

Economic and Social Development Center of Palestine
“ESDC”
Ramallah - Palestine

Independent Auditor’s Report and
Financial Statements
For the financial year ended December 31, 2017

Talal Abu-Ghazaleh & Co.
Certified Public Accountants



Economic and Social Development Center of Palestine
Ramallah - Palestine

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Independent Auditor's Report

**M/s Board of Directors
Economic and Social Development Center of Palestine
Ramallah – Palestine**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Economic and Social Development Center of Palestine** Pages 4 to 16, which comprise the statement of financial position as of December 31, 2017, and the Statement of Activities and statement of Change in Net Assets and statement of cash flows for the year ended December 31, 2017, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statement presents fairly, in all material respects, the financial position of the center as of December 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and the Palestinian Societies Law.

Basis for our Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the center in accordance with the Code of Ethics for Professional Accountants registered under Board of Auditing Profession, which are in conformity with the code of ethics of accountants registered under Palestinian Association of Certified Public Accountants, in line with the ethical requirements related to our audit of the financial statements in Palestine, and we have fulfilled our other ethical responsibilities in accordance with those requirements.

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the center's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the center or to cease operations, or have no realistic alternative but to do so.

Management is responsible for overseeing the center's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our Objectives are to obtain reasonable assurance about whether the 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 ISAs 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 financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 centre'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 of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the centre'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 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 center to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate, with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements.

The center keeps properly organized accounting records, we have also obtained all information and disclosures that we believe they are necessary to our audit and within the information available to us; there are no irregularities to regulations of Palestinian Charitable Society law, which may materially affect the operations or the financial position of the center.

The engagement partner on the audit resulting in this independent auditor's report is the Executive Director, Jamal Milhem.

Talal Abu-Ghazaleh & Co.

License # (251/1997)

Jamal J. Milhem



Jamal Milhem, CPA

Certified Accountant License # (100/98)

Ramallah – Palestine

March 18, 2018



Economic and Social Development Center of Palestine
Ramallah - Palestine
Statement of Financial Position as of December 31, 2017 **Exhibit "A"**

	<u>Note</u>	<u>2017</u> <u>USD</u>	<u>2016</u> <u>USD</u>
<u>Assets</u>			
<u>Current assets</u>			
Cash in hand and at banks	(3)	253,310	483,695
Grants receivable	(4)	197,135	77,913
Loans receivable- net	(5)	80,888	100,931
Other current assets	(6)	18,350	52,849
Investment in New Pharm Company	(7)	44,333	44,201
Total current assets		594,016	759,589
Fixed assets – net	(8)	24,005	53,636
Total assets		618,021	813,225
<u>Liabilities and Net Assets</u>			
<u>Current liabilities</u>			
Accounts payable and accruals	(9)	21,528	10,574
Total current liabilities		21,528	10,574
Due to the revolving lending fund	(10)	250,738	253,687
Provision for end of service indemnity	(11)	79,014	53,666
Total liabilities		351,280	317,927
<u>Net Asset</u>			
General savings		121,312	127,402
Savings appropriated by the Board of Directors		73,137	64,346
Temporarily appropriated Savings	(15)	48,287	249,914
Investment in fixed assets – Exhibit "C"		24,005	53,636
Total net assets –Exhibit "C"		266,741	495,298
Total liabilities and Net Assets		618,021	813,225

“The accompanying notes constitute an integral part of this statement”

Economic and Social Development Center of Palestine
Ramallah - Palestine
Statement of Activities
for the financial year ended December 31, 2017 – Exhibit “B”

	<u>Note</u>	<u>For the financial year ended</u> <u>December 31, 2017</u>			<u>2016</u>
		<u>Temporarily</u> <u>restricted</u> <u>USD</u>	<u>Unrestricted</u> <u>USD</u>	<u>Total</u> <u>USD</u>	<u>Total</u> <u>USD</u>
<u>Operating Income</u>					
Appropriated grants and donations	(15)	1,778,493	--	1,778,493	2,274,041
Local community contributions	(15)	24,919	--	24,919	28,962
Unappropriated contributions and services fees	(12)	--	--	--	110,046
Other income	(13)	--	13,920	13,920	22,338
Total contributions and revenues		1,803,412	13,920	1,817,332	2,435,387
Cost of service-contracts	(14)	--	--	--	(61,874)
Appropriated savings released to general savings	(15)	(2,005,039)	2,005,039	--	--
Total		(201,627)	2,018,959	1,817,332	2,373,513
<u>Programs expenses</u>					
Emergency and food security	(14)	--	(1,806,066)	(1,806,066)	(1,695,452)
Institutional development and capacity building	(14)	--	(196,064)	(196,064)	(448,564)
Total programs expenses	(14)	--	(2,002,130)	(2,002,130)	(2,144,016)
General and administrative expenses	(14)	--	(22,418)	(22,418)	(36,759)
Total programs expenses and administrative expenses		--	(2,024,548)	(2,024,548)	(2,180,775)
Fixed assets depreciation	(8)	--	(16,536)	(16,536)	(18,640)
Doubtful debt expenses		--	(6,000)	(6,000)	(11,270)
Currency differences losses		--	1,063	1,063	(452)
Total expenses		--	(2,046,021)	(2,046,021)	(2,211,137)
Profits from New farm company	(7)	--	132	132	7,373
Change in net assets for the year - Exhibit "C"		(201,627)	(26,930)	(228,557)	169,749

“The accompanying notes constitute an integral part of this statement”

Economic and Social Development Center of Palestine
Ramallah - Palestine

Statement of Change in Net Assets for the financial year ended December 31, 2017 **Exhibit “C”**

	<u>General savings</u> USD	<u>Savings appropriated by the Board of Directors</u> USD	<u>Temporarily appropriated Savings</u> USD	<u>Investment in fixed assets</u> USD	<u>Total</u> USD
<u>Year Ended December 31, 2017</u>					
Balance at the beginning of the year	127,402	64,346	249,914	53,636	495,298
Change in net assets for the year – Exhibit “B”	(26,930)	--	(201,627)	--	(228,557)
Net investment in fixed assets and land - Note 8	29,631	--	--	(29,631)	--
Interest income	(27)	27	--	--	--
Change in savings appropriated by the Board of Directors	(8,764)	8,764	--	--	--
Balance at the end of the year - Exhibit “A”	121,312	73,137	48,287	24,005	266,741
<u>Year Ended December 31, 2016</u>					
Balance at the beginning of the year	97,705	64,320	97,992	65,532	325,549
Change in net assets for the year – Exhibit “B”	17,827	--	151,922	--	169,749
Net investment in fixed assets and land - Note 8	11,896	--	--	(11,896)	--
Interest income	(26)	26	--	--	--
Balance at the end of the year - Exhibit “A”	127,402	64,346	249,914	53,636	495,298

“The accompanying notes constitute an integral part of this statement”

Economic and Social Development Center of Palestine
Ramallah - Palestine
Statement of Cash Flows
for the financial year ended December 31, 2017– Exhibit “D”

	<u>Note</u>	<u>2017</u> USD	<u>2016</u> USD
<u>Cash flows from operating activities</u>			
Grants and donations received in		1,778,493	2,274,041
Unappropriated contributions and services fees and other income		38,839	28,941
Expenses paid to suppliers and employees		(2,053,900)	(1,987,858)
Net cash flows (used in) provided from operating activities		(236,568)	315,124
<u>Cash flows from investing activities</u>			
Fixed assets purchases	(8)	(2,909)	(7,065)
Proceeds from sale of fixed		9,092	--
Net cash flows provided from (used in) investing activities		6,183	(7,065)
(Decrease) Increase in cash and banks balances during the year		(230,385)	308,059
Cash in hand and at banks, beginning of year		483,695	175,636
Cash in hand and at banks at year end		253,310	483,695
<u>Adjustments to reconcile change in net assets to net cash flows (used in) operating activities</u>			
Change in net assets for the year		(26,930)	17,827
Temporary Restricted Net assets		(201,627)	151,922
Fixed assets depreciation	(8)	16,536	18,640
Provision for doubtful debts		6,000	11,270
Losses on disposal of fixed assets		6,912	321
Profits from New farm company		(132)	(7,373)
Increase(Decrease) in Provision for employees' indemnity		25,348	(9,725)
(Increase) decrease in contributions receivable		(119,222)	107,775
Decrease in borrowers receivables and other receivables		48,542	21,079
Increase in accrued expenses and other payables		8,005	3,388
Net cash flows provided by (used in) operating activities		(236,568)	315,124

“The accompanying notes constitute an integral part of this statement”

Economic and Social Development Center of Palestine
Ramallah - Palestine
Notes to the financial statements

1. Legal status and activity:

The Palestinian Center for Economic and Social Development is a Palestinian non-governmental organization, was founded in early 2003 and is registered with the Ministry of the Interior under number B/2267/RA.

Vision:

A socially just Palestinian society in which the individuals are economically independent.

Mission:

Enabling disadvantaged and vulnerable groups to engage in competitive economic activities.

Economic and Social Development Center of Palestine Strategic 2017-2022:

Strategic Objective 1: Socio-economic organizations have an economic and social role within their community.

Strategic Objective 2: Small business with women and youth engagement is within a stimulating and empowering business environment.

Strategic Objective 3: Family agriculture is productive, profitable and sustainable.

Strategic Objective 4: ESDC achieves its objectives efficiently and effectively and complies with good governance standards.

- The Center’s number of employees is 23 as of December 31, 2017.
- The financial statements of Economic and Social Development Center of Palestine for the year ended December 31, 2017 were authorized for issuance by general assembly on May 20, 2018.

2. Significant accounting policies:

Basis of preparation:

- The financial statements have been prepared under the historical cost basis, and the modified accrual basis in accordance with the International Financial Reporting Standards.
- The financial statements are presented in US Dollars.
- The accounting policies adopted are consistent with those of the previous financial year.

The following is a summary of significant accounting policies adopted:

a. The organization’s net assets and the changes mentioned herein are classified as follows:

- Unrestricted net assets: net assets that are used by the organization that have no restrictions imposed by the donor that defines the area of use.
- Temporarily restricted net assets: net assets that are used by the organization restricted by conditions imposed by the donor, and these conditions are ceased either over time or by the organization fulfillment of all of its obligations.

b. Revenues and expenses:

Revenues are recognized when received and expenses when they occur based on the modified accrual basis.

Revenues are recorded as an increase in unrestricted net asset account unless the areas of their uses are restricted by the donor. As for the expenses it is recorded as decrease in unrestricted net assets account. Any gains or losses arising from disposal of fixed assets are recorded as an increase or decrease in the unrestricted net asset account unless the imposition of any restrictions on its use by the donor. At the end of a period of restrictions over time or by achieving the desired goal of restrictions imposed, temporarily restricted net assets account will be reclassified to unrestricted net assets and recorded as net assets transferred from temporarily restricted to unrestricted.

c. Grants Receivable:

ESDC provide other societies and institutions with interest-free loans, supported by guarantees and payment guarantees and payment checks and they were repaid based on the terms of the agreement.

d. Fixed assets:

Fixed assets are record at cost and depreciated over its estimated useful life using the straight-line method at the followings rate:

- Furniture's %15
- Equipment's %20
- Vehicles %15

e. Foreign Currencies:

The basic functional currency of the Center is the US Dollar. Transactions denominated in currencies other than US Dollar (USD), occurring during the year, are translated to USD using the exchange rate at the date of the transaction. Monetary assets and liabilities, which are denominated in other currencies, are translated into USD using the rate of exchange at the reporting date. Gains or losses arising from exchange differences are recognized in the statement of activities.

f. End of Service Indemnity:

Provision for end of service indemnity is calculated for the Center's employees to meet the contractual obligations according to the Palestinian labor law in force.

g. Statement of cash flows:

Statement of cash flows is prepared using the direct method.

3. Cash in hand and at banks:

a. This item consists of:

	<u>2017</u> <u>USD</u>	<u>2016</u> <u>USD</u>
Cash in hand	861	339
Cash at banks- ILS	105,566	23,986
Cash at banks- USD	(23,470)	341,022
Cash at banks- Euro	7,638	293
Bank deposits restricted for specific purposes- C	162,715	118,055
Total	<u><u>253,310</u></u>	<u><u>483,695</u></u>

b. It is worth mentioning that there are checks under collections at the Arab Bank amounting of USD 5,000 and NIS 18,180 not recorded in records until they are collected.

c. Bank deposits restricted for specific purposes:

This item consists of:

	<u>Surplus</u> <u>USD</u>	<u>Reserve /</u> <u>provision value</u> <u>USD</u>	<u>Deposit</u> <u>amount</u> <u>USD</u>
Employees benefits	10,564	79,014	89,578
Savings appropriated by the Board of Directors	--	73,137	73,137
Total	<u><u>10,564</u></u>	<u><u>152,151</u></u>	<u><u>162,715</u></u>

4. Contributions receivable:

This item consists of:

	<u>2017</u> <u>USD</u>	<u>2016</u> <u>USD</u>
NRO – UAWC	--	63,680
We effect – SIBICC 2014-2016	--	1,682
We Effect – Agricode	--	589
OXFAM SIDA 2016-2019	37,887	4,469
OXFAM-SDC/Danida 2017-2021	6,480	--
NICCOD - Phase #5 2017-2018	21,459	--
OXFAM SDC 2015	29,273	7,493
OCHA -SALVF2017	102,036	--
Total	<u><u>197,135</u></u>	<u><u>77,913</u></u>

5. Loans receivable- net:

This item consists of:

	<u>2017</u> <u>USD</u>	<u>2016</u> <u>USD</u>
Balance at the beginning of the year	112,201	160,374
<hr/>		
<u>Loans issued:</u>		
We Effect Fund	44,000	10,000
Total	44,000	10,000
<hr/>		
<u>Loans collected:</u>		
We Effect Fund	(58,043)	(58,173)
Oxfam Fund	--	--
	(58,043)	(58,173)
Provision for doubtful Debts	(17,270)	(11,270)
Net	80,888	100,931
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6. Other current assets:

This item consists of:

	<u>2017</u> <u>USD</u>	<u>2016</u> <u>USD</u>
Employees advances	547	3,312
Receivables from cooperatives – suppliers	525	1,447
Prepaid expenses	11,082	18,319
Accrued funding	--	29,771
Accrued on new farm company	6,196	--
Total	18,350	52,849
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7. Investment in New Pharm Company (USD 44,333):

This item represents the center's investment in New Farm Agricultural Processing and Marketing Company (private shareholding company) in amount of USD 48,333, which represents the value of 36,700 shares in the company at one Jordanian Dinar per share. This amount represents 100% of the nominal value of the shares mentioned. During 2017 and based on the audited financial statements of New Pharm Company for the year ended December 31, 2016, the investment value was raised in the amount of USD 132 and recorded as investment profit in statement of activities. During 2016 and based on the audited financial statements for the year ended December 31, 2015, the investment value was raised in the amount of USD 7,373 and recorded as investment profit in statement of activities.

8. Fixed assets – net:

This item consists of:

	<u>Furniture</u> USD	<u>Equipment</u> USD	<u>Vehicles</u> USD	<u>Total</u> USD
<u>December 31, 2017</u>				
<u>Cost</u>				
Balance, beginning of year	20,512	112,517	46,736	179,765
Additions	--	2,909	--	2,909
Deductions	(112)	(39,203)	--	(39,315)
Balance at year-end	20,400	76,223	46,736	143,359
<u>Accumulated depreciation</u>				
Balance, beginning of year	(12,692)	(70,002)	(43,435)	(126,129)
Additions	(2,974)	(10,647)	(2,915)	(16,536)
Deductions	101	23,210	--	23,311
Balance at year-end	(15,565)	(57,439)	(46,350)	(119,354)
<u>Net book value</u>				
As of December 31, 2017	4,835	18,784	386	24,005
As of December 31, 2016	7,820	42,515	3,301	53,636

9. Accounts payable and accruals:

This item consists of:

	<u>2017</u> USD	<u>2016</u> USD
Suppliers payables	17,354	9,571
Employees payables	1,506	1,003
Beneficiaries payables	2,668	--
Total	21,528	10,574

10. Due to the revolving lending fund:

This item consists of:

	<u>2017</u> USD	<u>2016</u> USD
Balance, beginning of year	253,687	253,487
Commission income - revolving lending fund	800	200
Loss of loan liquidation	(3,749)	--
Total	250,738	253,687

11. Provision for end of service indemnity:

This item consists of:

	<u>2017</u>	<u>2016</u>
	USD	USD
Balance, beginning of year	53,666	63,391
Additions	41,533	43,505
Payments during the year	(16,185)	(53,230)
Total	79,014	53,666

12. Unappropriated donations and services fees:

This item consists of:

	<u>2017</u>	<u>2016</u>
	USD	USD
FAO 2015-2016 WB	--	94,694
Oxfam Italy – baseline 2016	--	15,352
Total	--	110,046

13. Other income (Losses):

This item consists of:

	<u>2017</u>	<u>2016</u>
	USD	USD
Membership fees revenue	--	70
Tenders fees revenue	4,082	7,186
Training and use of vehicle revenues	13,604	12,176
Losses on disposal of fixed assets	(6,912)	(321)
Rent revenues	--	3,169
Other income	3,146	58
Total	13,920	22,338

14. Programs expenses and administrative expenses:

This item consists of:

	<u>2016</u>	<u>2017</u>	<u>Emergency</u> <u>and food</u> <u>security</u> <u>Various</u> <u>grants</u> <u>USD</u>	<u>Institutional</u> <u>development</u> <u>and capacity</u> <u>building</u> <u>USD</u>	<u>General and</u> <u>administrative</u> <u>expenses</u> <u>USD</u>
	<u>Total</u> <u>USD</u>	<u>Total</u> <u>USD</u>	<u>USD</u>	<u>USD</u>	<u>USD</u>
Employees' salaries and expenses	668,004	585,446	496,887	84,865	3,694
Materials cost to beneficiaries	468,790	103,396	99,690	3,706	--
Rehabilitation of damaged fields	427,747	466,040	466,040	--	--
Project activities expenses	278,445	558,514	522,542	35,972	--
Professional and consulting fees	72,949	50,811	32,164	16,410	2,237
Wells and tanks	45,980	7,490	7,490	--	--
Transportation	40,874	49,960	34,913	11,370	3,677
Cars expenses	38,138	34,413	22,184	10,293	1,936
Travel and accommodation	34,310	6,828	225	5,398	1,205
Building retaining walls	32,447	15,200	15,200	--	--
Rent expenses	28,518	30,624	25,402	2,256	2,966
Printing and Photocopying	25,120	36,825	27,652	9,138	35
Hospitality	23,085	22,645	12,662	9,765	218
Posts, Fax and Phone	15,264	15,323	11,773	3,030	520
Car rental	12,630	11,624	11,624	--	--
Other expenses	11,926	13,747	8,680	1,843	3,224
Advertising and publications	9,446	4,076	1,379	--	2,697
Maintenance	7,865	8,896	7,507	1,380	9
Halls rental	929	209	209	--	--
Film Production	182	2,481	1,843	638	--
Total	<u>2,242,649</u>	<u>2,024,548</u>	<u>1,806,066</u>	<u>196,064</u>	<u>22,418</u>

15. Temporarily appropriated Savings:

This item consists of:

<u>Donor – Project</u>	<u>Grants expended 2017 USD</u>	<u>Grants unexpended 2017 USD</u>	<u>Program expenditures USD</u>	<u>Additions to fixed assets USD</u>	<u>Grants Available 2017 USD</u>	<u>Donations For the year 2017 USD</u>	<u>Donations Receivable USD</u>	<u>Donations With currency differences USD</u>	<u>Currency Differences USD</u>	<u>Grants received USD</u>	<u>Unexpended grants as of December 31, 2016 USD</u>
We Effect-Radio 2016-2017	30,459	--	30,459	--	30,459	7,170	--	7,170	--	7,170	23,289
WE Effect-CRDP 2016-2017	70,670	--	70,670	--	70,670	50,540	--	50,540	--	50,540	20,130
OCHA 2016-2017	190,072	--	190,072	--	190,072	59,425	--	59,425	--	59,425	130,647
NICCOD - Phase #4	516,390	--	516,390	--	516,390	492,799	--	492,799	(4,291)	497,090	23,591
OXFAM-PTIA 48 (EDP)	--	1,700	--	--	1,700	--	--	--	--	--	1,700
WEEFFECT-SIBICC 2014-2016+2017	101,469	--	101,469	--	101,469	101,469	--	101,469	--	101,469	--
We Effect- Agricode	86,337	--	86,337	--	86,337	86,337	--	86,337	--	86,337	--
NRO-UAWC	3,903	--	3,903	--	3,903	3,903	--	3,903	--	3,903	--
OXFAM SDC2015-Improved Access to Markets	92,547	--	92,547	--	92,547	92,547	29,273	63,274	--	63,274	--
OXFAM SIDA 2016-2019	174,025	--	174,025	--	174,025	174,025	37,887	136,138	--	136,138	--
FCA ,Qalqilia,2016-2018	113,309	--	113,309	--	113,309	113,309	--	113,309	3,929	109,380	--
NRO-UAWC 1/2/2017-1/2/2019	140,728	900	140,338	390	141,628	141,628	--	141,628	--	141,628	--
OCHA -SALVF2017	255,865	--	255,865	--	255,865	255,865	102,036	153,829	--	153,829	--
Welfare 2017	1,500	--	1,500	--	1,500	1,500	--	1,500	--	1,500	--
NICCOD - Phase #5 2017-2018	94,496	--	91,977	2,519	94,496	94,496	21,459	73,037	(253)	73,290	--
CRDP-IPCFT 2017	97,000	--	97,000	--	97,000	97,000	--	97,000	--	97,000	--
OXFAM-SDC/Danida 2017-2021	6,480	--	6,480	--	6,480	6,480	6,480	--	--	--	--
Sub Total	1,975,250	2,600	1,972,341	2,909	1,977,850	1,778,493	197,135	1,581,358	(615)	1,581,973	199,357
Community contributions											
WEEFFECT-SIBICC 2014-2016+2017	6,759	--	6,759	--	6,759	3,933	--	3,933	--	3,933	2,826
NRO-UAWC	--	17,260	--	--	17,260	(30,471)	--	(30,471)	--	(30,471)	47,731
NRO-UAWC 2017-2019	17,484	28,427	17,484	--	45,911	45,911	49	45,862	3	45,859	--
NRO-UAWC 2017-2019-Local Revenue-In-Kind	2,696	--	2,696	--	2,696	2,696	--	2,696	--	2,696	--
OXFAM SIDA -2016-2019	2,850	--	2,850	--	2,850	2,850	--	2,850	--	2,850	--
Sub Total	29,789	45,687	29,789	--	75,476	24,919	49	24,870	3	24,867	50,557
Total	2,005,039	48,287	2,002,130	2,909	2,053,326	1,803,412	197,184	1,606,228	(612)	1,606,840	249,914

16. Financial instruments - fair value:**The fair value of financial assets and liabilities**

The carrying value of financial assets and liabilities do not differ materially from the fair value as at the date of the financial statements.

17. Risk Management:

The implicit risks of the center's activities, are managed, measured and monitored on an ongoing basis to stay within the permissible limits. The center is exposed to currency risk, the fair value of assets risk, and reliance on donor grants risk in addition to the operating risks.

Currency risk

The Center's Management consider that the net output of the currency risk may have material effect on the Center as a result of obtaining donations in foreign currencies mainly the US dollar and the euro, while spending on projects sometimes in new shekels, the Centre's management hedges for its expenses in various currencies.

Reliance on donor grants

The fact that the Center is a non-profit, and relies heavily on grants from donors to cover a significant portion of the expenditures, the center may be exposed to the decline in submitted grants or some grants stopped, the Center's management plans for its expenditures and manages the projects in a way to ensure that spending are paralleled with receipts.

Liquidity and credit risk

The Center deposit its cash funds at high creditworthy banks, Also the Center's management make periodic study of liquidity requirements and based on it set the maturities of its assets to conform with the maturity of its liabilities as become due.