Economic and Social Development Centerof Palestine

Financial Statements and Independent Auditor's Report

December 31, 2013

Economic and Social Development Center of Palestine

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of Economic and Social Development Center of Palestine Ramallah

We have audited the accompanying financial statements of Economic and Social Development Center of Palestine (Not for Profit Organization), which comprise of the statement of financial position as at December 31, 2013, the statement of activities, statement of change in net assets and cash flows statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the United States of America Statements on Financial Accounting Standards No. 117 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements 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 Organization's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Deloitte.

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of **Economic and Social Development Center of Palestine** as of December 31, 2013, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and the United States of America Statements on Financial Accounting Standards No. 117 as applicable.

Deloitte & Touche (M.E.)

Ramallah

April 24, 2014

Economic and Social Development Center of Palestine Statement of Financial Position

As of 31 December 2013

		31 December 2013	31 December 2012
	Note	U.S. \$	U.S. \$
Assets			
Current Assets			
Cash on Hand and at Banks	3	575,024	591,207
Grants Receivable	5	122,048	108,292
Loans and advances	6	144,018	145,789
Other receivables	7	4,557	6,384
Investments	8	36,828	36,828
Total Current Assets		882,475	888,500
Bank Deposits Restricted for Specific Purposes	4	60,087	17,003
Furniture and Equipment, Net	9	70,583	88,770
Total Assets		1,013,145	994,273
Liabilities and Net Assets			
Liabilities:			
Payables and Accruals	10	36,221	11,018
Deferred Grants	11	32,547	Ε.
Due to loan revolving fund	12	248,944	263,758
Reserves for Severance Pay	13	105,878	90,619
Total liabilities		423,590	365,395
Net Assets:			
General Fund		147,331	139,873
Temporarily Restricted	14	371,641	400,235
Investment in Furniture and Equipment		70,583	88,770
Total Net Assets (Statement-C)		589,555	628,878
Total Liabilities and Net Assets		1,013,145	994,273

See Notes to Financial Statements

Economic and Social Development Center of Palestine Statement of Activities

Year Ended 31 December 2013

				64200	0.24
			Temporarily .	Tot	
		Unrestricted	Restricted	2013	2012
	Note	U.S. \$	U.S. \$	U.S. \$	U.S. \$
Grants and Revenues:					
Restricted grants	14	-	2,091,944	2,091,944	2,471,483
Unrestricted grants and service contracts	15	116,452	1€	116,452	131,786
Local community contributions	16	17,073) - 1	17,073	30,346
Interest income and other revenues	17	31,212	•	31,212	46,741
Total		164,737	2,091,944	2,256,681	2,680,356
Cost of Service Contracts		(87,038)		(87,038)	(61,354)
Net Assets Released From Restrictions	14	2,120,538	(2,120,538)		
		2,198,237	(28,594)	2,169,643	2,619,002
Expenses:					
Program Expenses:					
Institutional Development & Capacity Building		902,660	-	902,660	743,555
Emergency & Food Security		1,217,754		1,217,754	1,538,171
Total program expenses		2,120,414	-	2,120,414	2,281,726
Operating and Administrative expenses		81,739		81,739	96,279
Total program and Operating and administrative expenses	18	2,202,153	-	2,202,153	2,378,005
Depreciation	9	30,163		30,163	29,011
Loss on currency fluctuations		(4,111)		(4,111)	2,219
Total Expenses		2,228,205	-	2,228,205	2,409,235
Increase in net assets during the year (Statement-C)		(29,968)	(28,594)	(58,562)	209,767

See Notes to Financial Statements

Economic and Social Development Center of Palestine Statement of Changes in Net Assets Year Ended 31 December 2013

			Net Assets	
	General Deficit	Temporarily Restricted	Investment in Furniture, Equipment	Total
	U.S. \$	U.S. \$	U.S. \$	U.S. \$
Year Ended 31 December 2013:				
Balances at Beginning of Year	139,873	400,235	88,770	628,878
Change in Net Assets During the Year (Statement-B)	(29,968)	(28,594)	д	(58,562)
Support from ACTED to Cover prior years expenses	19,239	1	⊕ I E	19,239
Transfer to Investment in Furniture, Equipment and Library Resources, net	18,187	1	(18,187)	
Net Assets at End of Year (Statement-A)	147,331	371,641	70,583	589,555

Year Ended 31 December 2012:

Balances at Beginning of Year	115,025	236,947	105,370	457,342
Prior Year Adjustment	(22,617)	1	31	(22,617)
Change in Net Assets During the Year (Statement-B)	30,865	178,902	1	209,767
Transfer to Loan Revolving Fund	ì	(15,614)	31 3	(15,614)
Transfer to Investment in Furniture, Equipment and Library Resources, net	16,600	1	(16,600)	1
Net Assets at End of Year (Statement-A)	139,873	400,235	88,770	628,878

See accompanying notes to financial statements

Economic and Social Development Center of Palestine Statement of Cash Flows Year Ended 31 December 2013

	2013	2012
	U.S. \$	U.S. \$
Cash flows from operating activities:		
Grants received from contributors	2,105,700	2,638,109
Interest Income and Other Revenues	164,737	46,741
Cash paid to employees and suppliers	(2,231,560)	(2,410,222)
Net cash used in operating activities	38,877	274,628
Cash flows from investing activities:		
Procurement of fixed assets	(11,976)	(42,373)
Gain from Sale of Office Furniture and Equipment	(11,570)	29,962
	(11,976)	(12,411)
Increase (Decrease) in Cash and Deposits with Banks During the Year	26,901	262,217
Cash on hand and deposits with banks at beginning of year	608,210	345,993
Cash on Hand and Deposits with Banks at End of Year	635,111	608,210
Adjustments to Reconcile Change in Net Assets		
to Net Cash used in Operating Activities:		
Change in net assets	(39,323)	171,536
	()	-
Depreciation	30,163	29,011
Investment loss in New Farm Company	-	-
Provision for employees' indemnities	15,259	32,903
Decrease (Increase) in grants receivable	(13,756)	34,840
Decrease (Increase) in accounts receivable and other assets	3,598	(45,059)
Increase (decrease) in payables and accruals	42,936	51,397
Net cash provided by operating activities	38,877	274,628

See Notes to Financial Statements

Economic and Social Development Center of Palestine

Notes to Financial Statements 31 December 2013

1. Organization:

Economic and Social Development Center of Palestine (ESDC), (Not For Profit Organization) is a legal independent Palestinian NGO, established at the beginning of 2003, under registration number RA/2267/B. ESDC's aims to be among the most effective and efficient NGOs that contribute to building a democratic self-reliant Palestinian civil society, and to improving livelihoods of Palestinian local communities.

ESDC objectives are to effect positive change in the socio-economic and humanistic attributes of the Palestinian society in all sectors including youth and women through encouraging and supporting productive, self-reliant and rewarding cooperative projects. Its message is to gear self-help community based groups, including cooperatives, to become self-reliant. The ESDC believes in the values of solidarity, equality, self-responsibility, democracy and social justice.

ESDC staff continuously assesses and update rural communities' needs and try to fulfill them through coping with the strategies of different donor organizations. The core funds of ESDC, however, are derived from the long-term partnership program with the Swedish Cooperative Centre (SCC), primarily through the funding of the Swedish International Development Agency (Sida).

The ESDC's projects and activities are centered around two integrated and interrelated programs:

The Cross-sectoral capacity building, democratization and institutional development program.

The Sector Specific Technical and Economic Development Program; which aims at strengthening the technical knowledge and skills of targeted cooperatives leaders and self help groups while empowering them economically. The programs are carried out by the targeted groups throughout the Palestinian rural communities.

ESDC is registered with all concerned ministries of the Palestinian Authority.

2. Summary of Significant Accounting Policies:

The financial statements of ESDC have been prepared on the accrual basis of accounting using the historical cost convention, relevant International Financial Reporting Standard and the United States of America Statements on Financial Accounting Standards No. 117 as applicable.

In the current year, ESDC management considered all new and revised Standards and Interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of IASB, relevant to its activities, that were issued and effective for annual reporting periods ending on December 31, 2013. The application of the new standards and interpretations has no effect on the financial position or the results of operations of ESDC.

2. Summary of Significant Accounting Policies: (Continued)

The significant accounting policies followed are described below:

ESDC maintains its accounts in accordance with the principles of fund accounting under which the resources for various purposes are classified into three classes of net assets as described below:

Unrestricted net assets represent net assets whose use by ESDC is not subject to donor-imposed restrictions.

Temporarily restricted net assets whose use by ESDC is limited by donor-imposed and restriction that either expire by passage of time or can be fulfilled and released by actions of ESDC pursuant to those donor-imposed stipulations.

Estimates and assumptions: The financial statements include certain estimates and assumptions made by management relating to reporting of assets, liabilities, at the date of the financial statements, and the reporting of revenues, expenses, gains, and losses during the year. Actual results may differ from those estimates adopted by ESDC's management. Estimates used in the preparation of the financial statements are the useful lives of fixed assets and all other provisions.

Contributions and grants, revenues from private grants and contract agreements are recognized as it is earned through expenditures in accordance with the agreements. Any funding received in advance of expenditures is recorded as deferred contribution in the statement of financial position.

Donated equipment, books and other supplies are reported as non-operating income and are valued at their fair values on the date of receipt.

Contributions Receivable represents amounts due from funding organizations for expenditures incurred prior to receiving related funds.

Deferred Grants represents contributions received from donors to be used in the forthcoming years and are recognized as revenues through expenses in accordance with the agreements.

Cash and cash equivalents include cash on hand and deposits with banks with maturity dates of 90 days or less.

Loan Receivables:

Loans receivable are stated at their outstanding balances as of the date of the financial statements.

Investments:

Investment is stated at cost. Dividends from investment are recorded when received.

2. Summary of Significant Accounting Policies: (Continued)

Furniture and Equipment and Depreciation:

Furniture and Equipment are stated at cost net of accumulated depreciation, depreciation is computed on a straight-line basis over the estimated useful lives of the respective assets ranging from 7% to 20%.

When the expected recoverable amount is less than the net book value, the Fixed Assets items amount is reduced to the lower of the cost or net realizable value and the difference (if any) is included in the statement of activities.

The useful lives of fixed assets items, are reviewed at the end of each year. In case the expected useful life is different from what was determined before, the change in estimate is recorded in the following years, being as a change in estimate. Fixed assets items are disposed off when there is no expected future benefit from the use of that asset.

Liabilities toward Staff benefits

Severance pay: The policy of ESDC is to provide for staff severance pay by accruing for one-month compensation for each year of service using the last salary paid during the year.

Functional Expenses

The Center allocates its expenses on a functional basis among its various programs and general administration. Expenses that can be identified with a specific program or administration are charged directly to related function. Other expenses that are common to several functions are allocated between functions based on the best estimates and judgment of management.

Foreign Currency Transactions:

The books of accounts of ESDC are maintained in U.S Dollar. Transactions, which are denominated in currencies other than U.S Dollar are converted into U.S Dollar equivalent at the spot exchange rate prevailing on the date of each transaction.

Financial Statements in U.S Dollar

Transactions and balances, which are originally expressed in U.S Dollar, are presented at the actual amount received or paid in U.S Dollar.

Balances of assets and liabilities which are expressed in currencies other than U.S Dollar are translated to U.S Dollar equivalent using the exchange rate prevailing at the date of the financial statements, which were as follows:

	December 3	1,	
	2013	2012	
	U.S \$	U.S \$	
Israeli Shekel	0.2874	0.2684	
EURO	1.3768	1.3225	

Exchange differences arising from the translation of assets and liabilities is charged to the statement of activities.

3. Cash on Hand and at Banks:

Composition:

	Decemb	oer 31,
	2013	2012
Cash on Hand	862	804
Deposits with banks in Shekel (overdrawn)	14,390	(915)
Deposits with banks in US Dollar	568,004	622,216
Deposits with banks in EURO (Overdraft)	(8,232)	(30,898)
	575,024	591,207

4. Bank Deposits Restricted for Specific Purposes:

Compositions of restricted deposits with banks and related obligations are as follows:

	D	December 31, 201	3
	Amount of Deposit	Amount of Obligation	Excess (Deficit)
Staff Benefits	60,087	105,878	(45,791)
	60,087	105,878	(45,791)
		December 31, 201	2
	Amount of	Amount of	Excess
	Deposit	Obligation	(Deficit)
Staff Benefits	17,003	90,619	(73,616)
	17,003	90,619	(73,616)

5. Grants Receivable:

Composition of this account is as follows:

	Decer	nber 31,
	2013	2012
CARE -TATWEER		2,560
DCI- ACTED	30,814	43,224
Oxfam Olive Oil EU PTIA 98	29,638	35,403
OCHA		27,105
Convenion ACF	4,163	
ACF	1,320	
HERF-Jayous	2,285	
CRDP	53,828	220
	122,048	108,292

6. Loans and Advances:

Composition of this account is as follows:

31 -	Decembe	er 31,
	2013	2012
Beginning Balance	145,789	76,353
Loan Receivables issued:		
SCC fund	46,400	30,000
Oxfam fund	38,260	75,500
	84,660	105,500
Loan collected:		
SCC fund	(21,329)	(21,064)
Oxfam fund	(65,102)	(15,000)
	(86,431)	(36,064)
	144,018	145,789

7. Other Receivables:

Composition of this account is as follows:

	Decembe	r 31,
	2013	2012
Advances to Employees	3,738	1,459
Advances to Suppliers	819	4,925
	4,557	6,384

8. Investment in New farm Company:

This item represents investment in the "New Farm Company for Marketing and Agro-processing" (private shareholding), in the amount of \$ 48,728 USD for 36,700 Shares at 1 JD par value. The amount paid is 100% of the value of the shares. Through 31 December 2011, the share of ESDC in the accumulated loss of the company was USD 11,900 which was reduced from the investment.

9. Furniture, Equipment, Net:

Composition of this account is as follows:

	Furniture	Equipment	Cars	Total
Year Ended December 31,				
2013:				
Cost:				
Beginning 2013	40,503	101,152	46,480	188,135
Additions	124	11,852		11,976
Disposals				
Ending 2013	40,627	113,004	46,480	200,111
Accumulated Depreciation:				
Beginning 2013	17,348	45,776	36,241	99,365
Additions	1,964	21,189	7,010	30,163
Disposals			-	
Ending 2013	19,312	66,965	43,251	129,528
Net Book Value	21,315	46,039	3,229	70,583
Year Ended December 31, 2012: Cost:				
Beginning 2012	40,503	58,779	87,685	186,967
Additions	83 (중문)	42,373		42,373
Disposals			(41,205)	(41,205)
Ending 2012	40,503	101,152	46,480	188,135
Accumulated Depreciation: Beginning 2012	17,348	25,461	38,787	81,596
Additions	17,540	20,315	8,696	29,011
Disposals		20,510	(11,242)	(11,242)
Ending 2012	17,348	45,776	36,241	99,365
Net Book Value	23,155	55,376	10,239	88,770

10. Payables and Accruals:

Com	position:
-----	-----------

Composition:	Decembe	r 31,
	2013	2012
Due to service Providers and employees	9,364	5,294
Accounts Payables - Community Contribution	21,969	836
Professional Fees	4,888	4,888
	36,221	11,018

11. Deferred Grants:	
Composition:	
	D

Decemb	er 31,
2013	2012
32,547	
32 547	

FAO

12. Due to Loan Revolving Fund:

Composition:

	Decembe	er 31,
	2013	2012
Beginning Balance	263,758	200,798
Transferred (to) from Donors	(15,614)	62,960
Revolving Fund Fees Revenue	800	×
	248,944	263,758

13. Reserves for Severance Pay:

Composition:

iposition.	Decembe	er 31,
	2013	2012
Beginning Balance	90,619	57,716
Provision charged for the year	48,288	42,634
Payments	(33,029)	(9,731)
2 27	105,878	90,619

14. Temporarily Restricted:

Details of expenses by operational unit for the years ended December 31, 2013 is as follows:

Releases

			Grants			53				
	Unexpended Grants January 1, 2013	Grants Received	Receivable for the year	Grants in 2013	Available Grants	Grants Refunded	Pixed Assets	Program and Administrative Expenses	Total	Unexpended Grants December 31, 2013
	U.S. S	U.S. S	U.S. §	U.S. S	U.S. \$	U.S. S	U.S. S	U.S. \$	U.S. S	U.S. §
		000		000 300	020 700		2,067	700 002	206 150	110
SCC- Capicity Building	308	0/6:567		016.067	017:067		7007	160.467	670.137	(11)
Oxfam - PATIA 82-EDP	179.731	988.99		988.99	246.617	(123.593)	a	108.593	108.593	14,431
Oxfam Olive Oil EU PTIA 98		93.792	29.638	123.430	123.430	٠	863	122.567	123.430	Ü
Oxfam - Tallas viva PTIA 91	107	•		٠	107	•		107	107	
Australian Agency for International Development	21	٠		•	21.292	·	•	21.292	21.292	٠
Oxfam- Olive Oil SDC PTIA-95		200.000	ĸ	200.000	228.025	•	320	200.835	201.155	26.870
SCC-ESDC-ARII-CAP 2012	43.276	36.842	•	36.842	80.118	٠	•	80.118	80.118	ř
SCC-ESDC-ARIJ-CAP 2013		343,482	٠	343.482	343.482	•		283.622	283.622	29.860
SCC-ESDC-CRDP	٠	55.000	53.829	108.829	108.829	ï	2.320	106.509	108.829	i
SCC HRF Hableh & Azoun Atmeh K	ï	69.300	٠	69.300	69.300	•	500	69.214	69.214	98
Viva Palestina Malaysia	,	45.000		45.000	45.000			45.000	45.000	•
NRO-UAWC	9	202.587		202.587	202.587	•	•	22.014	22.014	180.573
SCC HRF Javous Nabi Elias Oaloil & Tulkarm J	•	205.575	2.285	207.860	207.860		*	207.860	207.860	i)
DEEP	٠	88.601	٠	88.601	88.601	•		28.825	28.825	59.776
Ministry of Agriculture - IFAD 4	2.858	72.192	•	72.192	75.050	٠		75.050	75.050	ř
PTIB05-Oxfam Projects Direct	70.777	16.540	٠	16.540	87.317	•	90	79.823	79.823	7.494
Care-Protection of livelihoods and Food Assistanc	c 53.861	41.629	•	41.629	95.490	(19.018)		76.472	76.472	
Care International - Tatweer Project 2012 - 2013		149.120	•	149.120	149.120	•	630	148.490	149.120	
Care International - Tatweer Project 2013-2014	•	113.737	•	113.737	113.737		4.500	96.684	101.184	12.553
Ministry of Agriculture - Participating Natural Res		6.879	*	6.879	6.879	•		(i)	•	6.879
Ĉ , Ĉ , ZIS		15.093	•	15.093	15.093	•		15.093	15.093	
ACF convinue	•	19.134	4.163	23.297	23.297		(1)	23.297	23.297	,
ACF JBAB /2013/002	•	2.961	1.320	4.281	4.281	•		4.281	4.281	
Total	400.235	2.143.320	91.235	2.234.555	2.634.790	(142.611)	10.695	2.109.843	2.120.538	371.641

15. Unrestricted Grants and Service Contracts

Composition:

	2013	2012
PCAP	32,965	26,930
FAO coops		24,368
FAO Training		15,195
FAO-ENPI-2011/268-270-Sanour-Qabatia-Jaba'	5,400	
FAO-Gaza-2012- Ref: 10/0612/203/CAN	30,000	50,000
FAO-Gaza-2012- Ref: 10/0612/203II/CAN	16,781	
FAO-Gaza-2012- Ref: 10/0612/205/CAN	18,000	:==0
FAO-ENPI-2011/268-270-Sanour-Qabatia-Jaba'	-	3,600
YMCA	13,306	
NICCOD		6,794
Others		4,899
	116,452	131,786

16. Local Community Contributions

Composition:

	2013	2012
SIBCC	9,381	16,735
SCC-ESDC-ARIJ-CAP	628	7,643
CRDP	7,064	(==)
Australian Agency	15	400
ALD – UNDP		5,568
	17,073	30,346

17. Interest Income and Other Revenues

Composition:

	2013	2012
Revolving Fund Fees Revenue		1,120
Membership Fees Revenue	271	533
Tender Fees Revenue	4,711	1,381
Other Revenue	13,645	19,583
Training Revenue, Car Usage Revenue	12,585	12,432
Gain from Assets Sales		11,692
	31,212	46,741

18. Expenses:

Details of expenses by operational unit for the years ended December 31, 2013 is as follows:

	Institutional Development & Capacity Building	Emergency & Food Security	Total Program	Management and Administrative Expenses	Total 2013
	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$
December 31, 2013:			And an analysis of the state of		
Salaries Wages and Related Costs	303,431	234,304	537,735	35,099	572,834
Contribution in center salaries	76,713	5,229	81,942	1	81,942
Drofessional Exmenses	44,006	13,420	57,426	5,439	62,865
Dent and Occurrency	2.215	11,230	13,445	6,268	19,713
Travel Expenses	22,432	10,877	33,309	7,411	40,720
Vahiola Bantal	2,000	7,850	9,850	1	9,850
Veilleic Melitai	298		298	908	1,203
Cleaning Expenses	25.065	5,506	30,571	2,799	33,370
riospitatity A directionsont	61.90	1,493	7,683	5,540	13,223
Mointenance	365	4,244	4,609	979	5,588
Desire Telephone and Eav	8.680	6,203	14,883	3,608	18,491
Office Sumulies	3,381	5,007	8,388	2,539	10,927
Onice Supplies	33.276	2,425	35,701	1,002	36,703
Cubecuintion	5.936	170	901'9	227	6,333
Accommodation	7.632	1	7,632	1,300	8,932
Trilition	450	2,880	3,330	1,946	5,276
Vahiolae Coet	19,920	8,776	28,696	4,216	32,912
Translation	1.658	208	1,866	28	1,894
Hank Charges	12	327	339	818	1,157
Halls Rental Expenses	2,582	2,495	5,077	1	5,077
Sion Boards	54	522	576	78	654
Trainer Leas Hypense	18,431	2,565	20,996	1	20,996
Drawision of venetable backet (PVR)	309,120	891,652	1,200,772	1,200	1,201,972
Animal chade	5,370	220	5,590	a.	2,590
Other December Evanges	1,127	1	1,127	69	1,196
Other Costs	2.316	151	2,467	268	2,735
Culci Costs	099 600	1.217.754	2.120.414	81,739	2,202,153

17. Expenses (Continued): Details of expenses by operational unit for the years ended December 31, 2012 is as follows:

December 31, 2012: And Capacity Building: Security Security Program Anninistrative Expenses Salaries, Wages and Related Costs 267,944 10.8.5 U.S. S U.S. S Salaries, Wages and Related Costs 267,944 17.837 76,778 U.S. S Professional Expenses 140,271 17.837 76,778 2.888 Professional Expenses 16,401 10.825 26.965 1.164 Professional Expenses 16,401 10.825 26.965 1.164 Verlief Rential 25,094 11,640 11,640 11,640 Verlief Rential 10,000 1,677 11,640 11,640 11,640 Verlief Rential 10,000 1,670 11,640 11,640 11,640 11,640 Verlief Rential Rentification 8,93 1,1640 11,640 11,640 11,640 11,640 Verlief Rential 1,178 1,178 1,178 1,178 1,178 1,178 Mediantenance 8,171 1,178 1,178 1,178 <t< th=""><th>Institutional Developmen</th><th>Institutional Development</th><th>Emergency & Food</th><th>Total</th><th>Management and</th><th>T-401 2013</th></t<>	Institutional Developmen	Institutional Development	Emergency & Food	Total	Management and	T-401 2013
1.55.8 U.55.8 C.55.94 C.55.3 C.57.8		And Capacity Building:	Security	Frogram	Administrative Expenses	11 S &
267,944 203,198 471,142 67 58,941 17,837 76,778 20 16,140 1,6380 153,851 2 16,140 1,6380 153,851 2 2,094 3,897 26,965 2 2,094 3,897 28,991 3 2,8059 3,640 11,640 11,640 8,133 1,348 8,888 8,133 1,348 8,888 8,133 1,488 8,888 12,837 3,529 14,783 12,837 3,529 747 8 3,230 1,369 14,661 1,2496 27,157 2,450 - 2,580 8 3,207 2,2,987 13,789 6,656 14,445 13,789 6,656 14,445 103,214 1,027,212 1,130,462 103,214 1,027,212 1,130,462 1,348 1,538,171 2,281,72		U.S. \$	0.5.8	0.3.9	0.3.3	6.5.0
267,944 203.198 471,142 67 58,941 17.837 76,778 67 16,140 16,140 10.825 26,965 2 16,140 16,140 10.825 26,965 2 2,504 11,640 11,640 1 2,8059 11,640 11,640 1 8,133 1,382 1,457 1 8,133 6,650 14,783 1 8,133 6,650 14,783 8 8,133 1,480 8,888 8 8,323 1,480 8,228 8 1,486 1,480 1,478 8 8,333 1,440 1,445 8 8,33 1,303 4,510 1,445 1,378 1,384 1,538 1,538 1,378 1,538,171 1,130,426 1,546 1,323 1,338 1,538,172 1,586	December 31, 2012:					
58.941 17.837 76.778 140.271 13.80 15.380 25.065 160.271 10.825 26.65 2 160.271 10.825 26.65 2 25.094 3.897 28.991 3 28.059 3.697 28.991 3 28.059 3.695 3.695 28.991 3 28.059 3.406 11.640 11.640 11.640 8.152 1.325 31.01 11.640 11.640 8.288 3.406 1.325 11.650 14.57 11.650 13.212 14.77 8 8.888 8.288 8 14.77 8 8.288 9 7 7 7 7 7 8 7 8	Salaries, Wages and Related Costs	267.944	203.198	471.142	67.294	538.436
140271 13.881 15.881 2 16.140 10.825 26.965 2 2.004 2.004 2.8091 3.871 2 2.8059 3.807 28.991 3.1 2.8059 3.042 3.101	Contribution in center salaries	58.941	17.837	76.778	ı	76.778
Fax 16.140 10.825 26.965 2 5.094 25.094 13.897 28.991 3 6.094 11.640 11.640 1 1.280 11.640 11.640 1 1.280 13.02 3.042 31.101 1 1.280 8.133 8.888 8.888 8.888 5.750 3.138 8.888 8.888 1 1.283 1.338 8.888 8.888 1 1.284 1.458 1.450 1.478 8 1.283 1.283 1.321 8 1.284 2.99 1.47 8 1.283 1.321 2.450 2.450 1.301 1.302 4.510 2.450 1.3 1.3 4.510 2.987 1.3 1.3 4.5 1.445 2.987 1.3 1.3 1.1 1.1 1.1 1.1 1.1 1.1 1.1 1.1 1.1 <td>Professional Expenses</td> <td>140.271</td> <td>13.580</td> <td>153.851</td> <td>2.838</td> <td>156.689</td>	Professional Expenses	140.271	13.580	153.851	2.838	156.689
25.094 3.897 28.991 3.897 1.640 1.	Rent and Occupancy	16.140	10.825	26.965	2.163	29.128
ses - 11.640 11.640 ses 51 406 457 1 ses 28.059 3.02 457 1 e and Fax 28.059 3.138 8.888 1 n 5.750 3.138 8.888 1 n 7.448 1.587 8.228 1 n 8.323 3.75 13.212 8 n 8.323 3.629 747 8 penses 14.661 1.2.83 3.629 747 8 gatable basket (PVB) 1.368 1.66 8.43 8 3.629 7.157 penses 3.207 1.303 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.520 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 4.510 <t< td=""><td>Travel Expenses</td><td>25.094</td><td>3.897</td><td>28.991</td><td>3.160</td><td>32.151</td></t<>	Travel Expenses	25.094	3.897	28.991	3.160	32.151
ses 51 406 457 1 ses 28.059 3.042 31.101 1 n 28.059 3.042 31.101 1 n 8.133 6.650 14.783 1 n 8.323 6.650 14.783 1 n 8.323 6.650 14.783 8.888 n 8.323 1.450 8.238 8.888 n 8.323 1.450 14.783 8.888 n 8.323 1.450 1.473 8.238 n 8.323 1.280 1.445 8.238 8.888 n 8.323 1.50 1.445 8.323 8.328 8.838 8.888 9.888 8.888 9.892 9.440 9.450 </td <td>Vehicle Rental</td> <td>T.</td> <td>11.640</td> <td>11.640</td> <td>110</td> <td>11.750</td>	Vehicle Rental	T.	11.640	11.640	110	11.750
Per and Fax 28.059 3.042 31.101 ne and Fax 8.133 8.888 31.00 ne and Fax 8.133 6.650 14.783 ne and Fax 8.133 8.838 8.888 ne and Fax 8.135 12.80 14.783 ne and Fax 8.332 1.287 8.233 8.323 ne and Fax 8.332 1.209 14.783 8.323 penses 3.207 1.309 4.510 8.450 getable basket (PVB) 5.481 11.981 17.462 8.450 ng walls 5.481 11.303 4.510 8.450 8.450 8.450 8.450 8.450 8.450 8.450 9.450 9.450 9.450 9.450 9.450 9.450 9.450 9.450 9.450 9.450 9.450 9.450	Cleaning Expenses	51	406	457	1.226	1.683
ne and Fax 9.195 1.325 10.520 ne and Fax 8.133 8.888 8.888 n 8.133 1.450 8.888 n 8.487 1.450 8.928 8.888 n 8.373 1.450 8.928 8.928 penses 2.371 1.328 8.323 8 penses 2.450 1.328 3.203 7.47 8 gatable basket (PVB) 2.450 2.450 2.450 2.450 8.4 8 gatable basket (PVB) 5.481 1.2496 27.157 2.450 2.450 2.450 2.450 2.450 2.450 2.450 2.450 2.450 2.450 2.450 2.2087	Hoenitality	28.059	3.042	31.101	892	31.993
ne and Fax 5.750 3.138 8.888 ne and Fax 8.133 6.650 14.783 n 7.478 1.450 14.783 n 4.48 1.480 1.450 1.473 n 8.323 2.99 747 8.323 8 n 8.323 - 8.323 8 1.4661 1.361 1.328 3.629 747 penses 2.450 1.308 4.510 84 getable basket (PVB) 5.481 1.303 4.510 4.510 penses 3.207 1.303 4.510 4.510 pense 1.3789 6.56 14.445 4.510 pense 1.3789 6.458 6.458 1.445 Expenses 9.314 1.027.212 1.30.426 2.2987 Expenses 403 2.25 6.458 1 Expenses 403 2.281.726 96 Intra- 743.555 1.538.171 2.	Advartisement	9.195	1.325	10.520	819	11.339
ne and Fax 8.133 6.650 14.783 ne and Fax 8.133 6.650 14.783 n 7.478 1.450 8.928 n 4.48 2.99 7.47 8.928 n 8.323 - 8.523 8.523 8.523 penses 14.661 1.328 3.629 7.157 8.223 8.4 penses 5.460 1.661 1.2.496 27.157 8.4 8.229 8.229 8.4 8.229 8.4 8.229 8.4 8.229 8.4 8.2 8.4 9.2 </td <td>Maintenance</td> <td>5.750</td> <td>3.138</td> <td>8.888</td> <td>176</td> <td>9.064</td>	Maintenance	5.750	3.138	8.888	176	9.064
n 7.478 1.450 8.928 n 12.837 13.212 13.212 n 448 299 747 8 n 448 293 747 8 penses 2.301 1.328 3.629 8 penses 2.450 - 2.450 2.450 catable basket (PVB) 3.207 1.308 4.510 84 ng walls 5.481 1.303 4.510 84 penses 1.3789 6.56 14.445 84 pense - 2.2987 22.987 22.987 print - 6.458 6.458 14.45 print - 1.027.912 1.35.46 1.35.46 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.48 1.35.41.71 2.281.726 96	Poetal Telenhone and Fax	8.133	6.650	14.783	369	15.152
n 12.837 375 13.212 n 448 299 747 e 433 299 747 e 8.323 8.323 8 e 2.301 1.328 3.629 8 penses 2.4661 1.328 3.629 8 e 6.8 1.6 8.4 8 getable basket (PVB) 3.207 1.303 4.510 8 grable basket (PVB) 5.481 11.981 17.462 8 grable basket (PVB) 5.481 11.981 17.465 14.445 pense - 6.458 6.458 6.458 air - 175.786 175.786 175.786 Expenses 9.317 1.02.212 1.30.426 5.658 1 Expenses 4.03 2.281.726 96	Office Supplies	7.478	1.450	8.928	150	8.0078
tion 448 299 747 tion 8.323 - 8.323 8 tt 2.301 - 8.323 8 tt 2.301 1.328 3.629 747 st 1.4661 1.328 3.629 3.629 s 1.4661 1.2.496 27.157 8 s 1.303 4.510 84 8.450 expenses 1.303 4.510 8.450 1.762 s 1.3789 6.56 14.445 17.462 17.462 repair - 6.458 6.458 6.458 1.75.786	Drinting	12.837	375	13.212	56	13.268
ton 8.323 - 8.323 8. tt 2.301 1.328 3.629 8. tt 2.301 1.328 3.629 8. s 14.661 12.496 27.157 8. s 68 7.450 2.450 8. 8. expenses 3.207 1.303 4.510 8. expense - 22.987 22.987 22.987 inining walls x 13.789 6.56 14.445 8. Expense - 6.458 6.458 8. repair - 6.458 6.458 9.348 n of Damaged Field - 175.786 175.786 1.30.426 all Expenses 9.317 9.348 3. m Expenses 9.317 9.348 1. m Expenses 9.658 1. 1. p State 1.538.171 2.281.726 9.66	Subscription	448	299	747	295	1.042
set 2.301 1.328 3.629 set 14.661 2.450 27.157 les 16 84 2.450 les 68 16 84 les 16 84 84 les 1.303 4.510 84 f vegetable basket (PVB) 5.481 1.303 4.510 gaining walls 5.481 11.981 17.462 s Expense 6 14.445 17.462 ds - 6.458 6.458 6.458 on of Damaged Field - 6.458 1.130.426 3.348 3.348 3.348 am Expenses 9.317 3.15.38.171 3.148 3.348 1.30.426 </td <td>Accommodation</td> <td>8.323</td> <td></td> <td>8.323</td> <td>8.884</td> <td>17.207</td>	Accommodation	8.323		8.323	8.884	17.207
set 14.661 12.496 27.157 jes 2.450 - 2.450 l Expenses 68 1.303 4.510 l Expenses 3.207 1.303 4.510 f vegetable basket (PVB) 5.481 11.981 17.462 g strepse 13.789 6.56 14.445 on of Damaged Field - 6.458 6.458 ials Expenses - 6.458 175.786 ials Expenses 9.317 3.36.426 3.3 iam Expenses 9.317 3.15.38.171 2.281.726 9.658 inditure 743.555 1.538.171 2.281.726 9.66	Trilities	2.301	1.328	3.629	815	4.444
jes 2.450 - 2.450 jes 68 16 84 fes 1303 4.510 I Expenses - 22.987 22.987 f vegetable basket (PVB) 5.481 17.462 taining walls 5.481 17.462 s Expense - 6.458 6.458 s Expense - 6.458 175.786 175.786 on of Damaged Field - 175.786 1.130.426 1.130.426 vials Expenses 9.317 31 9.348 sin Expenses 403 255 658 s nditure 743.555 1.538.171 2.281.726	Vahiolas Cost	14.661	12.496	27.157	774	27.931
jess 68 16 84 1 Expenses 3.207 1.303 4.510 1 Expenses - 22.987 22.987 1 degetable basket (PVB) 5.481 11.981 17.462 1 s Expense - 6.56 14.445 4 s Expense - 6.458 6.458 5 repair - 6.458 175.786 6 on of Damaged Field - 103.214 1.027.212 1.130.426 7 and Expenses 9.317 31 9.348 8 am Expenses 403 255 658 8 and Expenses 1.538.171 2.281.726	Translation	2.450	1	2.450	13	2.463
sket (PVB) 1.303 4.510 sket (PVB) 5.481 11.981 17.462 13.789 656 14.445 - 6.458 6.458 - 103.214 1.027.212 9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Bonk Charges	89	16	84	425	509
sket (PVB) 5.481 11.981 17.462 13.789 656 14.445 - 6.458 6.458 - 175.786 175.786 103.214 1.027.212 1.130.426 9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Halle Rental Expenses	3.207	1.303	4.510	644	5.154
sket (PVB) 5.481 11.981 17.462 13.789 656 14.445 - 6.458 6.458 - 175.786 175.786 103.214 1.027.212 1.130.426 9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Cistems	1	22.987	22.987	1	22.987
5.481 11.981 17.462 13.789 656 14.445 - 6.458 6.458 - 175.786 175.786 103.214 1.027.212 1.130.426 9.317 31 9.348 403 403 255 658 743.555 1.538.171 2.281.726	Provision of vegetable basket (PVB)					
d Field 656 14.445 - 6.458 6.458 - 175.786 1103.214 1.027.212 1.130.426 9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Building retaining walls	5.481	11.981	17.462	1	17.462
d Field - 6.458 6.	Trainer Fees Expense	13.789	929	14.445		14.445
d Field - 6.458 6.458 d Field - 175.786 175.786 103.214 1.027.212 1.130.426 9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Animal sheds	1			ı	
d Field - 175.786 175.786 175.786 173.214 1.027.212 1.130.426 1.317 31 9.348 9.317 2.55 658 1.538.171 2.281.726	green house renair		6.458	6.458	1	6.458
103.214 1.027.212 1.130.426 9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Rehabilitation of Damaged Field		175.786	175.786	1	175.786
9.317 31 9.348 403 255 658 743.555 1.538.171 2.281.726	Input Materials Expenses	103.214	1.027.212	1.130.426	340	1.130.766
403 255 658 743.555 1.538.171 2.281.726	Other Program Expenses	9.317	31	9.348	3.097	12.445
743.555 1.538.171 2.281.726	Orher Costs	403	255	658	1.739	2.397
A TOTAL PORT OF THE PART OF TH	Total Expenditure	743.555	1.538.171	2.281.726	96.279	2.378.005

19. Financial instruments, fair values and risks management:

Operational Risk

The costs of the programs, administrative as well as fixed assets procurement are significantly financed by donors through donations. The management believes that the funding level in the year 2014 will be sufficient to finance all of its disbursements and will be consistent with the funding level in the prior years. Furthermore, the management believes that the political and economical conditions prevailing in the area will not materially affect its operations.

Fair Values of Financial Assets and Liabilities:

The carrying book value of financial assets and liabilities are not materially different from their fair values at the date of the statement of financial position.

Credit Risk:

ESDC credit risk is primarily attributable to its liquid funds and receivables. The credit risk on liquid funds is limited because they are placed with reputable financial institutions. The Receivables are stated in the statement of financial position net of allowances for doubtful debts, if any, which is estimated by ESDC management based on prior experience and the current economic environment.

Interest Rate Risk

ESDC interest rate risk arises from the possibility that changes in market interest rates may affect the value of its interest bearing assets. The management of ESDC usually monitors the fluctuation in interest rates in every individual currency in order to maximize the benefits from placements.

Currency Risk:

Currency risk arises from the possibility that changes in the exchange rates may negatively affect the value of the financial assets and liabilities in case ESDC does not hedge its currency exposure by means of hedging instruments. The management usually distributes its liquid assets over its functional currencies to minimize any possible loss from currency rates fluctuation.