

PUBLIC BENEFIT REPORT

2020

FIGURES WITH INDICATIVE GBP VALUE of average InforEur of 2020 where 1GBP=397.6347 HUF

1. Data of the organization

1.1 Name: **Minority Rights Group Europe Szolgáltató Nonprofit Kft.**

1.2 Seat: 1082 Budapest, Üllői út 68., 2. 15.

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 2020

2.1 A Partnership for All: Developing Strategies for Socio- Economic Cooperation between Roma Communities and Local Authorities in Ukraine (UR1)

MRGE's project on Roma integration in Ukraine finished in 2019. The reporting phase with the donor ended in 2020.

Partner: Public Foundation Roma Women's Fund 'Chirikli', Ukraine

2.2 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.

An online course was organized in the framework of the project, the final of which took place in 2020, with 74 participating journalists and media students from the four countries. Four of the participating students took part in internships with different media outlets.

30 of those completing the course were able to go on field trips (to Ghana and Greece). In addition, we awarded stipends to 10 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.

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 several international film festivals. We also managed to run a university course based on our online training at two universities (Comenius University in Bratislava and ELTE in Budapest).

2.3 Freedom from Hate: Empowering civil society to counter cyber-hate against Roma (FH1)

This 2-year EU-funded project, which was launched in June 2018, aims to test and evaluate effective counter narrative campaigns targeting online hate speech against Roma communities in Bulgaria, Croatia, the Czech Republic, Hungary and Slovakia.

Partners: Amalipe Center for Interethnic Dialogue and Tolerance (Bulgaria), Human Rights Institute (Slovakia), Romedia Foundation (Hungary), the National Roma Council (Croatia) and the Forum for Human Rights (Czech Republic).

Back in 2018, partners carried out a research and collected data on anti-Roma hate speech, identified perpetrators of cyber-hate, their messages and audiences, the platforms they use and the existing counter narrative initiatives. Based on the trainings they received afterwards, partners designed their own campaign plans which were implemented in 2019.

Within the project a ‘Tackling Hate Speech Toolkit’ was developed specially for civil society organizations and activists. Besides the above, 5 pieces of 3-minute Youtube videos were commissioned to present how to counter hate speech. In 2020 there were 3 multiplier trainings and a webinar.

The project’s altogether offline and online reach is cca. 600.000 people over the project countries.

2.4 Enhancing the Fair Trial for People Suspected or Accused of Crimes – FAIR (FA1)

FAIR is an EU funded project that started in October 2018 and ran for 2 years. The main aim of the FAIR project is to ensure that people suspected or accused of crimes have a better understanding of their procedural rights during criminal proceedings through providing accessible information, preferable on their mother tongue. Towards this end, during the course of the project, a research was carried out in the 4 partner countries to analyze how the EU Directives on procedural rights had been implemented in the national legislations and the way they were applied in practice.

Based on the results of the research, a Best Practice Handbook (targeting the legal professionals) and the content of the FAIR Tool (targeting the PSACs) were developed and disseminated among the target groups and audiences. MRGE was a partner organization in this project, primarily responsible for the communication and dissemination activities.

Partners: Vienna Centre for Societal Security (VICESSE) (Austria), Law and Internet Foundation (LIF) (Bulgaria), The Center for Security Studies (KEMEA) (Greece)

MRGE was responsible for running the social media accounts, and we also conducted research to analyze how the EU Directives on procedural rights have been implemented in Hungarian legislation, as well as their practical application. The results of the research were summarized in a

country report. Among others, the development of a mobile application was part of project, now available both for Android and iOS.

During the course of the project, we reached several thousands of people, including people suspected or accused of crimes, their relatives, witnesses of crime, legal professionals and others working with these target groups in the partner countries (including Hungary), as well as across the EU.

The consortium members managed to reach more than 365 000 people via social media, and 179 people via conferences, in person meetings and other gatherings.

The number of indirect beneficiaries of the project is expected to several thousand, however, their number is very hard to predict and/or estimate at this point, as it significantly depends on the willingness of relevant national authorities to facilitate the access to the project outputs for the primary target groups.

2.5 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 (SAC) working securely and collaboratively to promote the rights of religious minorities, by creating a platform through which issues can be shared. At the beginning of 2020, the second regional collective meeting took part in Sri Lanka, which were instrumental to strengthening the work of the Collective.

Provision of emergency assistance to select Freedom of Religion or Belief (FoRB) HRDs has been made available through a small annual fund. The project has conducted regular research regarding violations of FoRB in South Asia distributed to key national, regional, and international actors, and produced 2 annual comprehensive annual reports and 5 periodic (bi-annual) online bulletins. Another annual report and one more bulletin are forthcoming. The project has given priority to addressing discrimination, intolerance, and violence on the grounds of FoRB in South Asia amongst regional and international actors, in particular UN human rights mechanisms, and international agencies.

Across the last years, the collective has published statements, conducted international advocacy in both Geneva and Brussels, produced 3 authoritative research reports and 5 bulletins.

The report has gathered a big response from the media and been downloaded at least 3,000 times from the MRG website. In addition to this, the collective has supported almost 25 grassroots organizations through small grants, on projects for increasing accountability amongst local municipal state actors for FoRB violations. Many of these grants were oriented towards COVID response, such as documenting discrimination in services against minorities, providing awareness, and more. The Collective has also supported 4 human rights defenders at risk.

Provision of emergency assistance to select FoRB HRDs in 2020 was made available through a small annual fund. The project supported 25 grassroots organizations in 2020 through small grants, on projects for increasing accountability amongst local municipal state actors for FoRB violations. Many of these grants were oriented towards COVID response, such as documenting discrimination in services against minorities, providing awareness, and more.

The project conducts regular annual research regarding violations of FoRB in South Asia distributed to key national, regional, and international actors, and in 2020 produced annual comprehensive annual reports and periodic (bi-annual) online bulletins. The report has gathered a big response from the media and been downloaded at least 3,000 times from the MRG website.

2.6 Western Thrace Advocacy Project

The project about the Turkish minority in Western Thrace, Greece was funded with ABTTF, the Germany based diaspora organization for Western Thrace Turks. The project published a report about the situation of the Turkish minority in Greece in 2019, *The Turkish Minority in Western Thrace: The Long Struggle for Rights and Recognition*. The project closed at the beginning of 2020.

2.7 Protecting the Rights of Religious Minorities

Our latest 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 & South East 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 2020 the project run several rounds of online course on advocacy for minority rights and the regional and international level; gave more than 20 grants to grassroots organizations, supporting collaborations on projects seeking to raise accountability amongst local stakeholders; created an online monitoring tool for incidents of conflict; created virtual 360-degree tours of minority-specific sites and submitted country reviews to UN mechanisms.

2.8 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 the first phase of the project Partners conducted a research in both countries on discrimination against the Roma particularly focusing 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. The research was comprised of both desk research and focus groups interviews with various target audiences (Roma community members, Roma women, CSOs, Roma activists and legal practitioners). The findings of the research will be published in two national and one comparative report in early 2021 which will raise awareness on discrimination against the Roma and their access to justice. In addition, the report will serve as a baseline for partners' further project activities.

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: 12 partner organizations, 37 mainly minority sub-grantees, 78 journalists and other media actors, 1200 including people suspected or accused of crimes, their relatives, witnesses of crime, legal professionals and others working with these target groups in the partner countries, 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

31.12.2020

In thousand
HUF/GBP

No .	Item	Previous year HUF	Previous year GBP	Modifica- tions of previous years	Current year HUF	Current year GBP
a	b	c	c	d	e	e
01.	A. Fixed Assets (02.+04.+06.lines)	627	1,58		453	1,14
02.	I. Intangible assets					
03.	02. line including: adjusted value of intangible assets					
04.	II. Tangible assets	627	1,58		453	1,14
05.	04. line including: adjusted value of tangible assets					
06.	III. Financial investments					
07.	06.line including: adjusted value of financial investments					
08.	B. Current Assets (09.+10.+11.+12. lines)	157 935	397,19		308 527	775,91
09.	I. Inventories					
10.	II. Receivables	31 227	78,53		63 933	160,78
11.	III. Securities					
12.	IV. Liquid Assets	126 708	318,65		244 594	615,12
13.	C. Accrued and deferred assets	512 665	1 289,29		683 124	1 717,97
14.	Total Assets (01+08+13 lines)	671 227	1 688,05		992 104	2 495,01

BALANCE of the Public benefit report "A" version

Liabilities

31.12.2020

In thousand
HUF/GBP

No.	Item	Previous year HUF	Previous year GBP	Modi- fi- cation s of prev. year s	Current year HUF	Current year GBP
a	b	c	c	d	e	e
15.	D. Equity (16+18+19+20+21+22+23.sor)	-6 571	-16,53		-32 527	-81,80
16.	I. Subscribed Capital	3 000	7,54		3 000	7,54
17.	16.line including: ownership shares repurchased at face value					
18.	II. Subscribed Capital Unpaid (-)					
19.	III. Capital reserve					
20.	IV. Retained earnings	-13 784	-34,66		-23 899	-60,10
21.	V. Tied-up reserve	14 328	36,03		23 899	60,10
22.	VI. Re-valuation reserve					
23	VII. After tax results	-10 115	-25,44		-35 527	-89,35
24.	E. Provisions					
25.	F. Liabilities (26+27+28 lines)	675 814	1 699,59		1 022 341	2 571,06
26.	I. Subordinated liabilities					
27.	II. Long-term liabilities	519 393	1 306,21		459 024	1 154,39
28.	III. Short-term liabilities	156 421	393,38		563 317	1 416,67
29.	G. Accrued Expenses and Deferred Income	1 984	4,99		2 290	5,76
30.	Total liabilities and funds (15+24+25+29 lines)	671 227	1 688,05		992 104	2 495,01

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

Item	In thousand HUF/GBP				
	Previous year HUF c	Previous year GBP c	Modifica- tions of previous years d	Current year HUF e	Current year GBP e
1. Total sales	1 877	4,72		1 863	4,69
2. Own performance capitalized					
3. Other income	358 999	902,84		371 432	934,10
From which::					
-membership fee					
-payment form founder	45 943	115,54		48 925	123,04
-grants	310 441	780,72		322 418	810,84
-from which donations:	0			89	0,22
4. Income from financial transactions	738	1,86		5 031	12,65
A. Total Income (1+-2+3+4)	358 999	902,84		378 326	951,44
From which: income from public benefit activities	358 999	902,84		378 326	951,44
5. Material costs	99 740	250,83		85 748	215,65
6. staff costs	66 694	167,73		43 342	109,00
From which costs of executive staff					
7. Depreciation	619	1,56		405	1,02
8. Other Expenses	191 276	481,03		222 331	559,13
9. Expenses on financial transactions	10 785	27,12		62 027	155,99
B. Total Expenses (5+6+7+8+9)	369 114	928,27		413 853	1 040,79
From which expenses of public benefit activities	369 114	928,27		413 853	1 040,79
C. Total income before taxes (A-B)	-10 115	-25,44		-35 527	-89,35
10. Tax payable					
D. Net income (C-10.)	-10 115	-25,44		-35 527	-89,35

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

In thousand
HUF/GBP

	Core activities				Business activity				Total			
	2019 HUF	2019 GBP	2020 HUF	2020 GBP	'19 HUF	'19 GBP	'20 HUF	'20 GBP	2019 HUF	2019 GBP	2020 HUF	2020 GBP
A. Support from central government budget												
From this:												
- normative support												
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	310 441	780,72	322 418	810,84					310 441	780,72	322 418	810,84
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

In thousand HUF/GBP

Description	Previous year HUF	Previous year GBP	Current year HUF	Current year GBP
Support for other NGOs	191 276	481,03	222 331	559,13
Total	191 276	481,03	222 331	559,13

6. Allowance given to managing director

Description	Previous year HUF	Previous year GBP	Current year HUF	Current year GBP
Wage and taxes	13 776	34,64	7 597	19,11
Total	13 776	34,64	7 597	19,11

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

	Previous year HUF	Previous year GBP	Current year HUF	Current year GBP
B. Total revenues	358 999	902,84	378 326	951,44
out of which:				
C. 1% of the income tax				
D. Income from public utility services				
E. Normative support				
F. Grant from EU structural and cohesion funds				
G. Corrected revenue [B-(C+D+E+F)]	358 999	902,84	378 326	951,44
H. Total costs	369 114	928,27	413 853	1040,79
I. Costs of staffing	66 694	167,73	43 342	109,00
J. Costs of public benefit activities	369 114	928,27	413 853	1 040,79
K. Profit after taxes	- 10 115	-25,44	-35 527	-89,35
L. Number of volunteers	9		3	
<i>Resource indicators</i>	<i>Performance of indicators</i>			
	<i>yes</i>		<i>no</i>	
<i>[(B1+B2)/2 > 1.000.000, - Ft]</i>	X			
<i>[K1+K2>=0]</i>			X	
<i>[(I1+I2-A1-A2)/(H1+H2)>=0,25]</i>			X	
<i>Indicators of social support</i>	<i>Performance of indicators</i>			
<i>[(C1+C2)/(G1+G2) >=0,02]</i>			X	
<i>[(J1+J2)/(H1+H2)>=0,5]</i>	X			
<i>[(L1+L2)/2>= 10 ppl]</i>			X	

8. Grants

Name of the grant:	A Partnership for All: Local authorities and CSOs together for an inclusive socio-economic development in Ukraine (ENI/2016/376-039)
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) 30 months (01.01.2017 – 30.06. 2019) b) 30 months (01.01.2017 – 30.06. 2019)
Funding:	a) 396 533 EUR b) 152 055 EUR
- for 2020:	a) 15 022 kHUF/37,78 kGBP b) 7 852 kHUF/19,75 kGBP
- used in 2020:	a) 5 277 kHUF/13,27 kGBP b) 7 852 kHUF/19,75 kGBP
- sent in 2020:	a) 0 HUF b) 27 887 kHUF (77 055,2 EUR)/70,13 kGBP
Type of grant:	Non-refundable
Expenditures:	
Staff	0 kHUF
Material	13 129 kHUF/33,02 kGBP
Total:	13 129 kHUF/33,02 kGBP
Introduction of support in the given year	
See point 2.1	

Name of the grant:	Reporting Effectively on Development. Minorities & Migration (CSO-LA/2017/388-349)
Name of supporter:	a) European Union b) International Visegrad Fund 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 (11.10.2017-10.03.2021)
Funding:	a) 1 280 836 EUR b) 17 285 EUR c) 114 528 EUR
- for 2020:	a) 129 608 kHUF/325,95 kGBP b) 0 kHUF c) 23 025 kHUF/57,90 kGBP
- used in 2020:	a) 129 608 kHUF/325,95 kGBP b) 0 kHUF c) 23 025 kHUF/57,90 kGBP
- sent in 2020:	a) 91 228 kHUF (263 770,27 EUR)/229,43 kGBP b) 0 kHUF c) 20 153 kHUF (55 985 EUR)/50,68 kGBP
Type of grant:	Non-refundable
Expenditures:	
Staff	15 041 kHUF/37,82 kGBP
Material type	137 592 kHUF/346.03 kGBP
Total:	
	152 633 kHUF/383.85 kGBP
Introduction of support in the given year	
See point 2.2	

Name of the grant:	Freedom From Hate: Empowering Civil Society to Counter Cyber-hate Against Roma (785659 — FFH ROMA — REC-AG-2017/REC-RRAC-ONLINE-AG-2017)
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 2020:	a) 17 943 kHUF/45,12 kGBP b) 7 211 kHUF/18,13 kGBP
- used in 2020:	a) 17 943 kHUF/45,12 kGBP b) 7 211 kHUF/18,13 kGBP
- sent in 2020:	a) 0 kHUF b) 7 301 kHUF (20 283 EUR)/18,36 kGBP
Type of grant:	Non-refundable
Expenditures:	
Staff	8 787 kHUF/22,09 kGBP
Material	16 367 kHUF/41,16 kGBP
Total:	25 154 kHUF/63,25 kGBP
Introduction of support in the given year	
See point 2.3	

Name of the grant:	Enhancing the Fair Trial for People Suspected or Accused of Crimes (802040 — FAIR — JUST-AG-2017/JUST-JACC-AG-2017)
Name of supporter:	a) European Union b) <u>Minority Rights Group International</u>
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	a) 26 months (01.10.2018-30.11.2020)
	b) 26 months (01.10.2018-30.11.2020)
Funding:	a) 34 196 EUR
	b) 8 549 EUR
- for 2020:	a) 3 078 kHUF/7,74 kGBP
	b) 3 121 kHUF/7,85 kGBP
- used in 2020:	a) 3 078 kHUF/7,74 kGBP
	b) 3 121 kHUF/7,85 kGBP
- sent in 2020:	0 HUF
Type of grant:	Non-refundable
Expenditures:	
Staff	4 884 kHUF/12,28 kGBP
Material	1 315 kHUF/3,31 kGBP
Total:	6 199 kHUF/15,59 kGBP
Introduction of support in the given year	
See point 2.4	

Name of the grant:	Supporting Religious Pluralism and Respect for FoRB across South Asia (EIDHR/2018/400-439)	
Name of supporter:	a) European Union b) <u>Minority Rights Group International</u>	
Source of funding:	Central government budget	
	Local government budget	
	International source	X
	Other	
Duration:	a) 01.11.2018 – 31.10.2021	
	b) 01.11.2018 – 31.10.2021	
Funding:	a) 494 681 EUR	
	b) 8 849 EUR	
- for 2020:	a) 58 105 kHUF/146,13 kGBP	
	b) 3 231 kHUF/8,12 kGBP	
- used in 2020:	a) 58 105 kHUF/146,13 kGBP	
	b) 3 231 kHUF/8,12 kGBP	
- sent in 2020:	0 HUF	
Type of grant:	Non-refundable	
Expenditures:		
Staff	5 413 kHUF/13,61 kGBP	
Material	55 923 kHUF/140,64 kGBP	
Total:	61 336 kHUF/154,25 kGBP	
Introduction of support in the given year		
See point 2.5		

Name of the grant:	The Turkish Minority in Western Thrace: The Long Struggle for Rights and Recognition
Name of supporter:	Federation of Western Thrace Turks in Europe
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	15.05.2019 – 30.09.2019
Funding:	5 000 EUR
- for 2020:	-116 kHUF/-0,29 kGBP
- used in 2020:	2 kHUF/0,01 kGBP
- sent in 2020:	0 kHUF (0 EUR)/0 kGBP
Type of grant:	Non-refundable
Expenditures:	
Staff	0 kHUF/0 kGBP
Material	2 kHUF/0,01 kGBP
Total:	2 kHUF/0,01 kGBP
Introduction of support in the given year	
See point 2.6	

Name of the grant:	Protecting the Rights of Religious Minorities
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:	01.07.2019 – 31.12.2022 01.01.2020 - 31.12.2020
Funding:	a) 16 125 000 NOK b) 128 848,71 NOK
- for 2020:	a) 101 005 kHUF/254,01 kGBP b) 4 485 kHUF/11,28 kGBP
- used in 2020:	a) 101 005 kHUF/254,01 kGBP b) 4 485 kHUF/11,28 kGBP
- sent in 2020:	a) 100 024 kHUF (3 028 310 NOK)/251,55 kGBP b) 0 kHUF/0 kGBP
Type of grant:	Non-refundable
Expenditures:	
Staff	7 273 kHUF/18,29 kGBP
Material	98 217 kHUF/247 kGBP
Total:	
	105 490 kHUF/265,29 kGBP
Introduction of support in the given year	
See point 2.7	

Name of the grant:	Roma Equality through Increased Legal Access - REILA (881888)
Name of supporter:	European Union
Source of funding:	Central government budget
	Local government budget
	International source X
	Other
Duration:	24 months (01.09.2020-31.08.2022)
Funding:	199 993 EUR
- for 2020:	2 560 kHUF/6,44 kGBP
- used in 2020:	2 560 kHUF/6,44 kGBP
- sent in 2020:	57 155 kHUF (159 994,4 EUR)/143,74 kGBP
Type of grant:	Non-refundable
Expenditures:	
Staff	1 943 kHUF/4,89 kGBP
Material	617 kHUF/1,55 kGBP
Total:	2 560 kHUF/6,44 kGBP
Introduction of support in the given year	
See point 2.8	

08.04.2021



.....
Farkas Zsófia
Managing Director

FIGURES WITH INDICATIVE GBP VALUE

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

397.6347 GBP/HUF

Minority Rights Group Europe Nonprofit Ltd.

Simplified Financial Statement - Balance "A"

31.12.2020

Balance sheet date

	Item	Previous period		Modificat ions in previous years	Target year	
		Thousand HUF	Thousand GBP		Thousand HUF	Thousand GBP
a	b	c		d	e	
1	A. Fixed Assets (02.+04.+06. lines)	627	£2	0	453	£1
2	I. Intangible assets	0	£0	0	0	£0
3	02. line including: adjusted value of intangible assets	0	£0	0	0	£0
4	II. Tangible assets	627	£2	0	453	£1
5	04. line including: adjusted value of tangible assets	0	£0	0	0	£0
6	III. Financial investments	0	£0	0	0	£0
7	06. line including: adjusted value of financial investment	0	£0	0	0	£0
8	B. Current Assets (09.+10.+11.+12. lines)	157,935	£397	0	308,527	£776
9	I. Inventories	0	£0	0	0	£0
10	II. Receivables	31,227	£78	0	63,933	£161
11	III. Securities	0	£0	0	0	£0
12	IV. Liquid assets	126,708	£319	0	244,594	£615
13	C. Accrued and deferred assets	512,665	£1,289	0	683,124	£1,718
14	Total assets (01.+08.+13. lines)	671,227	£1,688	0	992,104	£2,495
15	D. Equity (16.+18.+19.+20.+21.+22.+23. lines)	-6,571	-£16	0	-32,527	-£81
16	I. Subscribed capital	3,000	£8	0	3,000	£8
17	16. line including: ownership shares repurchased at face value	0	£0	0	0	£0
18	II. Subscribed capital unpaid (-)	0	£0	0	0	£0
19	III. Capital reserve	0	£0	0	0	£0
20	IV. Retained earnings	-13,784	-£35	0	-23,899	-£60
21	V. Tied-up reserve	14,328	£36	0	23,899	£60
22	VI. Re-valuation reserve	0	£0	0	0	£0
23	VII. After tax result for the year	-10,115	-£25	0	-35,527	-£89
24	E. Provisions	0	£0	0	0	£0
25	F. Liabilities (26.+27.+28. lines)	675,814	£1,699	0	1,022,341	£2,571
26	I. Subordinated liabilities	0	£0	0	0	£0
27	II. Long-term liabilities	519,393	£1,306	0	459,024	£1,154
28	III. Short-term liabilities	156,421	£393	0	563,317	£1,417
29	G. Accrued Expenses and Deferred Income	1,984	£5	0	2,290	£5
30	Total equity and liabilities (15.+24.+25.+29. lines)	671,227	£1,688	0	992,104	£2,495



Date: 08/04/2021

 Zsófia Farkas
director

FIGURES WITH INDICATIVE GBP VALUE

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

397.6347 GBP/HUF

Minority Rights Group Europe Nonprofit Ltd

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

01.01.2020. - 31.12.2020.

Period

	Item	Previous period		Modifications in Previous year	Target year	
		Thousand HUF	Thousand GBP		Thousand HUF	Thousand GBP
a	b	c		d	e	
I.	Total sales (revenues)	1,877	£5	0	1,863	£5
II.	Own performance capitalized	0	£0	0	0	£0
III.	Other income	356,384	£896	0	371,432	£934
	III. line including: loss in value marked back	0	£0	0	0	£0
IV.	Material costs	99,740	£251	0	85,748	£216
V.	Staff costs	66,694	£168	0	43,342	£109
VI.	Depreciations	619	£2	0	405	£1
VII.	Other expenditures	191,276	£481	0	222,331	£559
	VII. line including: loss in value	0	£0	0	0	£0
A.	Income from operations	-68	£0	0	21,469	£54
VIII.	Income from financial transactions	738	£2	0	5,031	£13
IX.	Expenses on financial transactions	10,785	£27	0	62,027	£156
B.	Results from financial transactions (VIII.-IX.)	-10,047	-£25	0	-56,996	-£143
C.	Total income before taxes (+A.+B.)	-10,115	-£25	0	-35,527	-£89
X.	Tax payable	0	£0	0	0	£0
D.	Net income (+C.+X.)	-10,115	-£25	0	-35,527	-£89



Date: 08.04.2021

 Zsófia Farkas
director

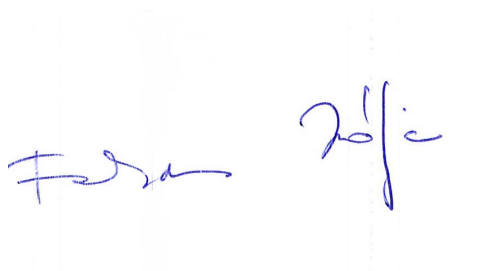
**MINORITY RIGHTS GROUP EUROPE
SERVICE PROVIDING NONPROFIT PLC.**

1082 BUDAPEST, Üllői út 68. II/15.

**NOTES TO THE FINANCIAL
STATEMENT**

For the Year of 2020

**FIGURES WITH INDICATIVE GBP VALUE of average InforEur of 2020
where 1GBP=397.6347 HUF**

A handwritten signature in blue ink, consisting of a stylized 'F' followed by a series of loops and a final 'c'.

Budapest, 8 April, 2021

.....
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-1082 Budapest, Üllői út 68. II. 15.
Date of foundation:	20 May 2008
Registry number:	01-09-906377
Tax number:	22272526-1-42
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	in thousand GBP	% of Shares
Minority Rights Group International GB-E1 6LT London, Commercial Street 54.	3000	7,54	100.00
TOTAL:	3,000	7,54	100.00

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

The Company's Scope of Operations

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

Zsolia 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 820 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 HUF100,000 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	2019 K HUF	2019 K GBP	2020 K HUF	2020 K GBP	Changes %
A. Fixed Assets	627	1,58	453	1,14	-27,75
I. Intangible Assets	0	0,00	0	0,00	N/A
II. Tangible Assets	627	1,58	453	1,14	-27,75
III. Invested financial assets	0	0,00	0	0,00	N/A
B. Current Assets	157 935	397,19	308 527	775,91	95,35
I. Stocks	0	0,00	0	0,00	N/A
II. Receivables	31 227	78,53	63 933	160,78	104,74
III. Securities	0	0,00	0	0,00	N/A
IV. Liquid Assets	126 708	318,65	244 594	615,12	93,04
C. Accrued and deferred assets	512 665	1 289,29	683 124	1 717,97	33,25
TOTAL ASSETS (A+B+C)	671 227	1 688,05	992 104	2 495,01	47,80
D. Equity	-6 571	-16,53	-32 527	-81,80	395,01
I. Subscribed Capital	3 000	7,54	3 000	7,54	0,00
II. Unpaid Subscribed Capital	0	0,00	0	0,00	N/A
III. Capital Reserve	0	0,00	0	0,00	N/A
IV. Retained Earnings	-13 784	-34,66	-23 899	-60,10	73,38
V. Tied Up Reserve	14 328	36,03	23 899	60,10	66,80
VI. Re-valuation Reserve	0	0,00	0	0,00	N/A
VII. After tax result of the year	-10 115	-25,44	-35 527	-89,35	251,23
E. Provisions	0	0,00	0	0,00	N/A
F. Liabilities	675 814	1 699,59	1 022 341	2 571,06	51,28
I. Subordinated Liabilities	0	0,00	0	0,00	N/A
II. Long-Term Liabilities	519 393	1 306,21	459 024	1 154,39	-11,62
III. Short-term Liabilities	156 421	393,38	563 317	1 416,67	260,13
G. Accrued Expenses and Deferred Income	1 984	4,99	2 290	5,76	15,42
TOTAL LIABILITIES AND FUNDS (D+E+F+G)	671 227	1 688,05	992 104	2 495,01	47,80

Fair property position is demonstrated by the following ratios:

Ratio	Previous Year	Current Year
Current Assets Ratio $= \frac{\text{Current Assets} + \text{Accrued/Deferred Assets}}{\text{Total Assets}} \times 100$	99,91	99,95
Equity Strength = $\frac{\text{Equity}}{\text{Total assets}} \times 100$	-0,98	-3,28
Ratio of Provisions (Specific Reserve) $= \frac{\text{Specific Reserve}}{\text{Total assets}} \times 100$	0	0
Cover of Fixed Assets I. = $\frac{\text{Equity}}{\text{Fixed Assets}} \times 100$	-1 048,01	-7 180,35
Cover of Invested Assets II. $= \frac{\text{Equity} + \text{Long - term liabilities}}{\text{Fixed Assets}} \times 100$	81 789,79	94 149,45
Current Assets to Equity Ratio $= \frac{\text{Current Assets}}{\text{Equity}} \times 100$	-2 403,52	-948,53
Equity Gain Ratio $= \frac{\text{Equity}}{\text{Issued Capital}} \times 100$	-219,03	-1 084,23

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 $= \frac{\text{Receivables}}{\text{Short - term liabilities}} \times 100$	19,96	11,35

b.) Liquidity Statement

	K HUF	K GBP
Liquid assets	244 594	615,12
Bank Deposit	243 960	613,53
Cash	634	1,59

The allocation and use of funding support:

	K HUF 2019	K GBP 2019	K HUF 2020	K GBP 2020
Received funds				
Received grant funds	169 862	724,18	226 872	570,55

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.

The use of the funding received	K HUF	K GBP
material-type expenses	85 748	215,64
human resources	43 342	109,00
depreciation	405	1,02
other expenditure	222 331	559,13
<i>transferred to partner organization</i>	<i>222 213</i>	<i>558,84</i>
Net income	-35 527	-89,37

Ratio	2019 (%)	2020 (%)
Liquidity acid test $= \frac{\text{Liquid assets}}{\text{Short - term liabilities}} \times 100$	81,00	43,42
Liquidity ratio $= \frac{\text{Current Assets}}{\text{Short term liabilities}} \times 100$	100,97	54,77
	-10 284,80	-3 143,05

II. Notes to the Balance Sheet and Income Statement

NOTES TO THE BALANCE SHEET

	K HUF	K GBP
<u>Assets</u>	<u>992 104</u>	<u>2 495,01</u>
A) Fixed Assets	453	1,14
<u>I. Intangible Assets net value on 2020.12.31.</u>	<u>0</u>	<u>0,00</u>
Opening gross value on 2020.01.01.	20	0,05
Purchase in 2020	0	0,00
Writing off in 2020	0	0,00
Gross value of intangible assets on 31.12.2020	20	0,05
- Opening value of depreciation	20	0,05
- Depreciation in 2020 as planned	0	0,00
- Written off depreciation in 2020	0	0,00
Closing value of depreciation	20	0,05
 <u>II. Closing net value of intangible assets on 31.12.2020</u>	 <u>453</u>	 <u>1,14</u>
Opening gross value on 01.01.2020	4 819	12,12
Purchase in 2020	231	0,58
Writing off in 2020	0	0,00
Gross value of intangible assets on 31.12.2020	5 050	12,70
- Opening value of depreciation	4 192	10,54
- Depreciation in 2020 as planned	405	1,02
- Written off depreciation in 2020	0	0,00
Closing value of depreciation	4 597	11,56

Extraordinary depreciation

In 2020 the Company did not account for any extraordinary depreciation.

	K HUF	K GBP
B) CURRENT ASSETS		
1 II. Receivables	<u>63 933</u>	<u>160,78</u>
Office lease security deposit	100	0,25
Minority Rights Group International, London	20 861	52,46
Other	43	0,11
Travel advance	737	1,85
<i>Forwarded grant to our partners with reporting due after balance sheet date:</i>		
MM1 project	1 716	4,32
SA1 project	3 111	7,82
REI project	12 023	30,24
NRD project	25 342	63,73
2. IV. Liquid Assets	<u>244 594</u>	<u>615,12</u>
Bank account HUF	6 941	17,46
Bank account EUR	237 019	596,07
Petty cash HUF	77	0,19
Petty cash EUR	464	1,17
Petty cash RON	60	0,15
Petty cash GEL	33	0,08

	K HUF	K GBP
C) Accrued and deferred assets	683 124	1 717,97
Deferred charges of grants received:	K HUF	K GBP
<i>Freedom From Hate: Empowering Civil Society to Counter Cyber-hate Against Roma (FHI project)</i>		
- European Commission	53 941	135,65
- Minority Rights Group International, London	6 613	16,63
<i>Reporting Effectively on Development, Minorities & Migration (MMI project)</i>		
- European Commission	371 911	935,31
- Minority Rights Group International, London	21 376	53,76
<i>Enhancing the Fair Trial for People Suspected or Accused of Crimes (FAI project)</i>		
- European Commission	10 562	26,56
- Minority Rights Group International, London	3 121	7,85
<i>Supporting Religious Pluralism and Respect for FoRB across South Asia (SAI project)</i>		
- European Commission	81 504	204,97
- Minority Rights Group International, London	3 231	8,13
<i>Protecting the Rights of Religious Minorities (NRD)</i>		
- European Commission	123 820	311,39
- Minority Rights Group International, London	4 485	11,28
<i>Equality through Increased Legal Access -REILA (Rei20)</i>		
-European Commission	2 560	6,44

	K HUF	K GBP
<u>TOTAL LIABILITIES AND FUNDS</u>	<u>992 104</u>	<u>2 495,01</u>

D) EQUITY	-32 527	-81,80
------------------	----------------	---------------

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

	Issued Capital	Issued Capital	Unpaid issued	Unpaid issued	Capital Reserve	Capital Reserve	Accumulated profit reserve	Accumulated profit reserve	Tied-up reserve	Tied-up reserve	Profit and Loss	Profit and Loss
	K HUF	K	K	K	K	K	K HUF	K GBP	K HUF	K GBP	K HUF	K GBP
Opening balance 01.01.2020	3 000	7,54					- 13 784	-34,67	14 328	36,03	- 10 115	-25,44
Profit and loss statement of previous year							- 10 115	-25,44			10 115	25,44
Inpayment to issued capital									9 571	24,07		
Use of accumulated profit reserve											- 35 527	-89,35
Closing balance on 31.12.2020	3 000	7,54	-	0,00	-	0,00	- 23 899	-60,10	23 899	60,10	- 35 527	-89,35

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 (36,03 K GBP), which was paid during 2012, and 9 571 kHUF (24,07 K GBP) which was paid in 2020. The amount of the inpayment is shown in the financial statement as tied-up reserve.

In the year 2020 the Net Income became a loss of 35 527 kHUF (89,35 K GBP), thus the equity decreased to the amount of -32 527 kHUF (-81,80 K GBP).

E) Provisioning

Company did not create any provisions in 2020.

	K HUF	K GBP
F) Liabilities	1 022 341	2 571,06

	Original currency	K HUF	K GBP
1) Long-term liabilities		459 024	1154,39
<i>Donor: NORAD</i>			
Protecting the Rights of Religious Minorities (NRD)	6 677 K NOK	232 438	584,56

Donor: European Commission

Equality through Increased Legal Access -REILA (Rei20)	160 K EUR	58 419	146,92
Quality for Roma through Enhanced Legal Access-ERELA (ERE20)	160 K EUR	58 367	146,79
Supporting Religious Pluralism and Respect for FoRB across South Asia (SA1 project)	301 K EUR	109 800	276,13

2) Short-term liabilities	563 317	1 416,67
Liabilities towards domestic suppliers	897	2,26
Liabilities towards foreign suppliers	230	0,58
Liability towards supplier, MRG International in UK	5 806	14,60
Liabilities towards partners in SA1 project	3 254	8,18
Liabilities towards partners in FH1 project	1 639	4,12
MRGI London (NRD project)	68 951	173,40
Liabilities towards partners in NRD project	605	1,52
Liabilities towards partners in MM1 project	398	1,00
MM1 Project, European Commission	420 905	1058,52
FH1 Project, European Commission	49 182	123,69
FA1 Project, European Commission	8 706	21,89
NAV VAT	1 486	3,74
NAV personal income tax	332	0,83
NAV healthcare	404	1,02
NAV social contribution tax	318	0,80
NAV contribution to vocational education	34	0,09
Trip reimbursements	170	0,43

G) ACCRUED EXPENSES AND DEFERRED INCOME	2 290	5,76
Accrued expenses	2 290	5,76
Audit fee for 2020	521	1,31
Accountancy fee for 2020	269	0,68
Other costs for 2020	1 500	3,77

NOTES TO THE INCOME STATEMENT

	K HUF	K GB
<u>INCOME FROM ACTIVITIES</u>	<u>378 326</u>	<u>951,45</u>
Revenue from intermediary services (public benefit activity)	1 863	4,69
Grants received	322 418	810,84
<i><u>European Commission:</u></i>		
A Partnership for All: Developing Strategies for Socio-Economic Cooperation Between Roma Communities and Local Authorities in Ukraine (UR1)	15 007	37,74
Reporting Effectively on Development, Minorities & Migration (MM1)	128 935	324,25
Freedom From Hate: Empowering Civil Society to Counter Cyber-hate Against Roma (FH1)	17 877	44,96
Enhancing the Fair Trial for People Suspected or Accused of Crimes (FA1)	3 065	7,71
Supporting Religious Pluralism and Respect for FoRB across South Asia (SA1)	57 910	145,64
Roma Equality through Increased Legal Access (Rei20)	2 560	6,44
<i><u>NORAD</u></i>		
Defending the Rights of Religious Minorities (NRD)	97 064	244,10
Fund from Founder	48 925	123,04
Other income	89	0,22
Income from financial transactions	5 031	12,66
Interest	14	0,04
Exchange rate gain	5 017	12,62

Out of the revenues 222 213 K HUF (558,84 K GBP) was forwarded towards our partners.
These are included among the expenses.

<u>OPERATIONAL EXPENSES</u>	<u>413 853</u>	<u>1 040,78</u>
<u>Material-type total expenses</u>	<u>85 748</u>	<u>215,65</u>
Material cost	272	0,68
Services used	82 668	207,90
office rent and venue hiring	3 006	7,56
post, courier, telephone, internet	1 194	3,00
accounting, audit	5 970	15,01
consultants' fees	46 951	118,08
accommodation abroad	5 468	13,75
travel costs	12 946	32,56
legal services	250	0,63
translation, interpretation	752	1,89
printing and photocopying, editing	3 289	8,27
IT maintenance	933	2,35
other services used	283	0,71
other marketing	1 521	3,83
membership fees	105	0,26
Other services	2 446	6,15
various official fees	637	1,60
bank charges	1 311	3,30
insurance fees	498	1,25
Mediated service	362	0,91
<u>Personnel expenses</u>	<u>43 342</u>	<u>109,00</u>
Salaried	34 193	85,99
employer contributions (social and other contributions)	5 886	14,80
other personnel type of costs (per diem and staff meals)	3 263	8,21
<u>Depreciation</u>	<u>405</u>	<u>1,02</u>
(computer equipment and office equipment)		
<u>Other costs</u>	<u>222 331</u>	<u>559,12</u>
forwarded grants to partners MM1	96 352	242,31
NRD subgrants	90 991	228,83
FH1 subgrants	5 433	13,66
SA1 subgrants	29 438	74,03
other expense	117	0,29
<u>Expenses of financial transactions cost</u>	<u>62 027</u>	<u>155,99</u>
realized exchange rate loss	15 278	38,42
exchange rate loss from revaluation	46 749	117,57
<i>Total income before taxes</i>	<i>-35 527</i>	<i>-89,33</i>

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 2020 payment of brutto 7 597 K HUF (19,11 K GBP) 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	Salaries K GBP	Other payments K HUF	Other payments K GBP
Full-time employees	blue collar staff					
	white collar staff	2,6	15 721	39,54		
Part-time employees	blue collar staff					
	white collar staff	3,4	16 706	42,01	255	0,64
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			1 766	4,44	3 008	7,56
Total of employees		6,0	34 193	85,99	3 263	8,20

Independent Auditor's Report
To the Quotaholder of Minority Rights Group Europe Service Providing Non-profit Ltd.

Opinion

We have audited the accompanying abbreviated financial statements of Minority Rights Group Europe Service Providing Non-profit Ltd. (hereinafter referred to as "the Company") which comprise the balance sheet as at 31 December 2020 (in which the balance sheet total is THUF 992,104 the loss after tax for the year is THUF - 35,527), 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 2020, 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 Code of Ethics for Professional Accountants 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.

Emphasis of Matter

Without qualifying our opinion we draw attention to the fact that the Company's Equity is negative (THUF – 32,661), which does not meet the requirement of Civil Code (2013. V law.).

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 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, 13 May 2021



György Lajos Pataki

Registration number: 007280

PKF Könyvvizsgáló Kft.

1025 Budapest, Csévi utca 7/B.

Registration number: 000123