

# PUBLIC BENEFIT SIMPLIFIED ANNUAL REPORT

2021

## 1. Data of the organization

1.1 Name: **Minority Rights Group Europe Service Providing Nonprofit PLC**

1.2 Seat: 1034 Budapest, San Marco Street 56. 4/2

1.3 Statistical code: 22272526-9499-572-01

1.4 Company reg. no.: 01-09-906377

1.5 Represented by: Zsolia Farkas managing director

## 2. Presentation of activities as a key objective in 2021

### 2.1 Education Appeal (EDU21)

Within this program we supported two school projects in 2021: *Raise your voice! Awareness raising of Roma youth in Serbia on discrimination* project by Praxis in Serbia and *Roma Communities – Uzghorod* by Blago in Ukraine. The program is financed by Minority Rights Group International's BBC Appeal.

Praxis in Serbia organises workshops and other events at schools with the help of two Roma educational mediators for Roma and non-Roma students in two municipalities to raise awareness about discrimination against Roma and to improve interethnic relationship among Roma and non-Roma students. The project will end in 2022.

Blago based in Uzghorod provides special tutoring for Romani children, who may fall behind in school, and need to 'catch up', to be properly integrated into the new school year in September. The program also supports older children, who may have missed examinations and course work, due to the need to work for their families, to complete qualifications. The grant of 3500 GBP supported 20 children and young people over the summer 2021. The majority of Romani in Uzghorod belong to the Hungarian language minority.

### 2.2 Global Minority Rights Summer School

MRG also supported the Global Minority Rights Summer School, taking place in Hungary, between 5-16.07.2021 in cooperation with the National University of Public Service and the Tom Lantos Institute. The summer school supported minority rights activist from around the world, to take part in this intensive program, featuring prominent experts in the field of human rights, including several UN rapporteurs. The annual school prepares students and activist for future work in the field of human rights protection and academia.

### 2.3 Reporting Effectively on Development, Minorities & Migration (MM1)

The 3.5-year project, financed by the EU and in the first year by the International Visegrad Fund started in 2017.

Partners: Gender Project for Bulgaria Foundation, Bulgaria; Cracow University of Economics, Poland; The Human Rights League, Slovakia.

The goal of the project is to increase awareness in the society about the relationship between the EU and developing countries in the field of poverty, migration and exclusion of minorities, and to facilitate media coverage by developing the capabilities of journalists and media students in the four target countries, Bulgaria, Poland, Hungary and Slovakia, in reporting on poverty, minorities and migration.

We awarded 1 internship and 5 stipends to journalists to report individually. Thanks to all these, dozens of articles, reports were published by mainstream media outlets in the four countries, covering issues related to minorities and migration.

A journalism award rewarding the best publications in development journalism was founded in every participating country. Applications were evaluated by an independent jury.

We developed an online resource material for journalists and journalist students in the four countries. The resource was launched in May 2021.

In addition, two documentary films (titled Stolen Fish and Even After Death) were also produced as part of the project, and both of them were invited to more than 60 international film festivals, reaching over 60.000 people.

We have published the Key Trends Report, which was translated to Hungarian, Slovakian and Polish reaching cca. 1.000 people.

## **2.4 Supporting Religious Pluralism and Respect for FoRB across South Asia (SA1)**

This action brings together an existing regional network – the South Asia Collective (SAC) – with three established research and advocacy organizations, which will provide support to strengthen and scale-up this initiative. Drawing on MRGE's expertise in regional network building, this initiative was developed in direct collaboration with the two co-applicants – the Center for Equity Studies (CES-Misaal) (New Delhi) and Social Science Baha (SSB) (Kathmandu) – as well as the remaining members of the SAC.

Partners: CES is a leading New Delhi-based institution engaged in research and advocacy on issues of social justice. Misaal, a division of CES, is minority rights resource centre which anchors the SAC, and is engaged in supporting grassroots advocacy on minority rights and FoRB (freedom of religion or belief), tracking hate crimes against minorities, and supporting access to justice in India. SSB is a prominent Kathmandu-based research organization which aims to promote and enhance the study of social sciences, with a focus on areas including gender, social inclusion, and governance.

The project strengthens and increases capacity of a network of human rights defenders (HRDs), researchers and organizations across South Asia working securely and collaboratively to promote the rights of religious minorities, by creating a platform through which issues can be shared.

Due to covid pandemic the 2-day regional meeting was held online from 18 – 19 August 2021. SAC partners and small grantees participated. In 2021 two online trainings were organized for the SAC partners and small grantees. First on international advocacy for the rights of religious minorities, held on 23rd and 24th August 2021. Second on digital security on 30th and 31st August



2021. During the feedback session the participants stated the trainings to be helpful in their advocacy work to be carried out more securely at all levels.

SAC was reached out and participated in organizing UNSRMI's regional forum for the Asia Pacific, which was held from 7 – 8 September 2021.

As a result of our Indian small grant partner JANA VIKAS' work these members of parliament raised minority issues in the assembly. As a result, the status of minorities was reviewed on all the district of Odisha.

SAC led design and planning of a side event focusing on "the challenge of preventing and countering online hate speech against minorities in South Asia".at 46th session of UNHRC.

SAC did a submission in June 2021 on the call of UN Special Rapporteur on Minority Issues. 'Minorities, Equal Participation, Social and Economic Development, and the 2030 Agenda for Sustainable Development'.

The 2021 report 'Hate Speech Against Minorities' was launched in a public online event that served as the international launch of a multi-country report on hate speech in South Asia. The report, is 3rd in a series of annual reports on minority rights in South Asia, was researched and written by members of the SAC.

SAC issued bulletins every year, these were disseminated to the SAC's email list of 770 recipients and were also shared on SAC's website and social media pages. The bulletin #5 garnered 10549 views. Bulletin #6 public webpage received a total of 1071 page views. The Bulletin #7 public webpage received a total of 1660 page views and also received 24000 page engagements on Facebook page.

In 2021 a total of 17 sub-grants were administered to mostly minority NGOs.

## **2.5 Protecting the Rights of Religious Minorities**

Our program aims to improve the situation of religious minorities in South Asia, South East Asia and the MENA countries. This program kicked off in October 2019 and is funded by the Norwegian Agency for Development Cooperation (Norad).

Partners: Ceasefire (UK), The Norwegian Centre for Holocaust and Minority Studies, HL-Senteret (Norway), Minority Rights Group International (UK)

This initiative supports minority activists & organizations as they work towards strengthening the rights of minorities of faith and belief and combatting the discrimination, prejudices and persecution in the Middle East and North Africa and South & Southeast Asia. With the aim of targeting up to 15 countries, the project will benefit local communities so they can jointly : a) monitor and report on the violations religious minorities experience, b) raise awareness amongst key stakeholders of the human rights violations, persecution and discrimination these communities face, c) work to promote inter-faith understanding and inter-community cooperation and last but not least d) campaign from local to international levels to secure commitments from key stakeholders to improve the situation of religious minorities.

The project seeks to strengthen capacities & protection of religious minority activists, improve collaboration within civil society at national and regional levels across Asia & MENA on identifying, preventing and challenging religious persecution and discrimination and on building inter-faith understanding, improve systems for collecting and reporting religious minority rights,

increasing the attention of local /national authorities, regional bodies and UN human rights mechanisms and/or other actors to religious persecution and discrimination and increased willingness to take active steps to prevent & combat violations & discrimination.

In 2021, continuing with its focus on building the capacity of religious minority human rights defenders and advocacy for freedom of religion and belief we completed 3 more rounds of our English online course in minority rights advocacy with 90 graduates; completed two regional network meetings (22 participants in Asia, 10 participants in MENA); trained 10 participants in UN advocacy mechanisms and mentored their participation in the UN Forum on Minority Issues. Our online conflict monitoring platform collected 703 reports of human rights violations, that was used to inform a report on the conflict in Syria. We released our annual Peoples Under Threat index, submitted two alternative reports to the UN, and developed a web narrative manual to be used in online education on inter-faith coexistence. In 2021 MRG supported 17 CSOs to implement local advocacy projects throughout our 15 target countries and directly supported 4 HRDs that were facing risks as a result of their human rights work.

## **2.6 Roma Equality through Increased Legal Access (REILA)**

This is a 2-year EU-funded project which started on 1 September 2020. The project aims to promote and protect the rights of Roma victims of discrimination by raising society's and stakeholders' awareness, enhancing implementation of non-discrimination legislation and empowering Roma to seek legal remedies, in Hungary and Serbia.

Partners: Praxis (Serbia) and Idetartozunk/We Belong Here Association (Hungary)

In March 2021, MRGE together with partners published a report on the different fields of discrimination against the Roma, obstacles in their access to justice, legal practitioners' knowledge about anti-discrimination legislation, and providing an analysis of national and local policies related to anti-discrimination in both countries. The reports, published in national languages and English, were based on empirical and desk research conducted in the first phase of the project. Beyond the national reports, a comparative report was also published. The reports were launched at two online events attended by CSOs, activists and representatives of the equality body in both countries. The report was disseminated and accessed by hundreds of different stakeholders and raised great interest. In September-October, an online course was offered for various target groups. In this framework, partners trained 21 lawyers (11 in Serbia, 10 in Hungary), 12 CSO representatives (6 in Serbia, 6 in Hungary) and 15 Roma activists (10 in Serbia, 5 in Hungary) on anti-discrimination legislation and available legal remedies and legal fora. From November, 3 trained Roma mediators started to conduct field visits to identify discrimination cases in both countries. Partners in Serbia and trained attorneys in Hungary provide free legal aid for Roma victims of discrimination and some cases have already been reported to the national equality body. As part of the international advocacy, MRGE supported partners to submit shadow reports to different regional or international organizations. In March, Praxis submitted a shadow report to the European Commission's 2021 Serbia Annual Report while Idetartozunk submitted a 2-pager for the Universal Period Review of Hungary that was held in November at the UN.

MRGE administered funds on behalf of MRG London raised through an appeal through BBC in 2020 to Praxis that will serve as a match funding for the project. Praxis will use the funds to organise workshops and other events at schools with the help of two Roma educational mediators for Roma and non-Roma students in two municipalities to raise awareness about discrimination against Roma and to improve interethnic relationship among Roma and non-Roma students.



## **2.7 MARC - TURKEY (Minorities, Accountability, Rights, Collaboration)**

This is a three-year project started on 1st February 2021, funded by a financial instrument called EIDHR, which is related to external action of the EU. This project is overseen by the Commission's Directorate General for Neighborhood and Enlargement Negotiation.

The objective of the project is to contribute to the full realization of the rights of ethnic, religious, and linguistic minorities in Turkey to establish a strong network of minority rights defenders, monitor and document violations of minority rights, produce and publish authoritative reports and carry out linked advocacy to increase awareness of the situation of the minorities in Turkey.

A consecutive thematic training programs was organized remotely due to pandemic restrictions and lockdown in the framework of the project with 29 individuals (17 female and 12 male) from following minority communities in Turkey: Armenian, Syriacs, Nusayri (Arab Alewi), Yazidi, Kurdish with Sunni background, Laz, Abhaz, Pomak, Kurdish with Alewi background, Hemshin, Oseth, Circassian, Zaza with Sunni background, Zaza with Alewi and Roma. Thematic trainings were held in August-September 2021 on anti-discrimination, advocacy, national and international good examples in advocacy, monitoring and evaluation and national and international legal framework regarding advocacy. These trainings have contributed significantly to strengthen and increase capacity of a network of human rights defenders and organizations working securely and collaboratively to promote the rights of minorities in Turkey. MRGE also supported the establishment of the Minority Network in Turkey and held two Network Meetings in September and December 2021.

## **2.8 Learning and collaborating on countering hate speech in Turkey and new EU Member States**

This is a 15-months EU-funded project under Supporting Civil Society Dialogue Between EU and Turkey Grant Scheme (CSD-VI) and started on 1st April 2021.

Partner: Hrant Dink Foundation, is an organization established following the 2007 assassination of Hrant Dink, a prominent Turkish- Armenian journalist, to carry on Hrant's dreams. The organization's specific goals are to monitor hate speech in Turkey to study history from a non-nationalist perspective especially using oral history, build relationships between Turkey, Armenia and Europe to improve democratization and human rights in Turkey.

The project aims to strengthen the capacities of CSOs in Turkey to counter hate speech against vulnerable groups as migrants and ethnic/religious minorities in printed and online media through designing and implementing counter narrative campaigns. Furthermore, the project's goal to provide a platform for networking between CSOs from Turkey and (new) EU member states to share good practices and develop dialogue partnership.

In order to achieve project goals in the framework of the project, two trainings were organized in October 2021 for 30 CSO representatives working on minority rights, communication, law, media, women, human rights, migrants' rights, children, youth, LGBTBI+ and disabilities in Turkey on countering hate speech in media. Trainings covered Stereotype, prejudice, discrimination and hate speech, hate speech in print media, inclusive discourse for countering hate speech, strategies to counter hate speech in online media, counter-speech campaign video production within the

context of countering hate speech, successful campaign implemented in Europe to counter hate speech and successful campaigning from Europe.

## **2.9 Equality for Roma through Enhanced Legal Access (ERELA)**

This is a 2-year EU-funded project which started on 1 February 2021. The project aims to promote and protect the rights of Roma victims of discrimination by raising society's and stakeholders' awareness, enhancing implementation of non-discrimination legislation and empowering Roma to seek legal remedies, in Croatia and Bulgaria.

Partners: Center for Interethnic Dialogue and Tolerance Amalipe (Bulgaria) and Information Legal Center (Croatia)

Between March and June, Partners conducted research in both countries on the different fields of discrimination against Roma, obstacles in their access to justice, legal practitioners' knowledge about anti-discrimination legislation, and providing an analysis of national and local policies related to anti-discrimination. The research was comprised of both desk research and focus group interviews with various target audiences (Roma community members, Roma women, CSOs, Roma activists and legal practitioners). The findings of the research were included in a comparative report in three different language versions: Croatian, Bulgarian and English. The reports were launched at two online events in October, attended by decision-makers and representatives of the equality body in both countries. The reports raised great interest among various stakeholders and had significant media coverage. It was disseminated and accessed by hundreds of different stakeholders. Between October and December, partners trained 14 lawyers (7 in Bulgaria, 7 in Croatia), 21 CSO representatives (8 in Bulgaria, 13 in Croatia) and 60 Roma activists (48 in Bulgaria, 12 in Croatia) on anti-discrimination legislation and available legal remedies and legal fora. From December, trained Roma mediators started to conduct field visits to identify discrimination cases. Partners will provide free legal aid for Roma victims of discrimination, and some cases will be reported to the national equality body in 2022.

## **3. The public benefit activities**

### **3.1 Field of activities:**

Education, skill development, dissemination of knowledge, promoting equal opportunities for the socially disadvantaged groups, protecting human and civil rights.

### **3.2 Laws relating to public benefit activities:**

Supporting public education is a public task according to Sections 73. § -75 of the CXL. Act of 1997 on Museum Institutions, Public Library Benefits and Public Education.

The protection of the rights of national minorities, the guarantee of equal human dignity is a public task, which is enshrined in Articles I, II, XV (2) of the Constitution of Hungary as well as in the CXXV Act of 2003 on Equal Treatment and Promotion of Equal Opportunities Section 4 a) and b) and CLXXIX Act of 2011 on the Rights of Nationalities in Sections 3 - Section 10.

### **3.3 Target group of activities: ethnic, linguistic and religious minorities.**



**3.4 Persons benefitting from key activities:** 14 partner organizations, 35 lawyers, 151 activists CSO representatives and journalists, 32 mainly minority sub-grantees, and additional approximately one million decision makers, stakeholders, policy representatives and media audience.

**3.5 Main achievements of the organization:**

See Point 2.

#### 4. Balance sheet and Profit and Loss statements of the Public benefit report

##### 4.1 Balance sheet of the Public benefit report

#### BALANCE of the Public benefit report "A" version

##### Assets

31.12.2021

data: in KHUF

No.	Item	Previous year	Modifications of previous years	Current year
a	b	c	d	e
01.	<b>A. Fixed Assets</b> (02.+04.+06.lines)	<b>453</b>		<b>833</b>
02.	I. Intangible assets			
03.	02. line including: adjusted value of intangible assets			
04.	II. Tangible assets	<b>453</b>		<b>833</b>
05.	04. line including: adjusted value of tangible assets			
06.	III. Financial investments			
07.	06.line including: adjusted value of financial investments			
08.	<b>B. Current Assets</b> (09.+10.+11.+12. lines)	<b>308 527</b>		<b>310 464</b>
09.	I. Inventories			
10.	II. Receivables	<b>63 933</b>		<b>56 169</b>
11.	III. Securities			
12.	IV. Liquid Assets	<b>244 594</b>		<b>254 295</b>
13.	<b>C. Accrued and deferred assets</b>	<b>683 124</b>		<b>514 175</b>
14.	<b>Total Assets (01+08+13 lines)</b>	<b>992 104</b>		<b>825 472</b>



# BALANCE of the Public benefit report "A" version

## Liabilities

31.12.2021

data: in kHUF

No. a	Item b	Previous year c	Modifica- tion(s) of previous years d	Current year e
15.	<b>D. Equity</b> (16+18+19+20+21+22+23.sor)	-32 527		9 151
16.	I. Subscribed Capital	3 000		3 000
17.	16.line including: ownership shares repurchased at face value			
18.	II. Subscribed Capital Unpaid (-)			
19.	III. Capital reserve			
20.	IV. Retained earnings	- 23 899		- 59 426
21.	V. Tied-up reserve	23 899		23 899
22.	VI. Re-valuation reserve			
23.	VII. After tax results	-35 527		41 678
24.	<b>E. Provisions</b>			
25.	<b>F. Liabilities (26+27+28 lines)</b>	1 022 341		815 010
26.	I. Subordinated liabilities			
27.	II. Long-term liabilities	459 024		548 064
28.	III. Short-term liabilities	563 317		266 946
29.	<b>G. Accrued Expenses and Deferred Income</b>	2 290		1 311
30.	<b>Total liabilities and funds (15+24+25+29 lines)</b>	992 104		825 472

#### 4.2 Profit and Loss Statement of the Public benefit report 1.

data: in kHUF

Item b	Previous year c	Modifica- tio(s) of previous year d	Current year e
1. Total sales	1 863		
2. Own performance capitalized			
3. Other income	371 432		384 051
From which::			
- membership fee			
-payment form founder	48 925		36 542
-grants	322 418		347 503
-from which donations:	89		6
4. Income from financial transactions	5 031		1 258
A. Total Income (1+-2+3+4)	378 326		385 309
From which: income from public benefit activities	378 326		385 309
5. Material costs	85 748		81 054
6. Staff costs	43 342		45 245
from which costs of executive staff	7 597		7 998
7. Depreciation	405		1 002
8. Other Expenses	222 331		188 819
9. Expenses on financial transactions	62 027		27 511
B. Total Expenses (5+6+7+8+9)	413 853		343 631
From which expenses of public benefit activities	413 853		343 631
C. Total income before taxes (A-B)	-35 527		41 678
10. Tax payable			
D. Net income (C-10.)	-35 527		41 678



### 4.3 Profit and Loss Statement of the Public benefit report 2.

*Data in kHUF*

	<b>Core activity</b>		<b>Business Activity</b>		<b>Total</b>	
	Previous year	Current year	Previous year	Current year	Previous year	Current year
A. Support from central government budget						
From this: - normative support						
B. Local government support						
From this: - normative support						
C. Support from the European Union Structural Funds and the Cohesion Fund						
D. Support from the European Union budget or from another State, or international organization	<b>322 418</b>	<b>347 503</b>			<b>322 418</b>	<b>347 503</b>
E. From 1% of the personal income tax.						
F. Income from public utility service						
G. Donations						

The data are supported by audit.

### 5. Grants given for target group

	Previous year	Current year
<b>Support for other NGOs</b>	<b>222 331</b>	<b>188 819</b>
<b>Total</b>	<b>222 331</b>	<b>188 819</b>

## 6. Allowance given to executives

Description	Previous year	Current year
<b>Wages and taxes</b>	<b>7 597</b>	<b>7 998</b>
Total	<b>7 597</b>	<b>7 998</b>

## 7. Indicators used for determining public benefit status (thousand HUF)

Basic data	Previous year (1)	Current year (2)
<b>B. Total revenues</b>	<b>378 326</b>	<b>385 309</b>
out of which:		
<b>C. 1% of the income tax</b>		
<b>D. Income from public utility services</b>		
<b>E. Normative support</b>		
<b>F. Grant from EU structural and cohesion funds</b>		
<b>G. Corrected revenue [B-(C+D+E+F)]</b>	<b>378 326</b>	<b>385 309</b>
<b>H. Total costs</b>	<b>413 853</b>	<b>343 631</b>
<b>I. Costs of staffing</b>	<b>43 342</b>	<b>45 245</b>
<b>J. Costs of public benefit activities</b>	<b>413 853</b>	<b>343 631</b>
<b>K. Profit after taxes</b>	<b>-35 527</b>	<b>41 678</b>
<b>L. Number of volunteers</b>	<b>3</b>	<b>2</b>
<i>Resource indicators</i>	<i>Performance indicators</i>	
	<i>Yes</i>	<i>No</i>
$[(B1+B2)/2 > 1.000.000, - HUF]$	<b>X</b>	
$[K1+K2 \geq 0]$	<b>X</b>	
$[(I1+I2-A1-A2)/(H1+H2) \geq 0,25]$	<b>X</b>	
<i>Indicators of social support</i>	<i>Performance indicators</i>	
$[(C1+C2)/(G1+G2) \geq 0,02]$		<b>X</b>
$[(J1+J2)/(H1+H2) \geq 0,5]$	<b>X</b>	
$[(L1+L2)/2 \geq 10 ppl]$		<b>X</b>



## 8. Grants

Name of the grant:	<b>Education Appeal – EDU21</b>
Name of supporter:	Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	01.03.2021 - 01.08.2022
Funding:	8 656.2 EUR
- for 2021:	1 495 kHUF
- used in 2021:	1 477 kHUF
- sent in 2021:	0 HUF (0 EUR)
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	0 kHUF
Material	1 477 kHUF
Total:	1 477 kHUF
<b>Introduction of support in the given year</b>	
See 2.1	

Name of the grant:	<b>Reporting Effectively on Development, Minorities &amp; Migration (CSO-LA/2017/388-349) – MM1</b>
Name of supporter:	a) European Union b) International Visegrad Fund (21730319) c) Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	a) 42 months (11.10.2017 – 10.03.2021) b) 12 months (15.02.2018 – 22.01.2019) c) 42 months (2017.10.11 – 2021.03.10)
Funding:	a) 1 202 018.19 EUR b) 17 285.28 EUR c) 97 220.51 EUR
- for 2021:	a) 72 294 kHUF b) 0 HUF c) 15 173 kHUF
- used in 2021:	a) 20 649 kHUF b) 0 HUF c) 15 173 kHUF
- sent in 2021:	a) 18 206 kHUF (49 265.19 EUR) b) 0 HUF c) 0 HUF
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	2 597 kHUF
Material	33 225 kHUF
Total:	35 822 kHUF
<b>Introduction of support in the given year</b>	
See 2.3	

Name of the grant:	<b>Supporting Religious Pluralism and Respect for FoRB across South Asia (EIDHR/2018/400-439) – SA1</b>
Name of supporter:	a) European Union b) Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	a) 01.11.2018 – 31.01.2022 b) 01.11.2018 – 31.01.2021
Funding:	a) 494 681 EUR b) 8 849 EUR
- for 2021:	a) 73 893 kHUF b) 0 HUF
- used in 2021:	a) 73 893 kHUF b) 0 HUF
- sent in 2021:	a) 51 747 kHUF (144 463.86 EUR) b) 0 HUF
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	10 423 kHUF
Material	63 470 kHUF
Total:	73 893 kHUF
<b>Introduction of support in the given year</b>	
See 2.4	



Name of the grant:	<b>Protecting the Rights of Religious Minorities (QZA-0825 QZA-18/0410) - NRD</b>	
Name of supporter:	a) Norwegian Agency for Development Cooperation (NORAD) b) Minority Rights Group International	
Source of funding:	Central government budget	
	Local government budget	
	International source	X
	Other	
Duration:	a)	1.07.2019 – 31.12.2022
	b)	01.01.2020 – 31.12.2020
Funding:	a)	16 125 000 NOK
	b)	128 848.71 NOK
- for 2021:	a)	138 068 kHUF
	b)	0 HUF
- used in 2021:	a)	138 068 kHUF
	b)	0 HUF
- sent in 2021:	a)	108 925 kHUF (3 083 508 NOK)
	b)	0 HUF
Type of grant:	non-refundable	
<b>Expenditures</b>		
Staff	8 874 kHUF	
Material	129 194 kHUF	
Total:	138 068 kHUF	
<b>Introduction of support in the given year</b>		
See 2.5		
Other sources by project partners:		
In 2021 Minority Rights Group International as partner prganisation provided additional 2 885 kHUF value match-fund to the project from the below sources:		
1) 35 294.8 NOK (3475.5 EUR) –NEAR-TS/2020/417-187 Empowering Egyptian Civil Society to Promote the Rights of the Discriminated Religious and Ethnic Minorities project funded by the European Union		
2) 42 743.82 NOK (4077.97 GBP) – supported by Creid		

Name of the grant:	<b>Roma Equality through Increased Legal Access – REILA (881888 – REILA-REC-AG-2019) – REI20</b>
Name of supporter:	a) European Union; b) Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	24 months (01.09.2020 – 30.09.2022)
Funding:	a) 199 993 EUR b) 8 809.8 EUR
- for 2021:	a) 26 613 kHUF b) 4 959 kHUF
- used in 2021:	a) 26 613 kHUF b) 4 959 kHUF
- sent in 2021:	a) 0 HUF b) 0 HUF
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	7 910 kHUF
Material	23 662 kHUF
Total:	31 572 kHUF
<b>Introduction of support in the given year</b>	
<p>See 2.6</p> <p>Other sources by project partners:</p> <p>In 2021 Praxis as project partner provided additional 866 kHUF value match-fund from the following sources:</p> <p>275 794.81 RSD – "Legal Assistance to Persons at Risk of Statelessness" SRB01/2021/0000000338 project funded by UNHCR, the UN Refugee Agency and „Prevention and Elimination of Child Marriages and Economic Empowerment of Roman Women at Local Level in Serbia" 4000005351 project funded by the Embassy of the Neatherlands in Serbia.</p>	

Name of the grant:	<b>MARC - Minorities, Accountability, Rights, Collaboration -Turkey - TUR21</b>
Name of supporter:	Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	01.02.2021.02.12 –30.01.2022
Funding:	120 418 EUR
- for 2021:	14 915 kHUF
- used in 2021:	14 915 kHUF
- sent in 2021:	0 HUF (0 EUR)
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	7 417 kHUF
Material	7 498 kHUF
Total:	14 915 kHUF
<b>Introduction of support in the given year</b>	
See 2.7	



Name of the grant:	Learning and collaborating on countering hate speech in Turkey and new EU Member States (TR2016/DG/03/A1-01/376) - THS21		
Name of supporter:	European Union		
Source of funding:	Central government budget		
	Local government budget		
	International source		X
	Other		
Duration:	01.04.2021 – 30.06.2022		
Funding:	135 000 EUR		
- for 2021:	8 118 kHUF		
- used in 2021:	8 118 kHUF		
- sent in 2021:	34 001 kHUF (96 747.8 EUR)		
Type of grant:	non-refundable		
Expenditures			
Staff	1 426 kHUF		
Material	6 692 kHUF		
Total:	8 118 kHUF		
Introduction of support in the given year			
See 2.8			

Name of the grant:	<b>Equality for Roma through Enhanced Legal Access - ERELA (963284-ERELA-REC-AG-2020) - ERE21</b>
Name of supporter:	European Union
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	01.02.2021 – 31.01.2023
Funding:	199 816.94 EUR
- for 2021:	20 364 kHUF
- used in 2021:	20 364 kHUF
- sent in 2021:	0 HUF (0 EUR)
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	6 598 kHUF
Material	13 766 kHUF
Total:	20 364 kHUF
<b>Introduction of support in the given year</b>	
<p>See 2.9</p> <p>Other sources by project partners:</p> <p>In 2021 Amalipe as project partner provided additional 1 019 kHUF (2761.61 EUR) match-funds from own sources.</p>	


Name of the grant:	<b>Freedom From Hate: Empowering Civil Society to Counter Cyber-hate Against Roma (785659 — FFH ROMA — REC-AG-2017/REC-RRAC-ONLINE-AG-2017) – FH1</b>
Name of supporter:	a) European Union; b) Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	a) 24 months (01.06.2018-31.05.2020) b) 24 months (01.06.2018-31.05.2020)
Funding:	a) 165 486 EUR b) 38 395 EUR
- for 2021:	a) 6 847 kHUF b) 0 HUF
- used in 2021:	a) 362 kHUF b) 0 HUF
- sent in 2021:	a) 11 310 kHUF (30 788.77 EUR) b) 0 HUF
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	0 HUF
Material	362 kHUF
Total:	362 kHUF
<b>Introduction of support in the given year</b>	
Project ended in 2020, final financial settlement with the European Union and partners happened in 2021.	



Name of the grant:	<b>Enhancing the Fair Trial for People Suspected or Accused of Crimes (802040 — FAIR — JUST-AG-2017/JUST-JACC-AG-2017) – FA1</b>
Name of supporter:	a) European Union b) Minority Rights Group International
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	a) 26 hónap (01.10.2018-30.11.2020) b) 26 hónap (01.10.2018-30.11.2020)
Funding:	a) 34 195.68 EUR b) 8 549 EUR
- for 2021:	a) 1 306 kHUF b) 0 HUF
- used in 2021:	a) 0 HUF b) 0 HUF
- sent in 2021:	a) 3 593 kHUF (10 351.72 EUR) b) 0 HUF
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	0 HUF
Material	0 HUF
Total:	0 HUF
<b>Introduction of support in the given year</b>	
Project ended in 2020, final financial settlement with the European Union and partners happened in 2021.	

Name of the grant:	<b>PRESS - Promoting Roma Equality in Slovenia and Slovakia (101049193 – PRESS-CERV-2021-EQUAL) – PRE22</b>
Name of supporter:	European Union
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	24 months (01.04.2022-31.03.2024)
Funding:	234 3542.75 EUR
- for 2021:	0 HUF
- used in 2021:	0 HUF
- sent in 2021:	69 278 kHUF (187 482.2 EUR)
Type of grant:	non-refundable
<b>Expenditures</b>	
Staff	0 HUF
Material	0 HUF
Total:	0 HUF
<b>Introduction of support in the given year</b>	
Project starts in 2022, there were no activities in 2021.	

17.03.2022

.....  
  
Zsófia Farkas  
Managing director





2 2 2 7 2 5 2 6 9 4 9 9 5 7 2 0 1

Statistical code

0 1 - 0 9 - 9 0 6 3 7 7

Registration number

**Minority Rights Group Europe Nonprofit PLC.**

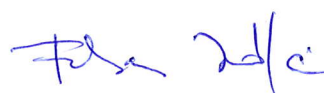
Simplified Financial Statement - Balance "A"

**31.12.2021**

Balance sheet date

	Item	Previous period	Modifications in	Target year
		Thousand HUF	previous years	Thousand HUF
a	b	c	d	e
<b>1</b>	<b>A. Fixed Assets (02.+04.+06. lines)</b>	<b>453</b>	<b>0</b>	<b>833</b>
2	I. Intangible assets	0	0	0
3	02. line including: adjusted value of intangible assets	0	0	0
4	II. Tangible assets	453	0	833
5	04. line including: adjusted value of tangible assets	0	0	0
6	III. Financial investments	0	0	0
7	06. line including: adjusted value of financial investmen	0	0	0
<b>8</b>	<b>B. Current Assets (09.+10.+11.+12. lines)</b>	<b>308,527</b>	<b>0</b>	<b>310,464</b>
9	I. Inventories	0	0	0
10	II. Receivables	63,933	0	56,169
11	III. Securities	0	0	0
12	IV. Liquid assets	244,594	0	254,295
<b>13</b>	<b>C. Accrued and deferred assets</b>	<b>683,124</b>	<b>0</b>	<b>514,175</b>
<b>14</b>	<b>Total assets (01.+08.+13. lines)</b>	<b>992,104</b>	<b>0</b>	<b>825,472</b>
<b>15</b>	<b>D. Equity (16.+18.+19.+20.+21.+22.+23. lines)</b>	<b>-32,527</b>	<b>0</b>	<b>9,151</b>
16	I. Subscribed capital	3,000	0	3,000
17	16. line including: ownership shares repurchased at fac	0	0	0
18	II. Subscribed capital unpaid (-)	0	0	0
19	III. Capital reserve	0	0	0
20	IV. Retained earnings	-23,899	0	-59,426
21	V. Tied-up reserve	23,899	0	23,899
22	VI. Re-valuation reserve	0	0	0
23	VII. After tax result for the year	-35,527	0	41,678
<b>24</b>	<b>E. Provisions</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>25</b>	<b>F. Liabilities (26.+27.+28. lines)</b>	<b>1,022,341</b>	<b>0</b>	<b>815,010</b>
26	I. Subordinated liabilities	0	0	0
27	II. Long-term liabilities	459,024	0	548,064
28	III. Short -term liabilities	563,317	0	266,946
<b>29</b>	<b>G. Accrued Expenses and Deferred Income</b>	<b>2,290</b>	<b>0</b>	<b>1,311</b>
<b>30</b>	<b>Total equity and liabilities (15.+24.+25.+29. lines)</b>	<b>992,104</b>	<b>0</b>	<b>825,472</b>

Date: 17/03/2022



Zsolia Farkas  
director



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Statistical code

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Registration number

# Minority Rights Group Europe Nonprofit Ltd

Simplified annual financial statement - Income and expenditure statement (by total costs method) "A"

01.01.2021. - 31.12.2021.

Period

Thousand HUF

	Item	Previous period	Modifications in Previous year	Target year
a	b	c	d	e
I.	Total sales (revenues)	1,863	0	0
II.	Own performance capitalized	0	0	0
III.	Other income	371,432	0	384,051
	III. line including: loss in value marked back	0	0	0
IV.	Material costs	85,748	0	81,054
V.	Staff costs	43,342	0	45,245
VI.	Depreciations	405	0	1,002
VII.	Other expenditures	222,331	0	188,819
	VII. line including: loss in value	0	0	0
A.	Income from operations	21,469	0	67,931
VIII.	Income from financial transactions	5,031	0	1,258
IX.	Expenses on financial transactions	62,027	0	27,511
B.	Results from financial transactions (VIII.-IX.)	-56,996	0	-26,253
C.	Total income before taxes (+A.+B.)	-35,527	0	41,678
X.	Tax payable	0	0	0
D.	Net income (+C.+X.)	-35,527	0	41,678

Date: 17.03.2022

  
Zsolia Farkas  
director





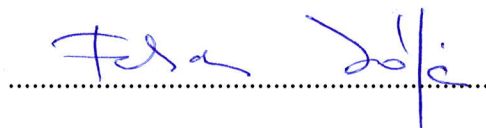
**MINORITY RIGHTS GROUP EUROPE  
SERVICE PROVIDING NONPROFIT PLC.**

1034 BUDAPEST, San Marco utca 56 IV/2.

**NOTES TO THE FINANCIAL  
STATEMENT**

**For the Year of 2021**

Budapest, 17 March, 2022



Representative

## I. General Part

### 1. Company Data

Name of the Company:	Minority Rights Group Europe Service Providing Non-Profit Private Limited-liability Company
Seat:	H-1034Budapest, San Marco str. 56. IV/2
Date of foundation:	20 May 2008
Registry number:	01-09-906377
Tax number:	22272526-1-41
Date of registration:	2 December 2008
Form of operation:	Non-Profit Private Limited- liability Company
Statistical number	22272526-9499-572-01

#### Owners on balance sheet date

Name of the Owner	Nominal value of the Founding capital in thousand HUF	% of Shares
Minority Rights Group International GB-E1 6LT London, Commercial Road 54.	3000	100.00
TOTAL:	3,000	100.00

The structure of the ownership remained unchanged in the given year.

#### The Company's Scope of Operations

TEAOR Code	Activity
9499	Other non-listed community, social activity
5814	Publishing of journals and periodicals
7220	Research and development on social science humanities
7320	Market research and public opinion polling
9412	Professional Advocacy
5911	Motion picture, video and television programme production activities
5914	Motion picture projection activities
5920	Sound recording and music publishing activities
8230	Conference, commercial fair organizing
9001	Performing art
9002	Supporting activities of performing arts
9101	Librarian and archival activities
9003	Artistic creation

Zsafia Farkas (2096 Üröm, Asztalos str 12/a.), the Managing Director of the company is entitled to sign this report.

The accounting work is done by Adiuto Fortis Kft., and this report is prepared by Horváthné Szenes Katalin, PM registration number is: 185053.

The Company's auditing services is completed by PKF Audit Ltd., chamber of auditors registration number 000123. The auditing duties is fulfilled by György Lajos Pataki registered auditor, registry number with the chamber is: 007280. The auditing fee is 1 020 kHUF + VAT.

#### Brief Summary of Accounting Policy

In accordance with the regulations the books of the company are kept in Hungarian forints, based on the double-entry bookkeeping method.

The business year of the company is according to the calendar year.

The Company, given the possibility by the modified (Hungarian) Act No. C on the Accountancy of year 2000, prepares simplified annual report.

The balance is being prepared in version „A” as per the Appendix 1. of the referred act. The net income is determined by the „total cost method”, which is compiled in version „A” as per the Appendix 2 of the act.

Foreign currencies are exchanged into Hungarian forints at the daily exchange rate of the Hungarian National Bank.

The Company's balance sheet date is 31st March following the business year.

#### a) The applied methods of value determination

Invested assets and current assets are valued on their historical cost as per the Act (value-at-cost and prime cost). Their value is decreased by the amount of loss-in-value, depreciation and built-up provision, and is increased by the amount of write-offs set by the accounting policy of the company and in accordance with the Act C.

Our company is building up provision against the receivables, based on individual valuation depending on the expected income.

#### b) Method and Frequency of Depreciation

##### Planned Depreciation

Depreciation is reported according to our accounting policy, based on the estimated useful lives of the assets. Depreciation is calculated monthly, on a gross-value basis using the straight-line depreciation method.

Tangible assets with purchase or production cost of HUF200,000 or less are accounted for in one lump sum of depreciation upon the commencement of their use.

## 2. Assessment of fair property, financial and earnings position

### 2.1. Assessment of assets and resources

Name of the item	2020 K HUF	2021 K HUF	Changes %
<b>A. Fixed Assets</b>	<b>453</b>	<b>833</b>	<b>83,89</b>
I. Intangible Assets	0	0	N/A
II. Tangible Assets	453	833	83,89
III. Invested financial assets	0	0	N/A
<b>B. Current Assets</b>	<b>308 527</b>	<b>310 464</b>	<b>0,63</b>
I. Stocks	0	0	N/A
II. Receivables	63 933	56 169	-12,14
III. Securities	0	0	N/A
IV. Liquid Assets	244 594	254 295	3,97
<b>C. Accrued and deferred assets</b>	<b>683 124</b>	<b>514 175</b>	<b>-24,73</b>
<b>TOTAL ASSETS (A+B+C)</b>	<b>992 104</b>	<b>825 472</b>	<b>-16,80</b>
<b>D. Equity</b>	<b>-32 527</b>	<b>9 151</b>	<b>-128,13</b>
I. Subscribed Capital	3 000	3 000	0,00
II. Unpaid Subscribed Capital	0	0	N/A
III. Capital Reserve	0	0	N/A
IV. Retained Earnings	-23 899	-59 426	148,65
V. Tied Up Reserve	23 899	23 899	0,00
VI. Re-valuation Reserve	0	0	N/A
VII. After tax result of the year	-35 527	41 678	-217,31
<b>E. Provisions</b>	<b>0</b>	<b>0</b>	<b>N/A</b>
<b>F. Liabilities</b>	<b>1 022 341</b>	<b>815 010</b>	<b>-20,28</b>
I. Subordinated Liabilities	0	0	N/A
II. Long-Term Liabilities	459 024	548 064	19,40
III. Short-term Liabilities	563 317	266 946	-52,61
<b>G. Accrued Expenses and Deferred Income</b>	<b>2 290</b>	<b>1 311</b>	<b>-42,75</b>
<b>TOTAL LIABILITIES AND FUNDS (D+E+F+G)</b>	<b>992 104</b>	<b>825 472</b>	<b>-16,80</b>



*Fair property position is demonstrated by the following ratios:*

Ratio	Previous Year	Current Year
Current Assets Ratio $= \frac{\text{Current Assets} + \text{Accrued/Deferred Assets}}{\text{Total Assets}} \times 100$	99,95	99,90
Equity Strength = $\frac{\text{Equity}}{\text{Total assets}} \times 100$	-3,28	1,11
Ratio of Provisions (Specific Reserve) $= \frac{\text{Specific Reserve}}{\text{Total assets}} \times 100$	0	0
Cover of Fixed Assets I. = $\frac{\text{Equity}}{\text{Fixed Assets}} \times 100$	-7 180,35	1 098,56
Cover of Invested Assets II. $= \frac{\text{Equity} + \text{Long - term liabilities}}{\text{Fixed Assets}} \times 100$	94 149,45	66 892,56
Current Assets to Equity Ratio $= \frac{\text{Current Assets}}{\text{Equity}} \times 100$	-948,53	3392,68
Equity Gain Ratio $= \frac{\text{Equity}}{\text{Issued Capital}} \times 100$	-1 084,23	305,03

## 2.2. Assessment of Financial Situation

*The Company's financial situation is demonstrated by the following ratios:*

### a) Indebtness Ratio

Ratio	Previous Year	Current Year
Cover for Credits Ratio $= \frac{\text{Receivables}}{\text{Short - term liabilities}} \times 100$	11,35	21,04

### b.) Liquidity Statement

	K HUF
<b>Liquid assets</b>	<b>254 295</b>
Bank Deposit	253 826
Cash	469

The allocation and use of funding support:

	K HUF 2020	K HUF 2021
<b>Received funds</b>		
Received grant funds	226 872	347 503

The received grant funds arrived to Minority Rights Group Europe Nonprofit Kft's accounts as advances. We record the received grants among liabilities till the final settlement of the entire grant amounts.

<b>The use of the funding received</b>	K HUF
material-type expenses	81 054
human resources	45 245
depreciation	1 002
other expenditure	188 819
<i>transferred to partner organization</i>	<i>188 763</i>
<b>Net income</b>	<b>K HUF 41 678</b>

<b>Ratio</b>	<b>2020 (%)</b>	<b>2021 (%)</b>
Liquidity acid test $= \frac{\text{Liquid assets}}{\text{Short - term liabilities}} \times 100$	<b>43,42</b>	<b>95,26</b>
Liquidity ratio $= \frac{\text{Current Assets}}{\text{Short term liabilities}} \times 100$	<b>54,77</b>	<b>116,30</b>
Indebtedness ratio $= \frac{\text{Liabilities}}{\text{Equity}} \times 100$	<b>-3 143,05</b>	<b>8 906,24</b>

## II. Notes to the Balance Sheet and Income Statement

### NOTES TO THE BALANCE SHEET

	K HUF
<b><u>Assets</u></b>	<b><u>825 472</u></b>
<b>A) Fixed Assets</b>	<b>833</b>
<b><u>I. Intangible Assets net value on 2021.12.31.</u></b>	<b><u>0</u></b>
Opening gross value on 2021.01.01.	20
Purchase in 2021	0
Writing off in 2021	0
Gross value of intangible assets on 31.12.2021	20
- Opening value of depreciation	20
- Depreciation in 2021 as planned	0
- Written off depreciation in 2021	0
Closing value of depreciation	20
<b><u>II. Closing net value of intangible assets on 31.12.2021</u></b>	<b><u>833</u></b>
Opening gross value on 01.01.2021	5 050
Purchase in 2021	1 382
Writing off in 2021	2 059
Gross value of intangible assets on 31.12.2021	4 373
- Opening value of depreciation	4 597
- Depreciation in 2021 as planned	1 002
- Written off depreciation in 2021	2 059
Closing value of depreciation	3 540

#### **Extraordinary depreciation**

In 2021 the Company did not account for any extraordinary depreciation.



	K HUF
<b>B) CURRENT ASSETS</b>	
<b>1 II. Receivables</b>	<b><u>56 169</u></b>
Office lease security deposit	500
Minority Rights Group International, London	395
<i>Forwarded grant to our partners with reporting due after balance sheet date:</i>	
THS21 project	9 072
SA1 project	5 131
REI21 project	23 010
NRD project	16 353
EDU21 Project	1 708
<b><u>2. IV. Liquid Assets</u></b>	<b><u>254 295</u></b>
Bank account HUF	6 222
Bank account EUR	247 604
Petty cash HUF	97
Petty cash EUR	372

**C) Accrued and deferred assets** **K HUF**  
**514 175**

**Deferred charges of grants received:** **K HUF**

*Freedom From Hate: Empowering Civil Society to Counter Cyber-hate Against Roma (FH1 project)*

- Minority Rights Group International, London 6 683

*Equality for Roma through Enhanced Legal Access-ERELA (ERE21)*

- European Commission 20 364

*Enhancing the Fair Trial for People Suspected or Accused of Crimes (FA1 project)*

- Minority Rights Group International, London 3 155

*Supporting Religious Pluralism and Respect for FoRB across South Asia (SA1 project)*

- European Commission 155 397

- Minority Rights Group International, London 3 265

*Protecting the Rights of Religious Minorities (NRD)*

- European Commission 261 888

- Minority Rights Group International, London 4 764

*Equality through Increased Legal Access -REILA (Rei20)*

- European Commission 29 173

- Minority Rights Group International, London 4 959

*Learning and Collaborating on Countering Hate Speech in Turkey and New EU Member States (THS21)*

- European Commission 8 117

*Minorities, Accountability, Rights, Collaboration – MARC (TUR21)*

- Minority Rights Group International, UK (European Commission) 14 915

*Education Appeal (EDU21)*

- Minority Rights Group International, London 1 495

**TOTAL LIABILITIES AND FUNDS**

**K HUF**  
**825 472**

**D) EQUITY**

**9 151**

During the reporting period the following changes occurred to the Equity:

	Opening balance 01.01.2021	Profit and Loss statement of previous year	Inpayment to issued capital	Use of accumulated profit reserve	Closing balance on 31.12.2021
Issued capital	3,000				3,000
Unpaid issued capital					0
Capital reserve					0
Accumulated profit reserve	-23,899	-35,527			-59,426
Tie-up reserve	23,899				23,899
Profit and Loss	-35,527	35,527		41,678	41,678

On the basis of 51 § of Hungarian Act IV. on Business Associations of 2006 year, in order to finance the loss of the Company and to protect company's equity capital it became inevitable during the year 2012 to provide for the minimum compulsory equity level defined by the law.

The owner, to settle the loss accumulated in previous years, decided about inpayment of 14,328 kHUF, which was paid during 2012, and 9 571 kHUF which was paid in 2020. The amount of the inpayment is shown in the financial statement as tied-up reserve.

In the year 2021 the Net Income became a gain of 41 678 kHUF, thus the equity increased to the amount of 9 151 kHUF.

**E) Provisioning**

Company did not create any provisions in 2021.

		<b>K HUF</b>
<b>F) Liabilities</b>		<b>815 010</b>
	<b>Original currency</b>	<b>K HUF</b>
<b>1) Long-term liabilities</b>		<b>548 064</b>
<i>Donor: NORAD</i>		
Protecting the Rights of Religious Minorities (NRD)	9 761 K NOK	360 859
<i>Donor: European Commission</i>		
Equality through Increased Legal Access -REILA (Rei20)	160 K EUR	59 038
Quality for Roma through Enhanced Legal Access- ERELA (ERE21)	160 K EUR	58 986
Promoting Roma Equality in Slovenia and Slovakia - PRESS (PRE22)	187 K EUR	69 181
<b>2) Short-term liabilities</b>		<b>266 946</b>
Liability towards supplier, MRG International in UK		11 580
Liabilities towards partners in SA1 project		2 871
Liabilities towards partners in ERE21 project		644
MRGI London (NRD project)		8 703
Liabilities towards partners in NRD project		369
Liabilities towards partners in MM1 project		42 310
SA1 Project, European Commission		164 271
THS21 Project, European Commission		35 700
NAV VAT		493
NAV contribution to vocational education		5
<b>G) ACCRUED EXPENSES AND DEFERRED INCOME</b>		<b>1 311</b>
<b>Accrued expenses</b>		<b>1 311</b>
Audit fee for 2021		648
Accountancy fee for 2021		302
Other costs for 2021		361



## **NOTES TO THE INCOME STATEMENT**

<b><u>INCOME FROM ACTIVITIES</u></b>	<b><u>K HUF</u></b> <b><u>384 051</u></b>
<b>Revenue from intermediary services</b> (public benefit activity)	
<b>Grants received</b>	<b>347 503</b>
<i>European Commission:</i>	
Equality for Roma through Enhanced Legal Access -ERELA (ERE21)	20 364
Reporting Effectively on Development, Minorities & Migration (MM1)	72 294
Freedom From Hate: Empowering Civil Society to Counter Cyber-hate Against Roma (FH1)	6 847
Enhancing the Fair Trial for People Suspected or Accused of Crimes (FA1)	1 306
Supporting Religious Pluralism and Respect for FoRB across South Asia (SA1)	73 893
Roma Equality through Increased Legal Access - REILA (Rei20)	26 613
Learning and Collaborating on Countering Hate Speech in Turkey and New EU Member States (THS21)	8 118
<i>NORAD</i>	
Defending the Rights of Religious Minorities (NRD)	138 068
<b>Fund from Founder</b>	<b>36 542</b>
<b>Other income</b>	<b>6</b>
<b>Income from financial transactions</b>	<b>1 258</b>
Interest	19
Exchange rate gain	1 239

Out of the revenues 188 763 K HUF was forwarded towards our partners.  
These are included among the expenses.

<b><u>OPERATIONAL EXPENSES</u></b>	<b><u>343 631</u></b>
<b><u>Material-type total expenses</u></b>	<b><u>81 054</u></b>
<b>Material cost</b>	<b>869</b>
<b>Services used</b>	<b>78 294</b>
office rent and venue hiring	2 985
post, courier, telephone, internet	671
accounting, audit	10 265
consultants' fees	59 335
accommodation abroad	73
travel costs	1 023
legal services	210
translation, interpretation	1 821
printing and photocopying, editing	1 024
IT maintenance	211
other services used	388
other marketing	269
membership fees	19
<b>Other services</b>	<b>1 891</b>
various official fees	136
bank charges	1 751
insurance fees	4
<b><u>Personnel expenses</u></b>	<b><u>45 245</u></b>
salaries	38 421
employer contributions (social and other)	6 462
other personnel type of costs (perdiem, staff meals)	362
<b><u>Depreciation</u></b>	<b><u>1 002</u></b>
(computer equipment and office equipment)	
<b><u>Other costs</u></b>	<b><u>188 819</u></b>
<i>Partners:</i>	
forwarded grants to partners MM1	9 590
forwarded grants to partners NRD	99 960
forwarded grants to partners SA1	14 290
forwarded grants to partners REI20	15 842
forwarded grants to partners ERE21	12 189
forwarded grants to partners THS21	3 968
<i>Subgrants:</i>	
NRD subgrants	14 743
SA1 subgrants	16 713
EUR21 subgrant	1 468
<i>other expense</i>	56
<b><u>Expenses of financial transactions cost</u></b>	<b><u>27 511</u></b>
realized exchange rate loss	11 123
exchange rate loss from revaluation	16 388
<b><u>Total income before taxes</u></b>	<b><u>41 678</u></b>

### **III. General information**

The company has no shares or influence with other companies.

The company has no financial liabilities other than those shown in the balance sheet.

Average statistical number of staff – 6 person.

In 2021 payment of brutto 7 998 K HUF was made to executive officers.

The Company has no assets directly serving environmental protection purposes, and it does not produce or store hazardous waste or pollutants as a result of its activities

Since the date of the financial year closure, no significant event happened resulting in changes to the financial statements.

**Appendix No. 1.**

**Personnel costs**

Item		Statistical average of staff (persons)	Salaries K HUF	Other payments K HUF
Full-time employees	blue collar staff			
	white collar staff	2,9	19 138	
Part-time employees	blue collar staff			
	white collar staff	3,3	19 283	221
Pensioner Employee	full-time	blue collar staff		
	part-time	white collar staff		
	full-time	blue collar staff		
	part-time	white collar staff		
Other employees				
Other non-employee personnel				141
<b>Total of employees</b>		<b>6,2</b>	<b>38 421</b>	<b>362</b>



**Independent Auditor's Report  
To the Quotaholder of Minority Rights Group Europe Nonprofit Kft.**

**Opinion**

We have audited the accompanying abbreviated financial statements of Minority Rights Group Europe Nonprofit Kft. (hereinafter referred to as "the Company") which comprise the balance sheet as at 31 December 2021 (in which the balance sheet total is THUF 825,472, the profit after tax for the year is THUF 41,678), the related income statement for the year then ended, and supplementary notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying abbreviated financial statements give a true and fair view of the financial position of the Company as at 31 December 2021, and of its financial performance for the year then ended in accordance with the provisions of Act C of 2000 on Accounting in force in Hungary (hereinafter referred to as "Act on Accounting").

**Basis for Opinion**

We conducted our audit in accordance with Hungarian National Standards on Auditing and with applicable laws and regulations in force in Hungary. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Abbreviated Financial Statements" section of our report.

We are independent of the Company in accordance with the applicable laws of Hungary, with the Hungarian Chamber of Auditors' Rules on ethics and professional conduct of auditors and on disciplinary process and, as well as with respect to issues not covered by these Rules, with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (the IESBA Code) and we also comply with further ethical requirements set out in these.

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

**Other Information: Nonprofit Report**

The other information comprises the nonprofit report of the Company for the year of 2020. Management is responsible for the preparation of the nonprofit report in accordance with the 350/2011 (XII.30.) Government Regulation. Our opinion on the abbreviated financial statements under the Opinion section of our report does not cover the nonprofit report.

In connection with our audit of the abbreviated financial statements, our responsibility is to read the nonprofit report and, in doing so, consider whether the nonprofit report is materially inconsistent with the abbreviated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

In addition, we are required to report whether we have found any material misstatement in the nonprofit

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report through obtaining knowledge about the Company and its environment and if so, we have to report the nature of that misstatement. We have nothing to report.

### **Responsibilities of Management and Those Charged with Governance for the Abbreviated Financial Statements**

Management is responsible for the preparation and fair presentation of the abbreviated financial statements in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of abbreviated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the abbreviated financial statements, management is responsible for assessing the Company's ability to continue as a going concern and disclosing, as applicable, matters related to going concern; and management is responsible for preparing the abbreviated financial statements on a going concern basis. Management shall apply the going concern basis of accounting unless the use of going concern principle is precluded by any provision of other applicable laws or regulations, or if any fact or circumstance prevails, which precludes the Company to continue as a going concern.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Abbreviated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the abbreviated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Hungarian National Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these abbreviated financial statements.

As part of an audit in accordance with Hungarian National Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the abbreviated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.





- Conclude on the appropriateness of management's use of the going concern basis in the preparation of the abbreviated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the abbreviated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the abbreviated financial statements, including the disclosures, and whether the abbreviated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies, if any, in internal control that we identify during our audit.

Budapest, 10 May 2022



György Lajos Pataki

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