting System Application ("MSUGT") issued by the Ministry of Treasury and Finance and for this it is responsible for the internal controls deemed necessary by the management in order to ensure that the financial statements are prepared in a way that does not contain material misstatements arising from irregularity or error.

Bağımsız Denetim ve Yeminli Mali Müşavirlik A.Ş.

Auditor's Responsibilities for the Audit of the Financial Statements

In ındependent audit, the responsibilities of us as independent auditors are as follows:

Our responsibility is to express an opinion on these financial statements based on our independent audit. We conducted our audit accordance with the Auditing Standards published by the Public Oversight Accounting and Auditing Standards Authority. These standards must be planned and carried out in order to comply with code of ethics and to provide reasonable assurance that the audit is free from material errors in the financial statements.

Our independent audit involves performing independent audit procedures to obtain independent audit evidence about the amounts and disclosures in the financial statements. The independent audit procedures selected depend on our professional judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to error and/or fraud. In making those risk assessments, the Foundation's internal control system is taken into consideration. Our purpose, however, is not to express an opinion on the effectiveness of internal control system, but to design independent audit procedures that are appropriate for the circumstances in order to identify the relation between the financial statements prepared by the Foundation and its internal control system. Our independent audit includes also evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Foundation's management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained during our independent audit is sufficient and appropriate to provide a basis for our qualified audit opinion

Sadrettin Demiray is the auditor responsible for conducting and finalizing this independent audit.

Yeditepe Bağımsız Denetim ve Yeminli Mali Müşavirlik A.Ş.
(Associate member of PRAXITY AISBL)

Demiray

Sadrettin Demiray
Partner
İstanbul, 26 April 2021

TABLE OF CONTENTS

(Convenience translation of a report and financial statements originally issued in Turkish)

DÜNYA DOKTORLARI DERNEĞİ

STATEMENT OF FINANCIAL POSITIONS AS AT 31 DECEMBER 2019, 2018, 2017

(Currency in Turkish Lira ("TL") unless otherwise stated)

		Audited	*Audited*	*Audited*
ASSETS	**Not**	**31 December 2019**	**31 December 2018**	**31 December 2017**
Current Assets		**6.907.300**	**4.456.360**	**1.587.824**
Cash and Cash Equivalents				
1.Cash	3	7.515	7.749	8.913
2.Banks				
Time Deposit	3	--	--	--
Demand Deposit	3	6.675.437	3.414.807	1.451.434
Trade Receivables				
1.Advance Given	4	196.724	168.196	127.477
Other Receivables		1.624	5.750	--
Inventories				
1. Other Inventories	5	--	857.780	--
2. Advances given for fixed asset	5	26.000	2.078	--
Non-Current Assets		--	**135.984**	**458.870**
Tangible Assets				
1. Furniture and fixtures	6	5.286.661	2.382.806	555.934
2.Accumulated Depreciation (-)	6	(5.286.661)	(2.246.822)	(97.064)
Intangible Assets				
1. Leasehold improvements	7	1.065.459	1.004.681	98.366
2.Other Intangible Assets	7	284.355	17.407	--
3.Accumulated Depreciation (-)	7	(1.349.814)	(1.022.088)	(98.366)
TOTAL ASSETS		**6.907.300**	**4.592.344**	**2.046.694**

The accompanying notes form an integral part of these financial statements.

(Convenience translation of a report and financial statements originally issued in Turkish)

DÜNYA DOKTORLARI DERNEĞİ

STATEMENT OF FINANCIAL POSITIONS AS AT 31 DECEMBER 2019, 2018, 2017

(Currency in Turkish Lira ("TL") unless otherwise stated)

		Audited	*Audited*	*Audited*
LIABILITIES	**Not**	**31 December 2019**	**31 December 2018**	**31 December 2017**
Short-Term Liabilities		**1.827.402**	**685.660**	**269.893**
Trade Payables				
1.Other Trade Payables	8	7.063	3.808	6.302
Other Payables				
1. Due to personnel	9	1.077.898	--	--
Tax and Other Liabilities				
1. Tax Liabilities	10	374.786	372.720	119.657
2. For Employee Benefits	10	367.655	309.132	143.934
EQUITY		**5.079.898**	**3.906.684**	**1.776.801**
Previous Years Shortage (-)				
1. Previous Years Shortage (-)	11	3.906.684	1.776.801	2.594.738
Period Net Surplus				
1. Period Net Surplus/Shortage	11	1.173.214	2.129.883	(817.937)
TOTAL EQUITY AND LIABILITIES		**6.907.300**	**4.592.344**	**2.046.694**

The accompanying notes form an integral part of these financial statements.

(Convenience translation of a report and financial statements originally issued in Turkish)

DÜNYA DOKTORLARI DERNEĞİ

STATEMENT OF INCOME AND EXPENSES AS AT 31 DECEMBER 2019,2018,2017

(An amount expressed in Turkish Lira ("TL") unless otherwise expressed)

	Not	*Audited* 1 January – 31 December 2019	*Audited* 1 January – 31 December 2018	*Audited* 1 January – 31 December 2017
INCOME AND EXPENSES FROM OTHER OPERATING ACTIVITIE				
1. Donations and Aids (Operating Income)				
National Cash Donations	12	79.644.566	40.129.204	22.572.230
Donations and Aids in Kind	12	--	--	275.060
Other Operating Income	12	28.200	28.300	73.470
2. Other Income				
Foreign Exchange Gains	14	1.094.594	1.752.539	445.261
Profit Share Income	14	21.581	--	--
Other Incomes	14	200.823	--	--
3.Other Expenses (-)				
Foreign Exchange Losses (-)	15	(596.355)	(1.991.116)	(46.399)
Expenditure by Projects (-)	15	(39.312.164)	(18.332.898)	(16.461.549)
4.Operating Expenses (-)				
Administrative Expenses (-)	13	(39.906.249)	(19.453.556)	(7.670.461)
Finance Expenses (-)	16	(1.782)	(2.590)	(5.549)
PERIOD NET SURPLUS/SHORTAGE	11	**1.173.214**	**2.129.883**	**(817.937)**

The accompanying notes form an integral part of these financial statements.

NOTE 1 – ORGANIZATION AND NATURE OF OPERATIONS

Name and address of the association:

Dünya Doktorları Derneği ("Association")

Ömeravni Mh. İnebolu Sk. Ekemen Han No:1 Kat:2 D: 8-9 Beyoğlu Istanbul / Turkey

Information About the Association :

Dünya Doktorlar Derneği (DDD) is a non-governmental organization established in 2015 to provide humanitarian aid to people affected by natural and man-made disasters. DDD is a humanitarian, spiritual and independent non-governmental organization.

Dünya Doktorlar Derneği provides humanitarian aid to all refugees and needy persons in Turkey, especially to refugees who took refuge in Turkey after the start of consolidation in Syria since 2015. Since 2015, DDD has been carrying out health and MHPSS (Mental Health and Psycho-Social support) activities in Istanbul, Hatay and Izmir with various large grants from global donors.

Dünya Doktorlar Derneği is a member of Medecins du Monde, an international network of humanitarian organizations committed to meeting the health needs of vulnerable people around the world. Dünya Doktorlar Derneği carries out humanitarian aid activities in Cinderes and Afrin regions.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Applied Accounting Standards

The Foundation keeps its legal records on the basis of the car Regulation on Foundations System issued by the Ministry of Interior and the General Communiqués on the Application of the Accounting System issued by the Ministry of Treasury Finance.

2.2 Summary of Significant Accounting Policies

Significant accounting policies applied by the Foundation are listed beneath.

Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand and cash in transit. Cash and cash equivalents consist of short-term highly liquid investments, including time deposits generally having original maturities of three months or less.

Donations and Aids

Contributions and grants are criticized on the basis of cash on accounting. The in-kind and in-cash benefits are reflected in the records upon the transition of the Foundation.

Donations received in the shape of bills of exchange are followed under ''other debts "and" checks and notes receivable'' account in the balance sheet and the income is recorded when the solicitation is named.

Receivables and Payables

The receivables and debts of the foundation arising from the commercial and non-commercial transactions are taken within this category.

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

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (CONTIUNED)

2.2 Summary of Significant Accounting Policies (Contiuned)

Expenses
Expenses incurred under the aid activities are accounted for on a cash basis. In-kind benefits The Foundation is expensed when the control is changed.

Other expenses, including general administrative expenses, are realized on an accrual basis.

Inventories
Inventories within the scope of in-kind benefits are recorded at their estimated fair value.

Purchased stocks are accounted for on invoice values.

Property, plant and equipment
The historical cost of the tangible asset consists of the purchase price and non-refundable taxes and expenses to make the tangible asset available. . The cost of the tangible fixed asset purchased consist of the purchase price after deducting the commercial discounts and discounts, the expenses incurred in connection with the purchase process and the costs that can be directly attributed to the position and condition of the asset to be used by the management in the intended conditions..

	Useful Years
Furniture and fixtures	4-5 years

Explanations on Tax on Income

The Foundation is not subject to the Corporate Tax Law and is subject to the Law on Foundations numbered 5253. The Foundation has no commercial activity

NOTE 3 – CASH AND CASH EQUIVALENTS

	31 December 2019	**31 December 2018**	**31 December 2017**
Cash			
-Turkish Lira	7.515	7.749	8.913
Banks			
Bank Deposits - Current Account			
-Turkish lira	1.515.655	1.991.410	174.341
-Foreign Currency	5.159.782	1.423.397	1.277.093
	6.682.952	**3.422.556**	**1.460.347**

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

NOTE 4 – TRADE RECEIVABLES

	31 December 2019	31 December 2018	31 December 2017
Short Term Trade Receivables			
Deposits and Guarantees Given	196.724	168.196	127.477
	196.724	**168.196**	**127.477**

NOT 5 – INVENTORY

	31 December 2019	31 December 2018	31 December 2017
Other Inventory*	--	857.780	--
Order Advances Given	26.000	2.078	--
	26.000	**859.858**	**--**

* Other inventories at the end of 31 December 2018 consist of 857.780 TL drugs and medical supplies remaining in the funds of the Foundation as of the conclusion of the point. Advances given include advances made for the purchase of necessary materials and services in order to pack out the actions of the Foundation.

NOTE 6 – TANGIBLE ASSETS

	1 January 2018	Additions	Disposals	31 December 2018	Additions	31 December 2019
Cost						
Furniture and Fittings	555.934	1.852.135	(25.263)	2.382.806	2.903.855	5.286.661
Accumulated Depreciation (-)	(97.064)	(2.149.758)	--	(2.246.822)	(3.039.839)	(5.286.661)
Net book value	**458.870**			**135.984**		--

NOTE 7 – INTANGIBLE ASSETS

	1 January 2018	Additions	31 December 2018	Additions	31 December 2019
Maliyet					
Leasehold Improvements	98.366	906.315	1.004.681	60.778	1.065.459
Other Intengible Assets	--	17.407	17.407	266.948	284.355
Accumulated Depreciation (-)	(98.366)	(923.722)	(1.022.088)	(327.726)	(1.349.814)
Net book value	--	--	--	--	--

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

NOTE 8 – TRADE PAYABLES

	31 December 2019	31 December 2018	31 December 2017
Other Trade Payables (Communication, Elektricty, Water Debt)	7.063	3.808	6.302
	7.063	**3.808**	**6.302**

NOTE 9 – OTHER PAYABLES

	31 December 2019	31 December 2018	31 December 2017
Due To Personel	1.077.898	--	--
	1.077.898	**--**	**--**

NOTE 10 – TAXES PAYABLE

	31 December 2019	31 December 2018	31 December 2017
Taxes and Dues Payable	374.786	372.720	119.657
Social Security Premiums Payable	367.655	309.132	143.934
	742.441	**681.852**	**263.591**

NOTE 11 – EQUITY & RESERVES

	31 December 2019	31 December 2018	31 December 2017
Previous Years Surplus	3.906.684	1.776.801	2.594.738
Period Net Surplus/(Shortage)	1.173.214	2.129.883	(817.937)
	5.079.898	**3.906.684**	**1.776.801**

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

NOTE 12 – DONATION AND AIDS

	1 January – 31 December 2019	1 January – 31 December 2018	1 January – 31 December 2017
National Cash Donations	161.419	363.704	--
International Cash Donatios			
-Usd	4.217.370	--	--
-Eur	75.265.777	39.765.500	22.572.230
Donations In Forms	--	--	275.060
Incentive and Membership Fee Income	28.200	28.300	73.470
	79.672.766	**40.157.504**	**22.920.760**

NOTE 13 – OPERATIONAL EXPENSES

	1 January – 31 December 2019	1 January – 31 December 2018	1 January – 31 December 2017
Personnel Expenses	25.727.857	12.920.385	4.727.666
Depreciation Expenses	3.270.519	1.756.277	188.334
Consultancy, Consultancy and Legal Expenses	2.799.532	810.478	5.512
Car Rental Expense	1.975.046	583.737	705.178
Office Rent Expense	1.727.840	1.056.530	772.178
Expenditure by Projects	455.761	--	--
Domestic and Abroad Travel Expense	351.475	253.073	78.709
Car Fuel Expense	234.880	115.801	92.974
Other Expenses	3.363.339	1.957.275	1.099.910
	39.906.249	**19.453.556**	**7.670.461**

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

NOTE 14 – OTHER INCOME

	1 January – 31 December 2019	1 January – 31 December 2018	1 January – 31 December 2017
Foreign Exchange Gains			
-Usd	201.301	2.191	--
-Eur	893.293	1.750.348	445.261
Profit Share Income	21.581	--	--
Other Income			
-Previous Years Social Security Corparation Income	200.823	--	--
	1.316.998	**1.752.539**	**445.261**

NOTE 15 – OTHER EXPENSES

	1 January – 31 December 2019	1 January – 31 December 2018	1 January – 31 December 2017
Foreign Exchange Losses (-)			
-Usd	44.327	--	13.647
-Eur	552.027	1.991.116	39.575
Expenditures By Projects (-)			
-Donation In Cash Expense	12.945.184	6.750.031	8.406.664
- Donations In Forms Expense	26.366.980	11.572.841	8.054.119
- Project Participation Expenses	--	10.026	766
	39.908.518	**20.324.014**	**16.514.771**

NOTE 16 – FINANCIAL EXPENSES

	1 January – 31 December 2019	1 January – 31 December 2018	1 January – 31 December 2017
-EFT and Transaction Costs	1.785	2.586	5.549
	1.785	**2.586**	**5.549**

(Convenience translation of a report and financial statements originally issued in Turkish)

DÜNYA DOKTORLARI DERNEĞİ

NOTES FOR FINANCIAL STATEMENT OF 31 DECEMBER 2019, 2018 AND 2017

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

NOTE 17– FOREIGN EXCHANGE ASSETS AND LIABILITIES

As of 31 December 2019, 2018, 2017, the carrying values of the foreign currency denominated assets and liabilities are as follows:

	31 December 2019	31 December 2018
Foreign Exchange Assets (A)	5.159.780	1.423.398
Foreign Exchange Liabilities (B)	--	--
Net Exchange Position(A-B)	**5.159.780**	**1.423.398**

	31 December 2019		
	TL	**USD**	**EURO**
1. Banks	5.159.780	1.529	774.215
Total Assets	**5.159.780**	**1.529**	**774.215**
Total Liabilities	--	--	--
Net Foreign Currency Asset	**5.159.780**	**1.529**	**774.215**

	31 December 2018		
	TL	**ABD**	**EURO**
1. Banks	1.423.398	--	236.131
Total Assets	**1.423.398**	--	**236.131**
Total Liabilities	--	--	--
Net Foreign Currency Asset	**1.423.398**	--	**236.131**