









## ANEND

AUDITORES INDEPENDENTES S/C

**INSTITUTE OF SOCIOECONOMIC STUDIES - INESC**  
**BALANCE SHEET AS OF DECEMBER 31st, 2021 AND 2020**


ASSETS	2021	2020	LIABILITIES	2021	2020
<b>CURRENT</b>	<b><u>12,086,034.98</u></b>	<b><u>7,925,277.12</u></b>	<b>CURRENT</b>	<b><u>475,527.68</u></b>	<b><u>4,883,097.58</u></b>
<b>Cash and Cash Equivalents</b>	<b><u>12,008,452.40</u></b>	<b><u>7,817,340.11</u></b>	Vacation pay/labor charges (note 9.2)	393,188.00	265,420.06
General cash - restricted	7,727.05	7,727.05	Tax Requirements	12,903.70	1,341.89
Transaction Account - Restricted Resources	104,003.07	515,104.83	Transfers to partners	0.00	0.00
Financial applications - Restricted resources	7,896,979.45	0.00	Suppliers	5,399.90	15,012.90
Transaction Account - Unrestricted Resources	2,580.09	7,294,508.23	Other Credits	64,036.08	113,642.55
Financial applications - Unrestricted resources	3,981,489.52	0.00	Resources - Projects in execution (note 10.3)	8,243,364.09	4,753,100.24
Judicial Deposit - Unrestricted Resources	15,673.22	0.00			
<b>Credits Receivable</b>	<b><u>77,582.58</u></b>	<b><u>107,937.01</u></b>			
Project Partnership Resources	6,305.03	58,480.30			
Advances to employees	70,979.55	40,019.59			
Office supplies stock	298.00	9,437.12	<b>NON-CURRENT ASSETS</b>	<b><u>7,561,553.43</u></b>	<b><u>6,857,216.77</u></b>
<b>Work in progress</b>	<b>0.00</b>	<b>178,918.80</b>	Clearing Accounts (note 17.2)	7,561,553.43	6,857,216.77
Spending on construction	0.00	178,918.80			
<b>NON-CURRENT ASSETS</b>	<b><u>10,104,337.21</u></b>	<b><u>9,448,450.94</u></b>	<b>EQUITY</b>	<b><u>5,909,926.99</u></b>	<b><u>5,546,912.45</u></b>
Tangible fixed assets (Note 8)	2,470,914.70	2,540,065.93	Reserve fund	3,669,157.51	2,397,212.60
Intangible	71,869.08	51,168.24	Accumulated surplus or deficit (note 10.1)	793,879.50	855,901.88
Clearing Accounts (note 17.2)	7,561,553.43	6,857,216.77	Year Surplus or Deficit	-166,937.06	679,970.93
			Market value adjustment	1,613,827.04	1,613,827.04
<b>TOTAL ASSETS</b>	<b><u>22,190,372.19</u></b>	<b><u>17,552,646.86</u></b>	<b>TOTAL LIABILITIES</b>	<b><u>22,190,372.19</u></b>	<b><u>17,287,226.80</u></b>

The Explanatory Notes are an integral part of the Financial Statements.

**INSTITUTE OF SOCIOECONOMIC STUDIES - INESC**  
**INCOME STATEMENT**  
**YEAR ENDED ON DECEMBER 31, 2021 AND 2020**  
**(Amounts in BRL)**

	<u>2021</u>	<u>2020</u>
<b>OPERATING REVENUE</b>	<b>11,667,394.40</b>	<b>12,083,419.62</b>
<b>Donations</b>	<b>10,820,386.61</b>	<b>11,784,305.17</b>
Restricted		
<b>Social Assistance Program</b>	<b>10,820,386.61</b>	<b>11,784,305.17</b>
Revenue	239,387.43	99,284.36
Administrative Fees	483,660.05	181,564.08
Recovered revenue	123,960.31	18,266.01
<b>(-) OPERATING COSTS AND EXPENSES (Note 12)</b>	<b>10,495,940.93</b>	<b>10,002,546.80</b>
<b>Expenditure on project activities</b>	<b>4,831,951.65</b>	<b>4,423,524.00</b>
Training in Budget and Rights	504,937.70	251,782.93
Focus on Budget and Policies	1,515,903.65	1,424,100.78
Defending Political Reform	1,316,346.01	1,265,795.04
Promote Right to the city	137,021.87	170,295.50
Influencing international spaces	104,575.92	60,381.37
Innovate Communication	275,226.34	120,282.55
Innovate in the Management and Training of Resources	159,699.74	442,439.60
Support Institutional Partners	818,240.42	688,446.23
<b>(-) Staff Expenses</b>	<b>5,663,989.28</b>	<b>5,579,022.80</b>
Wages & Salaries	4,100,898.26	4,066,699.48
Employee benefits (health insurance, transportation and food stamps)	1,064,237.85	1,025,237.18
Payroll Charges	366,440.20	487,086.14
Vacation Pay	132,412.97	0.00
<b>GROSS BALANCE</b>	<b>1,171,453.47</b>	<b>2,080,872.82</b>
<b>(-) OPERATING EXPENSES</b>	<b>1,338,390.53</b>	<b>1,400,901.89</b>
Administrative and general	335,326.20	234,224.12
Financial Expenses	85,631.06	84,345.88
Administrative Fee	483,660.05	181,564.08
Depreciation and amortization	427,427.11	298,549.31
Other operating expenses	6,346.11	164,617.82
Other non-operating expenses	0.00	437,600.68



**INSTITUTE OF SOCIOECONOMIC STUDIES - INESC**

**CASH FLOW STATEMENT - INDIRECT METHOD**

**YEAR ENDED ON DECEMBER 31, 2021 AND 2020**

**(Amounts in BRL)**

	2021	2020
CASH FLOW FROM OPERATIONS		
Net Deficit/Surplus for the year	166,937.06	<b>679,970.93</b>
Adjustments to reconcile the deficit for the year with resources from operating activities:		
Depreciation	427,427.11	298,549.31
Constituting of Reserves	1,271,944.91	0.00
Fixed asset retirement	0.00	79,710.87
	<u>1,866,309.08</u>	<u>1,058,231.11</u>
Decrease (Increase) of assets		
Advances to employees	30,959.96	-29,758.70
Advance to third parties	0.00	0.00
Stock	-9,139.12	-9,437.12
Project partnership resources	52,280.00	67,505.20
	<u>74,100.84</u>	<u>28,309.38</u>
Increase (reduction) in liabilities		
Accounts Payable - Suppliers	-9,600.12	-35,197.62
Others		1,481,345.48
NET RESOURCES CONSUMED IN OPERATIONAL ACTIVITIES	<u>-9,600.12</u>	<u>1,446,147.86</u>
Additions to Fixed Assets	<u>-363,471.64</u>	<u>-158,576.79</u>
NET RESOURCES USED IN INVESTMENT ACTIVITIES	<u>-363,471.64</u>	<u>-158,576.79</u>
Adjustment of Previous Years	<u>2,623,774.13</u>	
CASH ADJUSTMENT IN LAST YEAR'S EQUITY		
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS	<u>4,191,112.29</u>	<u>2,374,111.56</u>
Cash and cash equivalents at end of the year	12,008,452.40	7,817,340.11
(-) Cash and cash equivalents at beginning of the year	7,817,340.11	5,443,228.55
INCREASE (DECREASE) IN CASH AND EQUIVALENTS	<u>4,191,112.29</u>	<u>2,374,111.56</u>

The Explanatory Notes are an integral part of the Financial Statements.



# ANEND

AUDITORES INDEPENDENTES S/C

**STATEMENT OF CHANGES IN EQUITY AND COMPREHENSIVE INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2021 AND 2020**  
(Values expressed in thousands of BRL)

	<u>Market value adjustment</u>	<u>Reserve Fund</u>	<u>Accumulated Surplus (Deficit)</u>	<u>Surplus (Deficit) for the year</u>	<u>Total</u>
BALANCE ON DECEMBER 31, 2018	0.00	2,397,212.60	855,793.58	-1,364,279.10	4,866,833.22
Adjustments of previous years	0.00	0.00	108.38		108.38
Donation reserve composition	0.00	0.00	0.00	0.00	0.00
Incorporation of surplus for the year	0.00	0.00	-1,364,279.10	1,364,279.10	0.00
Surplus/(Deficit) for the year	0.00	0.00		679,970.93	679,970.93
BALANCE AS OF DECEMBER 31st, 2020	0.00	2,397,212.60	855,793.58	-1,364,279.10	5,546,912.53
Adjustments of previous years	0.00	0.00	196,077.40		196,077.40
Donation reserve composition	0.00	0.00	0.00	0.00	0.00
Incorporation of surplus for the year	0.00	0.00	-679,970.93	679,970.93	0.00
Surplus/(Deficit) for the year	0.00	0.00		166,937.06	166,937.06
Market price adjustment	0.00	0.00	0.00	0.00	0.00
Balance on December 31, 2021	0.00	2,397,212.60	855,793.58	-1,364,279.10	5,909,926.99

The Explanatory Notes are an integral part of the Financial Statements.

**INSTITUTE OF SOCIOECONOMIC STUDIES - INESC**

**EXPLANATORY NOTES FOR  
FINANCIAL STATEMENTS**

Year ended on December 31, 2021 and 2020  
(In BRL)

**1. OPERATIONAL CONTEXT**

The Institute of Socioeconomic Studies - INESC, CNPJ 00.580.159/0001-22, is constituted as a civil association established under civil law, of philanthropic purposes, and of social assistance character. Created in 1979, it is a non-governmental, non-profit, non-partisan and public purpose organization. Inesc's operations are oriented towards expanding social participation in the deliberation of public policies. Inesc uses budgetary instruments as a structuring axis for strengthening and promoting citizenship. To increase impact, the Institute works in close partnership with other organizations, movements and social collectives.

**2. PRESENTATION AND PREPARATION OF FINANCIAL STATEMENTS**

**a) Basis of preparation**

The main accounting policies adopted in the preparation of the financial statements are defined below and have been applied consistently with all the fiscal years presented.

These financial statements were prepared in accordance with the Accounting Pronouncements (collectively "CPCs") standards, issued by the Accounting Pronouncements Committee (CPC), adopted in Brazil by the approval of the Federal Accounting Council (CFC).

Additionally, INESC observes the Brazilian Accounting Standards (NBC T 10.4 - Foundations and NBC T 10.19 - Non-Profit Entities), and ITG 2002 - Non-Profit Entities. The aforementioned Standards recognize that these entities are different from the others and recommend the adoption of specific terminologies for the revenue, capital accounts and for the denomination of the Income Statement, in order to adapt these terminologies to the context of the referred entities.

**b) Functional and presentation currency**

The financial statements are presented in BRL, which is the entity's functional currency.

**3. ACCOUNTING PRACTICES**

Among the main practices adopted for the preparation of the financial statements, applied uniformly with the previous year, the following stand out:

**3.1. CURRENT ASSETS**

They are represented by cash, bank deposits and short-term financial investments, valued at acquisition costs plus financial income earned and, in the case of expenses paid in the current year, but to be realized in the following year, the resulting amounts.

**3.2. NON-CURRENT ASSETS**

Formed by fixed assets, the set of assets and rights necessary to maintain Inesc's activities and by the clearing accounts.

### 3.3. CURRENT LIABILITY

Stated at known or estimated amounts, plus, when applicable, the corresponding charges incurred.

### 3.4. RESULTS ASSESSMENT

The surplus/deficit for the year is determined in accordance with the accrual basis.

## 4. BANK BALANCES - RESTRICTED

Bank balances are reconciled according to the bank statements presented by Banco ITAÚ:

<b>Banks: Banco do Brasil and ITAÚ</b>	<b>Checking account</b>	<b>2021 BALANCE</b>	<b>2020 BALANCE</b>	<b>2019 BALANCE</b>
ITAÚ - Ford Foundation	24474-8	1,399.82	0.00	0.00
ITAÚ - quadrennium PPM	32324-5	9,290.70	708.510	451.16
ITAÚ – Open Society Foundations - “Brazil: contributions to build health governance” project	32485-4	0.00	760.230	0.00
ITAÚ - Fund.H.Böll - Social and Environmental Rights project	32486-2	0.00	463.060	0.00
ITAÚ - KNH project 91325 - Ondas da Paz (Waves of Peace)	32490-4	0.00	938.550	10,280.57
ITAÚ - Open Society Foundations - project “Budget and rights to health: access to medicines”	32485-4	0.00	0.000	460.23
ITAÚ - European Union - Political Reform	32.498-7	602.77	536.660	520.25
ITAÚ - Capital Reserve	32502-6	146.38	146.380	367.67
ITAÚ - Reserve 01	32503-4	536.68	430,717.890	730.07
ITAÚ - Reserve 02	32504-2	163.38	163.380	385.05
ITAÚ - Reserve 03	32508-3	82.46	82.460	304.34
ITAÚ - Reserve 04	33817-7	436.35	284.610	270.31
ITAÚ - Reserve 05	32482-1	324.96	442.110	798.26
ITAÚ - Institutional	33820-1	889.88	5,478.900	25,227.26
ITAÚ – Payments Account	33821-9	40.34	12.880	12.61
ITAÚ - PEPSICO DO BRASIL LTDA/LACRE	32322-9	0.00	0.000	11,884.50
ITAÚ - PEPSICO DO BRASIL LTDA/LGBTQ+	33822-7	0.00	1,050.400	352.00
ITAÚ - UCF	32480-5	0.00	908.850	748.95
ITAÚ - CLUA Climate and land use alliance LLC	32.492-0	10.00	517.310	691.99
ITAÚ - FASTENOPFER Monitoring Brazilian NDC	32496-1	0.00	23,212.520	42,234.09
ITAÚ - Itaú Award	32497-9	438.20	321.520	765.48
ITAÚ - UNFPA	32501-8	0.00	0.000	6,418.04
ITAÚ - ICS Inst. Climate and Society	33827-6	626.99	0.000	653.19
ITAÚ - MISEREOR Budget and Rights	34551-1	0.00	2,023.170	628.56
ITAÚ - Charles Stewart Mott Foundation	34666-7	751.61	937.010	356.02
ITAÚ - MISEREOR -DH	34668-3	6,323.72	1,015.340	375.80
ITAÚ - PPM - DH	34669-1	184.74	737.160	652.82
ITAÚ –CLUA Mining	40528-1	0.00	3,280.630	380.70
ITAÚ –FASTENOPFER Mining	40849-1	0.00	904.070	452.49
ITAÚ - BIC-HDB	40851-7	10.00	1,104.970	360.10
ITAÚ - SAGE	40850-9	462.30	630.710	0.00

ITAÚ - RAINFOREST		0.00	1,018.080	0.00
ITAÚ - Oxfam Brasil - Map of Inequalities Project	32501-8	0.00	13,685.510	0.00
ITAÚ - AVINA PULSANTE FUND	57338-8	0.00	326.140	0.00
ITAÚ - PWA	32322-9	826.05	1,100.570	0.00
ITAÚ - Oxfam Brasil- "Juventude nas Cidades" ("Youth in the Cities") project	40526-5	10.00	990.620	0.00
ITAÚ - THE MALALA FUND	57152-0	620.10	830.220	0.00
ITAÚ UN WOMEN	32488-8	0.00	19,774.400	0.00
FUNDAR	32488-8	3,855.37	0.000	0.00
CLUA G-2102-57368	32492.0	495.51	0.000	0.00
OPEN FOUNDATIONS GENERAL SUPPORT	32494-6	660.10	0.000	0.00
FASTENAKTIO IPR21	32496-1	435.38	0.000	0.00
ETF	32501-8	10.00	0.000	0.00
AVINA AMERICAS	40526-5	684.33	0.000	0.00
CLUA MINING	40528-1	956.13	0.000	0.00
AVINA RAC	57338-5	22,759.59	0.000	0.00
MISEROR BUDGET AND RIGHTS 2021-2024	57342-7	660.56	0.000	0.00
H.BOLL GCB FOUNDATION	99886-3	5,616.00	0.000	0.00
ACTION AID	99887-1	562.91	0.000	0.00
PPM DH 2022-2025	32484-7	593.33	0.000	0.00
FASTENKTIO IPR21/BR-EKG.137453	32485-4	611.25	0.000	0.00
SALARY ACCOUNT	32480-5	44,505.27	0.000	0.00
<b>TOTAL</b>		<b>106,583.16</b>	<b>515,104.620</b>	<b>157,457.59</b>

## 5. BANK BALANCES - RESTRICTED

### 5.1 BALANCE OF BANK ACCOUNT FOR PROJECTS SUPPORTED BY KNH

Account balance of - Banco Itaú - No. 32490-4, in checking account and Financial investment on 12.31.2021, the balance is zero.

## 6. FINANCIAL INVESTMENTS – WITH and WITHOUT RESTRICTIONS

Financial investments are stated in the investment values plus the corresponding financial income, appropriated until the balance sheet date, based on the accrual basis, as follows:

ACCOUNTS	APPLICATION TYPES	2021 BALANCE	2020 BALANCE	2019 BALANCE
Institutional	IDC ID	303,019.96	332,391.40	46,821.58
Reserve 02	CDB DI	327,138.49	315,102.75	307,694.29
Capital reserves	CDB DI	809,132.98	778,910.65	760,316.55
Reserve 01	CDB DI	2,240,267.68	1,797,926.86	1,085,359.91
ITAÚ/UNICEF AWARD		72,038.66	78,589.35	175,407.22
PEPSICO LGBTQ+	CDB DI	127,643.63	0.00	0.00



The investments refer mainly to bank deposit certificates (CDB) and fixed income funds in federal banks, it can be said that they are linked to the (CDI). The investments are completely linked to the projects to be executed, according to Note no. 10.3.

**7. OTHER CREDITS**

DESCRIPTION		2021	2020	2019
Stock		298.00	9,437.12	0.00
Advances to third parties	(a)	0.00	58,480.30	125,985.50
Amounts receivable - advance payment. travel		6,305.03	0.00	0.00
Vacation advance payment	(b)	70,979.55	40,019.59	10,260.81
Construction work in progress	(c)	0.00	178,918.80	34,056.49
<b>TOTAL</b>		<b>77,582.58</b>	<b>286,855.81</b>	<b>170,302.80</b>

(a) Refers to transfers to partners for the development of activities

(b) Refers to vacation paid in December, regarding January 2021.

**8. FIXED ASSETS**

**8.1 TANGIBLE AND INTANGIBLE**

Fixed assets and investments are recorded by acquisition value, in 2021 in accordance with Resolution No. 1.177 CFC, Inesc adjusted its fixed assets to market value, according to the report issued by the company Avalia, on December 31, 2019. In 2021, due to the Covid-19 Pandemic, it was not possible to adjust the market value.

Description	2021	2020	2019
Communication equipment	16,162.96	16,162.96	0.00
IT Equipment	283,180.92	223,603.89	199,059.95
Installations	2,620,955.74	2,330,000.00	2,330,000.00
Machines and equipment	0.00	0.00	60,660.18
Furniture and fixtures	226,188.23	211,092.17	169,606.74
Software License	71,869.08	51,168.24	48,239.19
Office supplies	99,297.13	57,333.72	0.00
(-) Accumulated depreciation	-774,870.88	-298,126.81	0.00
<b>Total</b>	<b>2,542,783.78</b>	<b>2,591,234.17</b>	<b>2,807,566.06</b>

**9. CURRENT LIABILITY****9.1 ACCOUNTS PAYABLE**

The balance in accounts payable on December 31, 2021, corresponds to the Suppliers account, in the amount of BRL 5,399.90. These amounts will be paid in January 2022.

**9.2 PROVISIONS**

a) Vacation and social security contributions in the payroll, to be settled in subsequent periods, in 2020 and appropriated in 2021, corresponds to the amount of BRL 265,420.06 (two hundred and sixty-five thousand, four hundred and twenty Reais and six cents). Vacations that will be paid in 2022, totaled the amount of BRL 393,188.00.

**9.3 RESOURCES – PROJECTS IN EXECUTION**

The balance of projects to be executed represents the resources received from donors and not yet used. The following represents the exclusive allocation of resources to the execution of projects contracted with donors. The balance of the projects as of December 31, 2021 are shown below:

<b>DONORS</b>	<b>2021</b>	<b>2020</b>
<b>UNRESTRICTED</b>		
CHARLES STEWART MOTT FOUNDATION	217,314.04	150,589.96
HEINRICH BÖLL FOUNDATION – "Strengthening the fight for social and environmental rights" project	5,616.00	463.06
AVINA FOUNDATION	22,759.59	0.00
OFXAM BRASIL- "Juventude nas Cidades" ("Youth in the Cities") project	40,000.00	73,407.36
FORD FOUNDATION	163,997.69	0.00
Open Society Foundations -Brazil: contributions to build health governance	0.00	694,283.22
Open Society Foundations – Map of Inequality	0.00	65,324.97
FASTENOPFER - Budget and Rights to the Amazon	0.00	15,018.58
FASTENOPFER	353,207.06	174,100.40
MISEREOR - DH Project	0.00	47,461.06
ITAU AWARD – UNICEF	72,476.86	78,910.87
KNH Project 94325 – Ondas pela Paz ("Waves for Peace")	0.00	45,397.80
OPEN SOCIETY FOUNDATIONS	2,473,515.27	0.00
PPM - DH project	79,202.49	59,793.57
QUADRENNIUM PPM	389,437.80	378,954.69
INSTITUTIONAL	116,123.51	614,251.52
FASTENOPFER	0.00	0.00

European Union - Project CSO-LA/2018/300-178	282,598.34	912,695.38
Misereor project budget and rights	96,923.67	2,023.17
PEPSICO – Lacre Project	0.00	157,519.66
UCF	0.00	130,698.39
CLUA – Climate and Land Use Alliance	1,226,599.50	234,698.16
FASTENOPFER Monitoring Brazilian NDC project	0.00	23,212.52
ICS – Institute for Climate and Society	128,270.62	0.00
UNFPA	0.00	40,993.56
BIC-HDB	0.00	1,104.97
CLUA – MINING	955,520.35	246,440.32
RAINFOREST	0.00	82,840.84
SAGE	464,946.17	153,514.07
THE MALALA FUND	432,975.08	0.00
UN WOMEN	0.00	19,774.40
THE MALALA FUND	0.00	89,081.88
FUNDAR	255,543.27	0.00
ACTION AID	13,701.36	0.00
PWA	397,876.00	260,545.86
AVINA AMERICA	54,759.42	0.00
<b>Total</b>	<b>8,243,364.09</b>	<b>4,753,100.24</b>

## 10. NON-CURRENT LIABILITY

### 10.1 EQUITY

Composed of accumulated deficits and surpluses from previous years to the current year:

Accounts	12/31/2021	12/31/2020	12/31/2019
Accumulated surplus	793,879.50	855,901.88	855,793.58
Reserve fund (a)	3,669,157.51	2,397,212.60	2,397,212.60
Surplus/Deficit for the year (b)	-166,937.06	679,970.93	-1,364,279.10
Adjustment of market value	1,613,827.04	1,613,827.04	1,613,827.04
<b>Closing balance</b>	<b>5,909,926.99</b>	<b>5,546,912.45</b>	<b>4,866,833.22</b>

As determined in its bylaws, in the event of dissolution, the General Assembly shall decide on the allocation of equity, being distributed to other institutions that have the same corporate purpose.

## 11. RESULTS FOR THE YEAR

The accounting deficit for the year 2021 is BRL 166,937.06 and the surplus for 2020 was BRL 679,970.93.



## 12. MEDICAL EXPENSES

INESC's expenses were accounted for through invoices and receipts presented in accordance with legal and tax requirements.

Description		2021	2020
Training in Budget and Rights	(a)	504,937.70	251,782.93
Focus on Budget and Policies	(a)	1,515,903.65	1,424,100.78
Defending Political Reform	(a)	1,316,346.01	1,265,795.04
Promote Right to the City	(a)	137,021.87	170,295.50
Influencing international spaces	(a)	104,575.92	60,381.37
Innovate in Communication	(a)	275,226.34	120,282.55
Innovate in the Management and Training of Resources	(a)	159,699.74	442,439.60
Support Institutional Partners	(a)	818,240.42	688,446.23
Human Resources	(b)	5,663,989.28	5,579,022.80
Administrative Expenses	(b)	335,326.15	210,146.49
Financial expenses	(b)	85,631.06	84,345.88
Administrative Fees		483,660.05	181,564.08
Appropriate fee		0.00	113,642.55
Other operating expenses		6,346.16	75,052.90
Depreciation		427,427.11	298,549.31
Non-operating expenses	(b)	0.00	437,600.68
<b>TOTAL EXPENSES</b>		<b>11,834,331.46</b>	<b>11,403,448.69</b>
(+)Enjoyed Exemption		1,056,807.11	1,036,772.60
<b>GRAND TOTAL EXPENDITURES</b>		<b>12,891,138.57</b>	<b>12,440,221.29</b>

a) It refers to the expenses of carrying out Inesc's activities: seminars, advocacy and training workshops with direct assistance to 818 beneficiaries; trips to participate in activities and campaigns in other states and countries; articulation and partnership with other entities; participation in meetings with civil society organizations, networks, forums, agencies and government sectors; communication and production of reports and electronic publications; content creation and maintenance for the organization's website; participation in social networks; printed publications; free distribution of all material produced by the institution, with 5,449 people receiving mailing from Inesc reviewed; our website has an average reach of 663 accesses per day; total reach of 1,753,095 on Facebook; 163,800 views on YouTube, 6,474 followers on Twitter, and 4,555 followers on Instagram, with a total reach of 149,127 for stories and 438,290 for posts. The last social network, Instagram, was the one that Inesc invested the most efforts in 2021. Thus, all these activities aim to achieve the organization's statutory objectives, whether in strengthening the democratic process, promoting the citizenship of excluded segments of society, promoting social, political, economic, cultural and environmental inclusion, elaborating propositions of public policies to the National Congress that regard all sectors of Brazilian society and defending rights. The total composition of these expenses is shown in note 12.

Below is a breakdown of the results recorded in 2021 by Inesc:

Inesc in numbers – 2021	
<b>Range</b>	We reached <b>57,986 thousand people, 53% of whom were women</b> , in 615 activities
<b>Public directly served by Inesc in 2021:</b> 956 children, adolescents, youth, activists and leaders of organizations and social movements, <b>50% of whom were women.</b>	We trained <b>90 children and teenagers</b> from public schools in Budget and Rights. <u>Onda Project</u> , with 55% of attendees being women.
	We trained <b>184 people in Budget and Rights</b> of organizations and social movements, 70% of whom were women.
	We raise awareness in <b>Budget and Rights 442 leaders of organizations and social movements, 63% of whom were women.</b>
	We trained <b>48 LGBTQIAP + activists</b> in cultural activities, <b>31% of whom were black.</b> <u>Lacre Project</u>
	We worked with <b>54 peripheral youths</b> with the right to the city agenda, <b>54% women and 57% black.</b> <u>Juventudes nas Cidades ("Youth in the City") Project</u> , also known as <u>Fortalecendo o Corre</u>
<b>Campaigns promoted by Inesc or that had the active participation of Inesc</b>	<b>Escola dos Sonhos</b> (the school of my dreams): campaign launched by Inesc on School Day, March 15, within the scope of the Onda project. Preceded by workshops and lives, the initiative also featured other activities, such as conversation circles with student organizations and public authorities about the current education model and its obstacles.
	<b>Alerta</b> (warning): Association of civil society organizations that denounced misconduct of the federal government in the fight against the Covid-19 pandemic.
	<b>Só acredito vendo</b> (I'll believe it when I see it): campaign in defense of greater transparency in tax expenditures
	<b>E fora dos stories, como está a educação? (stories aside, how's education?)</b> Campaign in defense of the right to education.
	<b>Fora Bolsonaro Campaign:</b> campaign in defense of Bolsonaro's impeachment through protocols of impeachment requests in the National Congress and broad street demonstrations.
<b>Advocacy actions</b>	<p>We conducted, with others, <b>112</b> advocacy actions at district, local, national and international levels and obtained <b>38 positive results</b>, including:</p> <ul style="list-style-type: none"> <li>• The performance of the Social Movements Platform for Political Reform with the National Congress contributed to the "Distritão" not being approved and the votes given to women and black people are counted double for the purpose of distributing the resources of party and electoral funds in the elections from 2022 to 2030.</li> <li>• The performance of the Basic Income Campaign "Renda Básica que Queremos" with the National Congress contributed to the adoption of legislation that benefits family members of health professionals who died during the Covid-19 pandemic.</li> <li>• Actions of the Alerta campaign contributed to the data produced by the coalition providing the basis for the final report of the Covid Congressional Investigative Commission (CPI) and was taken into account by the Federal Court of Accounts (TCU),</li> <li>• Inesc's performance within the scope of Forus contributes to take the message</li> </ul>





b) Refers to the expenses of payroll, vacations and 13th bonus of all INESC employees, including: administrative staff, advisors, Financial, Administrative and Personnel Managers and members of the Management Board, as well as the expenses of payment of FGTS (Government Severance Fund for Employees) and PIS (Social Integration Program), including exemptions from the employer's quota of INSS

**TABLE 2 – INESC: SOCIAL MEDIA PRESENCE in 2018, 2019, 2020 and 2021**

Means of communication	2018	2019	2020	2021
<b>Website</b>				
Average visits per day	1,065	454	740	663
Number of sessions per user	1.15	1.25	1.2	1.24
Page per session	1.39	1.64	1.33	1.43
Average session time	1'01	1'21	0'52	1'06
Rejection rate	84.39%	77.43%	85.71%	80.93%
<b>Facebook</b>				
Fans	22,069	22,415	22,876	23,152
Total range	1,813,972	1,136,989	321,009	1,753,095
Engagement (likes + comments + shares divided by total reach)	5%	2%	6%	0.24%
<b>Instagram</b>				
Followers	-	1,589	3,309	4,555
Stories: Reach	-	54,286	44,722	149,127
Stories: Interactions (replies + clicks on badges + votes on quizzes)	-	811	907	2244
Stories: Engagement (interactions divided by total reach)	-	1.49%	2.02%	1.50%
Feed: Reach	-	554,523	77,378	438,290
Feed: Interactions	-	8,256	10,484	20,361
Feed: Engagement (interactions divided by full reach)	-	1%	13%	5%
Reels: Reach	-	-	-	18,914
Reels: Interactions	-	-	-	714
Feed: Engagement (interactions divided by full reach)	-	-	-	4%
<b>YouTube</b>				
Views	32,645	2,591	39,862	163,800
<b>Twitter</b>				
Followers	1,135	3,296	5,164	6,474
Impressions	329,000	897,200	942,499	2,617,900
<b>E-mail</b>				
Number of people who receive Inesc mailing	7,271	2,502	4,837	5,449
Average open rate of emails	21.60%	14.83%	26.03%	22.38%

(Social Security National Institute) and IPTU (Urban Property Tax).

c) Refers to the expenses of payroll, vacations and 13th bonus of all INESC employees, including: administrative staff, advisors, Financial, Administrative and Personnel Managers and members of the Management Board, as well as the expenses of payment of FGTS (Government Severance Fund for Employees) and PIS (Social Integration Program), including exemptions from the employer's quota of INSS (Social Security National Institute) and IPTU (Urban Property Tax).

### 13. REVENUE

The accounting revenues are composed of donations already executed, project administration fees, Open Foundation, European Union, Clua, Avina, Sage, Pepsico, Action Aid, PWA, AVINA and Boll Foundation - Carta de Belém financial investment revenues, recovery of expenses and exemption from INSS.

Description	2021	2020
Donations	10,820,386.61	11,784,305.17
Revenue from investments	239,387.43	99,284.36
Administration fee	483,660.05	181,564.08
Recovered expenses	22,113.00	18,265.51
Non-operating income	101,847.31	0.50
<b>TOTAL OPERATING REVENUE</b>	<b>11,667,394.40</b>	<b>12,083,419.62</b>
Exemption from INSS and IPTU	1,056,807.11	1,036,772.60
<b>GRAND TOTAL REVENUE</b>	<b>12,724,201.51</b>	<b>13,120,192.22</b>

### 14. GRATUITIES GRANTED

Considering only the revenues from donations from legal entities, revenues from financial investments, recovery of expenses and enjoyed exemption from INSS, the gratuities granted in 2021, through assistance projects, total the amount of all expenses, in the amount of BRL 12,891,138.57 on December 31, 2020, the amount of BRL 11,403,448.69, as shown below:

#### 14.1 DONATIONS

The donations received in 2021 total the amount of BRL 14,717,311.52 (**Fourteen** million, seven hundred and seventeen thousand, three hundred and eleven Reais and fifty-two cents), as shown below:

DONOR	2021	2020
CHARLES STEWART MOTT FOUNDATION	559,344.07	276,115.27
FUNDRAISING	1,312.43	4,548.49
EUROPEAN UNION – Political System in Brazil	1,403,398.19	2,302,137.03
EUROPEAN UNION – Budget project and right to the city	0.00	516,548.90
FORD FOUNDATION	1,074,865.37	1,036,502.40
FASTENOPFER – “Strengthening the defense of territories against mining” project	0.00	174,100.40
FASTENOPFER – project "Budget and Rights in the Amazon"	0.00	318,732.12
PEPSICO – Lacre Project	0.00	155,000.00
FASTENOPFER – Case Study	96,936.92	0.00

# ANEND

AUDITORES INDEPENDENTES S/C

FASTENOPFER – Energy	296,874.37	0.00
OPEN SOCIETY FOUNDATIONS GRANT NUMBER OR2019-60683 – Fiscal Justice	0.00	2,231,741.72
HEINRICH BÖLL FOUNDATION – "Strengthening the fight for social and environmental rights" project	0.00	90.00,00
KNH proj. Ondas da Paz (Waves of Peace)	146,412.44	310,711.57
KNH Intermediary	210,662.26	0.00
MISEREOR – Inesc	274,577.69	320,856.71
OPEN SOCIETY FOUNDATIONS - "Brazil: contributions to build health governance" project	0.00	1,150,764.08
OXFAM - Continuity proposal for Map of Inequality	0.00	100,000.00
OFXAM BRASIL- "Juventude nas Cidades" ("Youth in the Cities") project		135,476.00
MISEREOR - DH Project	282,731.82	181,618.13
Quadrennium PPM	1,438,492.29	1,325,803.07
PPM - DH project	230,579.24	158,581.95
CLUA – Climate and Land Use Alliance	2,457,200.00	0.00
THE MALALA FUND	665,089.72	147,786.33
ACTION AID	89,356.52	0.00
SAGE	466,369.50	306,539.62
INTERNATIONAL BUDGET PARTNERSHIP	0.00	32,652.09
BIC/HDB	0.00	26,218.11
IBP INTERNATIONAL BUDGET PARTNERSHIP	29,046.99	0.00
BRAZILIAN ASSOCIATION OF NON- GOVERNMENTAL ORGANIZATIONS - ABONG	29,000.00	26,000.00
AVINA FOUNDATION	118,800.00	120,000.00
UNFPA	0.00	34,575.52
FUNDAR	254,959.22	66,349.16
INTERNATIONAL FORUM OF PLAT.	0.00	34,713.53
RAINFOREST FOUNDATION NORWAY	821,093.55	460,503.13
OXFAM BRAZIL	81,645.40	50,000.00
AVINA AMERICAS INC	55,018.40	82,764.26
UN WOMEN	362,500.00	82,500.00
PIPS FIES	0.00	53,000.00
ICS – Institute for Climate and Society	170,000.00	150,000.00
PWA	251,549.68	261,228.24
OPEN SOCIETY INSTITUTE	2,700,300.00	0.00
FLACSO ARGENTINA HEADQUARTERS	2,755.45	0.00
HEINRICH BOLL	146,440.00	0.00
<b>TOTAL</b>	<b>14,717,311.52</b>	<b>12,724,067.83</b>

In compliance with Resolution No. 1.305 of the Brazilian Federal Accounting Council - CFC that approved NBC TG 07 - Government Subsidy and Assistance and CFC Resolution No. 1409/12 that approved ITG 2002. All funds received from agreements and donations are recorded in the revenue when the contractual conditions established on the Entity are met and at the time the corresponding expenses are incurred. Donations received whose corresponding expenses have not yet incurred are recorded in liabilities in



obligations – Project in Execution, and their recognition in revenue in the income for the year occurs in the proportion in which the expense is being realized.

#### 14.2- FINANCIAL REVENUES

Financial income refers to income from financial investments in INESC's bank accounts, whose amount in 2021 was BRL 239,387.43 (two hundred and thirty-nine thousand, three hundred and eighty-seven Reais and forty-three cents). The revenue from the projects in the accounting was recorded in liabilities in obligations – Projects in Execution.

#### 14.3 - RECOVERY OF EXPENSES

Refers to the reimbursement of expenses paid with INESC resources and with subsequent reimbursement for a certain project or third parties, such as: flight tickets, medical assistance of employees' dependents, phone calls and post.

#### 14.4-EXEMPTION FROM INSS and IPTU

The exemption from social contributions in 2021, including the INSS + SAT + Third parties employer quota, was BRL 992,983.11 (nine hundred and ninety-two thousand, nine hundred and eighty-three Reais and eleven cents) and the IPTU in the amount of BRL 63,824.00 (sixty-three thousand, eight hundred and twenty-four Reais).

### 15. GRATUITIES GRANTED

Considering only the revenues from donations from legal entities, revenues from financial investments, recovery of expenses and enjoyed exemption from INSS, the gratuities granted in 2021, through assistance projects, total the amount of all expenses, in the amount of BRL 12,891,138.57 on December 31, 2020, the amount of BRL 11,403,448.69, as shown below:

	2021	2020
<b>TOTAL GRATUITIES GRANTED</b>	<b>12,891,138.57</b>	<b>11,403,448.69</b>
<b>HUMAN RESOURCES</b>	<b>6,720,796.39</b>	5,579,022.80
Wages & Salaries	4,100,898.26	4,066,699.48
Social Contributions	366,440.20	487,086.14
Employee benefits - health insurance, transportation and food stamps	1,064,237.85	1,025,237.18
Provision over payroll	132,412.97	0.00
INSS - exemption enjoyed	1,056,807.11	1,036,772.60
<b>ACTIVITIES</b>	<b>4,831,951.65</b>	<b>4,423,524.00</b>
Training in Budget and Rights	504,937.70	251,782.93
Focus on Budget and Policies	1,515,903.65	1,424,100.78
Defending Political Reform	1,316,346.01	1,265,795.04
Promoting Right to the city	137,021.87	170,295.50
Influencing international spaces	104,575.92	60,381.37
Innovate in Communication	275,226.34	120,282.55
Innovate in Management and Resource Capacity	159,699.74	442,439.60
Support Institutional Partners	818,240.42	688,446.23
Administrative expenses/Expenses	335,326.15	210,146.49
Administrative Fees	483,660.05	181,564.08
Other operating expenses	91,977.22	273,041.33



Other non-operating expenses (depreciation)	427,427.11	736,149.99
Surplus/(Deficit) for the year	<b>-166,937.06</b>	679,970.93

**16. INSURANCE COVERAGE**

INESC has the following insurance modalities:

Corporate Insurance: Coverage against the risks of fire, explosion, smoke and fall, electrical damage (fixtures, machinery, facilities and inventories), fixed expenses and subtraction of assets, with insured value representing BRL 2,000,000.00.

**17. APPLICATIONS OF RESOURCES**

All the resources of agreements received by INESC were applied in its institutional purposes, in accordance with its bylaws, demonstrated by expenses and equity investments.

**18. CLEARING ACCOUNTS**

**18.1 AGREEMENTS - RECEIVABLE**

Refer to the amounts receivable from donors in the following years, whose expected disbursement is provided for through contracts signed between the parties, according to the table in Note 17.2 - Commitment to agreements.

**18.2 COMMITMENTS WITH AGREEMENTS**

Refers to the amounts of agreements receivable, which, once made, according to the commitment signed by INESC with the donors, must be invested in the execution of the project activities, as shown below:

DONOR	AGREEMENTS – AMOUNTS RECEIVABLE	AGREEMENTS – AMOUNTS FOR IMPLEMENTATION
FORD FOUNDATION	2,231,960.00	2,231,960.00
ICS – INSTITUTE FOR CLIMATE AND SOCIETY	329,000.00	329,000.00
MISEREOR – Inesc	819,294.33	819,294.33
RAINFOREST	2,245,099.34	2,245,099.34
EUROPEAN UNION – "Political reform" project	1,378,209.76	1,378,209.76
CHARLES S. MOTT FOUNDATION	557,990.00	557,990.00
<b>TOTAL</b>	<b><u>7,561,553.43</u></b>	<b><u>7,561,553.43</u></b>

