

report of
Stichting Free Yezidi
Almere
concerning
financial statements 2016

Amsterdam
January 16, 2018

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AUDITOR'S REPORT

To the management of
Stichting Free Yezidi
P/O Box 17350
1001 JJ Amsterdam

<i>Reference</i>	<i>Processed by</i>	<i>Date</i>
17.189	PNO/JWE	January 16, 2018

Dear board of directors,

We hereby send you the report regarding the financial statements for the year 2016 of your company .

1 AUDIT

In accordance with your instructions we have compiled the annual account 2016 of your company, including the balance sheet with counts of € 11,772 and the profit and loss account with a negative post-tax result of € 17,727.

2 ACCOUNTANT'S COMPILATION REPORT

To: the management

The financial statements of Stichting Free Yezidi at Almere have been compiled by us using the information provided by you . The financial statements comprise the balance sheet as at December 31, 2016, the profit and loss account and the cash flow statement for the year 2016 with the accompanying explanatory notes. These notes include a summary of the accounting policies which have been applied.

This compilation engagement has been performed by us in accordance with Dutch law, including the Dutch Standard 4410, "Compilation engagements", which is applicable to accountants. The standard requires us to assist you in the preparation and presentation of the financial statements in accordance with Guidelines of the Annual Reporting and art 2:10 of Book 2 of the Dutch Civil Code. To this end we have applied our professional expertise in accounting and financial reporting.

In a compilation engagement, you are responsible for ensuring that you provide us with all relevant information and that this information is correct. Therefore, we have conducted our work, in accordance with the applicable regulations, on the assumption that you have fulfilled your responsibility. To conclude our work, we have read the financial statements as a whole to consider whether the financial statements as presented correspond with our understanding of Stichting Free Yezidi. We have not performed any audit or review procedures which would enable us to express an opinion or a conclusion as to the fair presentation of the financial statements.

During this engagement we have complied with the relevant ethical requirements prescribed by the "Verordening Gedrags- en Beroepsregels Accountants" (VGBA). You and other users of these financial statements may therefore assume that we have conducted the engagement in a professional, competent and objective manner and with due care and integrity and that we will treat all information provided to us as confidential.

For further information on the nature and scope of a compilation engagement and the VGBA we refer you to www.nba.nl/uitleg-samenstellingsverklaring.

Amsterdam, January 16, 2018

NAHV Accountants B.V.



P.F. van Noort
Accountant-Administratieconsulent

3 GENERAL

3.1 Company

The activities of Stichting Free Yezidi mainly are assisting Yezidis in need. The foundation seeks to implement projects to protect and support the most vulnerable members of the Yezidi community.

3.2 Board

On December 31, 2016 the board of directors is formed by:

- P.S. Ibrahim
- T.P. Proeger
- Z.S. Ibrahim

4 RESULTS

4.1 Comparative overview

The result after taxation for 2016 amounts to negative € 18,000 compared to € 20,000 for 2015. The results for both years can be summarized as follows:

	Balance 2016	Budget 2016	Balance 2015	Difference 2016	VBDJ
	€	€	€	€	€
Income					
Donations	143,131	-	171,396	-28,265	143,131
Expenses					
Cost price	112,664	-	135,037	-22,373	112,664
Management and administration					
Employee expenses	33,684	-	13,065	20,619	33,684
Other operating expenses	13,294	-	2,775	10,519	13,294
Total of expenses	46,978	-	15,840	31,138	46,978
Result	-16,511	-	20,519	-37,030	-16,511
Financial income and expenses	-1,216	-	-616	-600	-1,216
Balance after taxation	-17,727	-	19,903	-37,630	-17,727

5 FINANCIAL POSITION

The balance sheet can be summarized as follows:

	<u>12/31/2016</u>	<u>12/31/2015</u>
	€	€
Long term funds:		
Foundation capital	9,005	26,732

This amount is applied as follows:

Receivables, prepayments and accrued income	449	1,856
Cash and cash equivalents	<u>11,323</u>	<u>27,222</u>
	11,772	29,078
Debit: Short-term debt	<u>2,767</u>	<u>2,346</u>
Working capital	<u>9,005</u>	<u>26,732</u>

We will gladly provide further explanations upon request.

Sincerely yours,
NAHV Accountants B.V.



P.F. van Noort
Accountant-Administratieconsulent

FINANCIAL REPORT

FINANCIAL STATEMENTS

Balance sheet as at December 31, 2016

Profit & loss account from 2016

Cash flow statement for the year ended 2016

Notes to the Statements

Notes to the balance sheet as of December 31, 2016

Notes to the profit & loss account from 2016

1 BALANCE SHEET AS AT DECEMBER 31, 2016

(After processing of the loss)

		December 31, 2016		December 31, 2015	
		€	€	€	€
ASSETS					
Current assets					
Receivables, prepayments and accrued income	(1)	449		1,856	
Cash and cash equivalents	(2)	11,323		27,222	
			11,772		29,078
			<u>11,772</u>		<u>29,078</u>
LIABILITIES					
Corporate capital					
	(3)		9,005		26,732
Current liabilities					
	(4)		2,767		2,346
			<u>11,772</u>		<u>29,078</u>

2 PROFIT AND LOSS ACCOUNT 2016

	Balance 2016	Balance 2015
	€	€
Income		
Donations	(5) 143,131	171,396
Lasten		
Cost price	112,664	135,037
Management and administration		
Employee expenses	(6) 33,684	13,065
Other operating expenses	(7) 13,294	2,775
Changes in value of financial assets and of securities	(8) 485	-
Interest and similar expenses	(9) 731	616
	<u>48,194</u>	<u>16,456</u>
	<u>160,858</u>	<u>151,493</u>
Result after tax	<u><u>-17,727</u></u>	<u><u>19,903</u></u>

3 CASH FLOW STATEMENT 2016

The cash flow statement has been prepared using the indirect method.

	2016		2015	
	€	€	€	€
Cash flow from operating activities				
Operating result	-16,511		20,519	
Adjustments for:				
Movement of working capital:				
Movement of accounts receivable	1,407		-1,856	
Movement of short-term liabilities (excluding short-term part of long-term debts)	421		2,346	
Cash flow from operating activities		-14,683		21,009
Interest paid	-731		-616	
Changes in value of financial assets and of securities	-485		-	
		-1,216		-616
Cash flow from operating activities		-15,899		20,393
Cash flow from financing activities				
Movement of share capital		19,903		6,829
		4,004		27,222
Compilation cash				
	2016		2015	
	€	€	€	€
Compilation cash at January 1		27,222		-
Movement of cash and cash equivalents		-15,899		27,222
Cash and cash equivalents at December 31		11,323		27,222

4 NOTES TO THE FINANCIAL STATEMENTS

GENERAL

This annual account is composed to the principle of historical cost, according to stipulations of the Guidelines of the Annual reporting and art 2:10 of the Dutch Civil Code.

Activities

The activities of Stichting Free Yezidi (CoC file 61279838), with registered offices in Almere mainly are assisting Yezidis in need. The foundation seeks to implement projects to protect and support the most vulnerable members of the Yezidi community.

Registered address

The registered and actual address of Stichting Free Yezidi (CoC file 61279838) is Almere.

PRINCIPLES OF VALUATION OF ASSETS AND LIABILITIES

Receivables and deferred assets

Upon initial recognition the receivables on and loans to participations and other receivables are valued at fair value and then valued at amortised cost, which equals the face value, after deduction of any provisions. The fair value and amortised cost equal the face value. Any provisions for the risk of doubtful debts are deducted. These provisions are determined based on individual assessment of the receivables.

Cash and cash equivalents

The cash is valued at face value. If cash equivalents are not freely disposable, then this has been taken into account in the valuation.

PRINCIPLES FOR THE DETERMINATION OF THE RESULT

General

The result is defined as the difference between the revenue from goods delivered and services performed on one hand and, on the other hand, the costs and expenses for that year, valued at historical costs.

Determination of the result

The result is determined based upon the difference between the nett turnover and the costs and other expenses taking into account the aforementioned valuation principles.

Donations

The nett turnover consists of revenue from the sale of goods during the reporting period after deducting discounts, rebates and value added taxes.

Gross margin

The gross operating profit and loss comprises nett turnover, the changes in inventories of finished goods and work in progress, work performed by the entity and capitalised, other operating income, cost price and cost of outsourced work and other external charges.

Financial income and expenses

Financial income and expenses comprise interest income and expenses for loans (issued and received) during the current reporting period.

PRINCIPLES FOR PREPARATION OF THE CASH FLOW STATEMENT

The cash flow statement has been prepared using the indirect method.

The funds in the cash flow statement consist of cash, short-term debt to finance companies and current securities.

Securities are considered to be highly liquid investments.

Cash flows in foreign currencies are converted at an estimated average rate.

Exchange rate differences concerning finances are shown separately in the cash flow statement.

Income and expenses related to interest, received dividend and profit taxes are included in the cash flow statement for operational activities. Dividend payments are included in the cash flow statement for financing activities.

Transactions which do not involve the exchange of cash resources, including financial leasing, are not included in the cash flow statement. The repayment part of lease term based on the financial lease contract is considered to be a financial activity expense, while the interest is considered to be an operational activity expense.

5 NOTES TO THE BALANCE SHEET AS OF DECEMBER 31, 2016

ASSETS

CURRENT ASSETS

1. Receivables, prepayments and accrued income

	<u>12/31/2016</u>	<u>12/31/2015</u>
	€	€
Prepayments and accrued income		
Accrued assets	-	1,407
Rent deposit	449	449
	<u>449</u>	<u>1,856</u>

2. Cash and cash equivalents

ING Bank EURO 6642318	6,135	24,558
ING-bank USD 20112173	253	2,610
KRI	3,687	-
Paypal € part of the account	676	-
Paypal \$ part of the account	572	-
Cash	-	54
	<u>11,323</u>	<u>27,222</u>

EQUITY AND LIABILITIES

3. Foundation capital

Other Reserves as per 1/1	26,732	6,829
Result	-17,727	19,903
	<u>9,005</u>	<u>26,732</u>

4. Current liabilities

Trade creditors

	<u>12/31/2016</u>	<u>12/31/2015</u>
	€	€
Amounts due to participants and to companies in which participation takes place		
Current account P.S. Ibrahim	<u>458</u>	<u>-</u>
		Balance to be analysed
		€
Current account P.S. Ibrahim		<u>458</u>
	<u>2016</u>	<u>2015</u>
	€	€
<i>Current account P.S. Ibrahim</i>		
Carrying amount as of January 1	-	-
Balance to be analysed	<u>458</u>	<u>-</u>
Carrying amount as of December 31	<u>458</u>	<u>-</u>
	<u>12/31/2016</u>	<u>12/31/2015</u>
	€	€
Taxes		
Wage tax	<u>366</u>	<u>2,346</u>
Other liabilities		
Business card account	<u>129</u>	<u>-</u>
Accruals and deferred income		
Audit costs	<u>1,814</u>	<u>-</u>

6 NOTES TO THE PROFIT AND LOSS ACCOUNT 2016

	Balance 2016	Balance 2015
	€	€
5. Donations		
Donations Globalgiving Foundation	5,781	141,319
Donations Paypal	16,098	13,391
Donations cheques	2,923	7,745
Donations - WFW	96,252	-
Donations - United Nations	15,298	-
Donations others	6,779	8,941
	<u>143,131</u>	<u>171,396</u>
Expenditures in local projects		
Building costs Xanke Camp	-	35,042
Advocay Mission	-	28,596
Donation Water for Kurdistan	-	27,110
Children Xanke Camp	-	9,551
Local Staff expenses	-	9,513
Local housing expenses	-	9,012
Education Xanke Camp	-	7,953
Transport costs	-	6,088
Supplies Xanke Camp	-	2,172
Project Prefab 2016	40,706	-
General travel expenses	16,958	-
Wage Kurdistan co-workers	55,000	-
	<u>112,664</u>	<u>135,037</u>
6. Employee expenses		
Wages and salaries	23,980	12,123
Social security charges	-	942
Other personnel costs	9,704	-
	<u>33,684</u>	<u>13,065</u>
<i>Other personnel costs</i>		
Milage	8,176	-
Taxfree allowance	1,520	-
Canteen costs	8	-
	<u>9,704</u>	<u>-</u>
Staff		

At partnership during 2016, 2 employees were employed (2015:2).

	Balance 2016	Balance 2015
	€	€
7. Other operating expenses		
Operating costs	47	-
Office expenses	3,529	2,168
Selling and distribution expenses	-	607
General expenses	9,718	-
	<u>13,294</u>	<u>2,775</u>
<i>Operating costs</i>		
Minor assets	47	-
<i>Office expenses</i>		
Office supplies	2,840	441
Automation costs	462	232
Telephone and Internet	-	1,236
Postage	227	259
	<u>3,529</u>	<u>2,168</u>
<i>Selling and distribution expenses</i>		
Advertising expenses	-	607
<i>General expenses</i>		
Audit costs	5,765	-
Fiscal fine	208	-
Other general expenses	3,745	-
	<u>9,718</u>	<u>-</u>
Financial income and expenses		
8. Changes in value of financial assets and of securities		
Exchange results securities	-485	-
9. Interest and similar expenses		
Bank expenses	-731	-616