Dünya Doktorları Derneği

Convenience Translation into English of
Financial Statements and Independent Auditors' Report
As at and for the Year Ended
31 December 2020

Aksis Uluslararası Bağımsız Denetim Anonim Şirketi

11 November 2021

This report includes 2 pages of independent auditors' report and 10 pages of financial statements together with their explanatory notes

Dünya Doktorları Derneği

Table of Contents

INDEPENDENT AUDITOR'S REPORT

To the General Assembly of the World Doctors Association

Independent Audit of Financial Statement

1) Opinion

We have audited the financial statements of Dünya Doktorları Derneği (the "Foundation"), which comprise the statement of financial position as of 31 December 2020, and the statement of profit or loss, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present the Association's financial position as of 31 December 2020, as well as its financial performance and cash flows for the accounting period ending on the same date, in all material respects, in accordance with the Regulation and MSUGT (Note 2.1).

2) Basic of Opinion

Our independent audit was conducted in accordance with the Regulation and MSUGT (Note 2.1). Our responsibilities under these standards are explained in detail in the Independent Auditor's Responsibilities for the Independent Audit of Financial Statements in our report. We declare that we are independent of the Association in accordance with the Code of Ethics for Professional Accountants ("Code of Ethics") published by the International Board of Professional Accountants Ethics Standards, and the ethical provisions in the legislation on independent auditing of financial statements. Responsibilities regarding ethics within the scope of the Code of Ethics and other legislation have also been fulfilled by us. We believe that the audit evidence we have obtained during the independent audit is sufficient and appropriate to base our opinion on.

3) 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 ("MSGUT") 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.

4) Independent Auditor's Responsibilities Regarding the Independent Audit of Financial Statements

In independent 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. There 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 risk of material misstatement of the financial statement, whether due to error and/or fraud. İn making those risk assessment, 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 is sufficient and appropriate to provide a basis for our opinion.

Çetin DÖNMEZ, SMMM
Partner

11 November 2021
İstanbul, Turkey
Aksis Uluslararası Bağımsız Denetim Anonim Şirketi

Dünya Doktorları Derneği

Statement of Financial Position

As of 31 December 2020

Currency: Turkish Lira ("TL")

CURRENT ASSETS	Not	Audited 31 December 2020	Audited 31 December 2019
Current Assets			
Cash And Cash Equivalents			
1.Cash	*3*	8.183	7.515
2.Banks			
-Demand Deposits	*3*	*20.343.030*	*6.675.437*
Trade Receivables			
-Advance Given	*4*	89.722	196.724
Other Receivables		1.624	1.624
Inventories			
1. Advances Given for Fixed Assets	*6*	17.199.356	26.000
Prepaid Expenses		49.999	--
TOTAL CURRENT ASSETS		**37.691.914**	**6.907.300**
NON- CURRENT ASSETS			
Tangible Assets			
1. Furniture and Fixtures	*8*	9.801.292	5.286.661
2. Accumulated Depreciation (-)	*8*	(9.801.292)	(5.286.661)
Intangible Assets			
1.Leasehold Improvements	*9*	1.408.654	1.065.459
2.Other Intangible Assets	*9*	394.451	284.355
3. Accumulated Depreciations (-)	*9*	(1.803.105)	(1.349.814)
TOTAL NON- CURRENT ASSETS		**--**	**--**
TOTAL ASSETS		**37.691.914**	**6.907.300**

LIABILITIES		Current Period 31 December 2020	Previous Period 31 December 2019
Short Term Liabilities			
1.Other Trade Payables	4	1.676	7.063
Other Payables			
1. Due to Personnel	5	464.626	1.077.898
Taxes And Other Liabilities			
1. Tax Liabilities	*7*	352.625	374.786
2. For Employee Benefits	*7*	365.254	367.655
TOTAL SHORT-TERM LIABILITIES		**1.184.181**	**1.827.402**
EQUITY			
Previous Years Shortage (-)			
1. Previous Years Shortage (-)	*11*	5.079.898	3.906.684
Previous Net Surplus			
1.Period Net Surplus/ Shortage	*11*	31.427.835	1.173.214
TOTAL EQUITY		**36.507.733**	**5.079.898**
TOTAL EQUITY AND LIABILITIES		**37.691.913**	**6.907.300**

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

Dünya Doktorları Derneği
Statement of Profit or Loss
For the Year Ended 31 December 2020
Currency: Turkish Lira ("TL")

	Not	Audited 1 January – 31 December 2020	Audited 1 January – 31 December 2019
INCOME AND EXPENSES FROM OPERATING ACTIVITIE			
1. Donations and Aids (Main Operating Income)			
National Cash Donations	*12*	124.298.163	79.644.566
Other Operating Income	*12*	27.950	28.200
2.Other Income			
Foreign Exchange Gains	*14*	4.756.053	1.094.594
Profit Share Income	*14*	3.983	21.581
Other Incomes	*14*	757	200.823
3. Other Expenses (-)			
Foreign Exchange Losses (-)	*14*	(1.669.969)	(596.355)
Expenditure by Projects (-)	*14*	(31.598.581)	(39.312.164)
Other Expenses		(2.285)	--
4.Operating Expenses (-)			
Administrative expenses (-)	*13*	(64.373.334)	(39.906.249)
Financial Expenses (-)	*15*	(14.902)	(1.782)
PERIOD NET SURPLUS / SHORTAGE		**31.427.835**	**1.173.214**

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

CONTENTS

1 Organization and Field of Activity of the Foundation

Dünya Doktorları Derneği ("Foundation" or "DDD")

Ömeravni Mh. İnebolu Sk. Ekemen Han No:1 Floor:2 D: 8-9 Beyoğlu İstanbul/Türkiye

Information about the Foundation:

Dünya Doktorları Derneği (DDD) is a non-government organization that was established in 2015 to provide humanitarian aid to the people who are affected by natural and man-made disasters. DDD is a humanitarian, impartial and independent NGO and is a member of the Doctors of the World (Médecins du Monde) international network of humanitarian organizations that is committed to meeting the health needs of vulnerable people globally.

Since 2016, DDD has been providing humanitarian aid and health services to people in need in Turkey, targeting migrants and particularly Syrian asylum seekers in Izmir, Istanbul and Hatay, who took refuge in Turkey after the beginning of the conflict in Syria. DDD has been continuing health and MHPSS activities since then with various large grants from global donors. Since 2018 Dünya Doktorları Derneği has also been providing health care services (including sexual and reproductive health, and MHPSS) through primary health care clinics in Northwest Syria.

2. Basis of Presentation of Financial Statements

2.1 Applied Accounting Standards

The Foundation keeps its legal records on the basis of the "Associations Regulation" issued by the Ministry of Internal Affairs and the General Communique on Accounting System Implementation published by the Ministry of Treasury and 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 cash in transit. Cash and cash equivalents consist of short-term highly liquid investment, including time deposits generally having original maturities of three months or less.

Donations and Aids

Contributions and grants are criticized on the basic of cash on accounting. The In-kind and 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 received" account in the balance sheet, and income is recorded when the solicitation is made.

Receivables and Payables

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

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.

2. Basic for Presentation of Financial Statements *(continued)*

2.2 Summary of Significant Accounting Policies *(continued)*

Stocks

Inventories within the scope of in-kind aids are recorded at their estimated fair values.

On the other hand, purchased stocks are accounted over invoice values.

Property, plants 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 of the asset to be used by the management in the intended conditions.

Intangible Assets

Amortization is calculated on a straight-line basis over the estimated useful lives of intangible assets, after deducting their estimated residual values from their costs, and is generally recognized in profit or loss. Amortization methods, useful lives and residual values are reviewed at each reporting date and adjusted, as necessary.

Explanations on Tax Applications

The Foundation is not a corporate tax or VAT payer according to the Turkish Tax Law. However, it cannot benefit from VAT exemption in its purchases. It also pays stoppage taxes and employee income taxes.

Currency: Turkish Lira ("TL")

3. Cash and Cash Equivalents

As of 31 December 2020, and 31 December 2019, the details of cash and cash equivalents are as follows:

	31 December 2020	31 December 2019
Cash		
- Turkish Lira	*8.183*	*7.515*
Banks		
Banks Deposits-Current Account		
- Turkish Lira	*8.886.540*	*1.515.655*
- EUR	*1.961.989*	*5.150.699*
- USD	*9.080.295*	*9.083*
- CHF	*414.206*	--
Total	**20.351.213**	**6.682.952**

There is no blockage in their deposits in banks (2019: None.)

4. Trade Receivables and Payables

Short Term Trade Receivables

As of 31 December 2020, and 31 December 2019, short-term trade receivables from unrelated parties are follows:

	31 December 2020	31 December 2019
Deposits and Guarantees Given	89.722	196.724
Total	**89.722**	**196.724**

Short Term Trade Payables

As of 31 December 2020, and 31 December 2019, short-term trade payables to third parties consist of the following items:

	31 December 2020	31 December 2019
Other Trade Payables	1.676	7.063
Total	**1.676**	**7.063**

5 Other Payables

Short Terms Other Payables

As of 31 December 2020, and 31 December 2019, other short-term payables to non-related parties are as follows:

	31 December 2020	31 December 2019
Due to Personnel	464.626	1.077.898
Total	**464.626**	**1.077.898**

6 Inventory

As of 31 December 2020, and 31 December 2019, the details of inventory consist of the following items:

	31 December 2020	31 December 2019
Order Advances Given	17.199.356	26.000
Total	**17.199.356**	**26.000**

Currency: Turkish Lira ("TL")

7 Taxes Payable

As of 31 December 2020, and 31 December 2019, the details of Taxes Payable consist of the following items:

	31 December 2020	31 December 2019
Taxes and Dues Payable	352.625	374.786
Social Security Premiums Payable	365.254	367.655
Total	**717.879**	**742.441**

8 Tangible Fixed Assets

The movement table of tangible fixed assets for the year ended 31 December 2020 is summarized as follows:

	1 January 2019	Additions	31 December 2019	Additions	31 December 2020
Cost					
Furniture and Fittings	2.382.806	2.903.855	5.286.661	4.514.631	9.801.292
Accumulated Depreciation (-)	(2.246.822)	(3.039.839)	(5.286.661)	(4.514.631)	(9.801.292)
Net Book Value	**135.984**		**--**		**--**

There is no mortgage on the fixed assets of the Association (31 December 2019: None).

9 Intangible Assets

Movements of intangible assets for the year ended 31 December 2020 are as follows:

	1 January 2019	Additions	31 December 2019	Additions	31 December 2020
Cost					
Leasehold Improvements	1.004.681	60.778	1.065.459	343.195	1.408.654
Other Intangible Assets	17.407	266.948	284.355	110.096	394.451
Accumulated Depreciation (-)	(1.022.088)	(327.726)	(1.349.814)	(453.291)	(1.803.105)
Net Book Value	**--**		**--**		**--**

10 Provisions, Contingent Assets and Liabilities

a Other Provisions

There is no lawsuit filed against the association. (31 December 2019: Not available.)

b Collateral – Pledge – Mortgages ("CPM")

As of 31 December 2020, the Association has not given any Collateral, Pledge and Mortgage (CPM). (31 December 2019: Not available.)

Currency: Turkish Lira ("TL")

11 Equity and Reserves

As of 31 December 2020, and 31 December 2019, the details of shareholders' equity are as follows:

	31 December 2020	31 December 2019
Past Year Surplus	5.079.898	3.906.684
Period Net Shortage /(Shortage)	31.427.835	1.173.214
Total	**36.507.733**	**5.079.898**

12 Donations and Aids

As of 31 December 2020, and 31 December 2019, the donation and aids details of the association are as follows:

Other İncomes	1 January- 31 December 2020	1 January- 31 December 2019
National Cash Donations	--	161.419
International Cash Donations		
-USD	*6.371.617*	*4.217.370*
-EUR	*111.739.541*	*75.265.777*
-CHF	*6.184.205*	--
Donations In Forms	2.800	--
Incentive and Member Fee Revenues	27.950	28.200
Total	**124.326.113**	**79.672.766**

13 Operating Expenses

As of December 31, 2020, and December 31, 2019, the operating expense details of the association including the General Management expenses are as follows:

Other Expense	1 January- 31 December 2020	1 January- 31 December 2019
Personnel Expenses	43.266.610	25.727.857
Depreciation Expenses	4.996.899	3.270.519
Consultancy, Consultancy and Legal Expenses	3.399.622	2.779.532
Car Rental Expenses	3.014.072	1.975.046
Office Rental Expenses	1.695.188	1.727.840
Project Expenses	825.770	455.761
Car Fuel Expenses	292.711	234.880
Domestic and International Travel Expenses	116.806	351.475
Other Expenses	6.765.656	3.383.339
Total	**64.373.334**	**39.906.249**

Currency: Turkish Lira ("TL")

14 Ordinary Income and Expenses

Other Income

As of 31 December 2020, and 31 December 2019, the details of other income are as follows:

Other Incomes	**1 January-31 December 2020**	**1 January-31 December 2019**
Foreign Exchange Gains		
-USD	*108.091*	*201.301*
-EUR	*4.557.206*	*893.293*
-CHF	*90.756*	--
Profit Share Income	3.983	21.581
Other	757	200.823
Total	**4.760.793**	**1.316.998**

Other Expenses

As of 31 December 2020, and 31 December 2019, other expenses are as follows:

Other Expense	**1 January-31 December 2020**	**1 January-31 December 2019**
Foreign Exchange Losses (-)		
-USD	*170.389*	*44.327*
-EUR	*1.464.657*	*552.028*
-CHF	*34.923*	--
Expenditures Project Expenses (-)		
-Donations In Cash Expense	*9.662.088*	*12.945.184*
-Donations In Forms Expense	*21.936.493*	*26.366.980*
Total	**33.268.550**	**39.908.519**

15 Financial Expenses

As of 31 December 2020, and 31 December 2019, financial expenses are as follows:

Other Income	**1 January-31 December 2020**	**1 January-31 December 2019**
EFT and Transaction Costs	14.902	1.782
Total	**14.902**	**1.782**

Currency: Turkish Lira ("TL")

16 Foreign Exchange Assets and Liabilities

As of 31 December 2020, and 2019, the recorded values (net) of the assets and liabilities of the Association in foreign currency are as follows:

	31 December 2020	31 December 2019
Foreign Exchange Assets (A)	11.456.489	5.159.781
Foreign Exchange Liabilities (B)	--	--
Total	**11.456.489**	**5.159.781**

Current Period				**31 December 2020**
	TL Equivalent	**ABD Dollar**	**EURO**	**CHF**
1.Banks	11.456.489	267.283	1.008.037	50.000
Total Assets	**11.456.489**	**267.283**	**1.008.037**	**50.000**
Total Liabilities	**--**	**--**	**--**	**--**
Net Foreign Currency Asset	**11.456.489**	**267.283**	**1.008.037**	**50.000**

Past Period				**31 December 2019**
	TL Equivalent	**ABD dollar**	**EURO**	**CHF**
1.Banks	5.159.782	1.529	774.471	--
Total Assets	**5.159.782**	**1.529**	**774.471**	**--**
Total Liabilities	**--**	**--**	**--**	**--**
Net Foreign Currency Asset	**5.159.782**	**1.529**	**774.471**	**--**

17 Events After the Reporting Period

Not available.