

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

Independent Auditor’s Report and
Financial Statements
For the financial year ended December 31, 2016

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, 2016, and the Statement of Activities and statement of Change in Net Assets and statement of cash flows for the year ended December 31, 2016, 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, 2016, 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.

Key Audit Matters "KAM"

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are key audit matters related to our audit of the financial statements:

<u>Key Audit Matter</u>	<u>How the matter was Addressed in Our Audit</u>
<p>Revenues from grants and projects Revenues from projects represents 97% of the total revenues of ESDC, based on that, errors that may happen in recording or classifying those revenues can materially affect the fair presentation of the financial statements in accordance to IFRS.</p>	<p>We have reviewed the revenues of projects and grants and related classification to temporarily restricted and released from restriction and unrestricted, we have also obtained confirmations from donors and we have verified them with accounting records and financial statements.</p> <p>In our opinion, revenues from grants and projects were recorded and classified to temporarily restricted and released from restriction and unrestricted properly according to IFRSs.</p>

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 centre'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 Ministry of Interior or Ministry of Agriculture or Ministry of Labor which may materially effects 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

February 14, 2017



Economic and Social Development Center of Palestine
Ramallah - Palestine
Statement of Financial Position as of December 31, 2016 **Exhibit "A"**

	<u>Note</u>	<u>2016</u> <u>USD</u>	<u>2015</u> <u>USD</u>
<u>Assets</u>			
<u>Current assets</u>			
Cash in hand and at banks	(3)	483,695	175,636
Grants receivable	(4)	77,913	185,688
Loans receivable- net	(5)	100,931	160,374
Other current assets	(6)	52,849	25,755
Investment in New Pharm Company	(7)	44,201	36,828
Total current assets		759,589	584,281
Fixed assets - net	(8)	53,636	65,532
Total assets		843,225	649,813
<u>Liabilities and Net Assets</u>			
<u>Current liabilities</u>			
Accounts payable and accruals	(9)	10,574	7,386
Total current liabilities		10,574	7,386
Due to the revolving lending fund	(10)	253,687	253,487
Provision for end of service indemnity	(11)	53,666	63,391
Total liabilities		317,927	324,264
<u>Net Asset</u>			
General savings		127,402	97,705
Savings appropriated by the Board of Directors		64,346	64,320
Temporarily appropriated Savings	(15)	249,914	97,992
Investment in fixed assets – Exhibit "C"		53,636	65,532
Total net assets –Exhibit "C"		495,298	325,549
Total liabilities and Net Assets		843,225	649,813

"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, 2016 – Exhibit “B”

	<u>Note</u>	<u>For the financial year ended</u> <u>December 31, 2016</u>			<u>2015</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)	2,274,041	--	2,274,041	2,449,167
Local community contributions	(15)	28,962	--	28,962	181,641
Unappropriated contributions and services fees	(12)	--	110,046	110,046	--
Other income	(13)	--	22,338	22,338	35,058
Total contributions and revenues		2,303,003	132,384	2,435,387	2,665,866
Cost of service-contracts	(14)	--	(61,874)	(61,874)	--
Appropriated savings released to general savings	(15)	(2,151,081)	2,151,081	--	--
Total		151,922	2,221,591	2,373,513	2,665,866
<u>Programs expenses</u>					
Emergency and food security	(14)	--	(1,695,452)	(1,695,452)	(648,760)
Institutional development and capacity building	(14)	--	(448,564)	(448,564)	(2,223,723)
Total programs expenses	(14)	--	(2,144,016)	(2,144,016)	(2,872,483)
General and administrative expenses	(14)	--	(36,759)	(36,759)	(49,132)
Total programs expenses and administrative expenses		--	(2,180,775)	(2,180,775)	(2,921,615)
Fixed assets depreciation	(8)	--	(18,640)	(18,640)	(24,020)
Doubtful debt expenses		--	(11,270)	(11,270)	--
Currency differences losses		--	(452)	(452)	(1,456)
Total expenses		--	(2,211,137)	(2,211,137)	(2,947,091)
Profits from New farm company	(7)	--	7,373	7,373	--
Change in net assets for the year - Exhibit "C"		151,922	17,827	169,749	(281,225)

“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, 2016 **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, 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 9	11,896	-	-	(11,896)	-
Interest income	(26)	26	-	-	-
Balance at the end of the year - Exhibit “A”	<u>127,402</u>	<u>64,346</u>	<u>249,914</u>	<u>53,636</u>	<u>495,298</u>
<u>Year Ended December 31, 2015</u>					
Balance at the beginning of the year	112,202	64,312	347,398	82,862	606,774
Change in net assets for the year – Exhibit “B”	(31,819)	-	(249,406)	-	(281,225)
Net investment in fixed assets and land - Note 9	17,330	-	-	(17,330)	-
Interest income	(8)	8	-	-	-
Balance at the end of the year - Exhibit “A”	<u>97,705</u>	<u>64,320</u>	<u>97,992</u>	<u>65,532</u>	<u>325,549</u>

“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, 2016– Exhibit “D”

	<u>Note</u>	<u>2016</u> <u>USD</u>	<u>2015</u> <u>USD</u>
<u>Cash flows from operating activities</u>			
Grants and donations received in		2,274,041	2,449,167
Unappropriated contributions and services fees and other income		28,941	181,641
Expenses paid to suppliers and employees		(1,987,858)	(3,081,188)
Net cash flows provided by (used in) operating activities		315,124	(450,380)
<u>Cash flows from investing activities</u>			
Fixed assets purchases		(7,065)	(8,475)
Net cash flows (used in) investing activities		(7,065)	(8,475)
Increase (Decrease) in cash and banks balances during the year		308,059	(458,855)
Cash in hand and at banks, beginning of year		175,636	634,491
Cash in hand and at banks at year end		483,695	175,636
<u>Adjustments to reconcile change in net assets to net cash flows (used in) operating activities</u>			
Change in net assets for the year		17,827	(31,819)
Restricted Net assets		151,922	(249,406)
Fixed assets depreciation	(8)	18,640	24,020
Provision for doubtful debts	(5)	11,270	--
Capital losses		321	1,785
Profits from New farm company		(7,373)	--
(Decrease) in Provision for employees' indemnity		(9,725)	(98,010)
(Increase) decrease in contributions receivable		107,775	(70,849)
Decrease (Increase) in borrowers receivables and other receivables		21,079	(24,839)
Increase (Decrease) in accrued expenses and other payables		3,388	(1,262)
Net cash flows provided by (used in) operating activities		315,124	(450,380)

“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 Palestinian cooperative society that is economically independent and socially just

Mission:

Eventuating Integrated Development in Palestine through Economic & Social Empowerment for the target groups

ESDC continues to align its organizational values with the internationally accepted co-operative principles. It also upholds the values of transparency, integrity and accountability, social justice, and peace.

ESDC recognizes itself as a member of civil society in Palestine. Its stated strategic objective within the development programme:

- a. To contribute in the national endeavors in improving the livelihood & food Security for the target groups.
- b. To Increase the capacities of civil society organization, including cooperatives in providing relevant services to their members & communities.
- c. To reinforce the gender equitable & equity in ESDC's operations & activities.
- d. To build the capacities of ESDC to be more efficient and effective in management & supervision.

– The Center's number of employees is 28 as of December 31, 2016.

– The financial statements of Economic and Social Development Center of Palestine for the year ended December 31, 2016 were authorized for issuance by general assembly on May 31, 2017.

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 rates ranging from 5-20%.

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>2016</u> USD	<u>2015</u> USD
Cash in hand	339	295
Cash at banks- ILS*	23,986	4,156
Cash at banks- USD	341,022	66,987
Cash at banks- Euro	293	2
Bank deposits restricted for specific purposes- B	118,055	104,196
Total	<u><u>483,695</u></u>	<u><u>175,636</u></u>

*Bank balances include insurance for cheques in the amount of USD 269- equivalent to 1,000 NIS

b. Bank deposits restricted for specific purposes:

This item consists of:

	<u>Surplus</u> USD	<u>Reserve / provision value</u> USD	<u>Deposit amount</u> USD
Employees benefits	43	53,666	53,709
Savings appropriated by the Board of Directors	--	64,346	64,346
Total	<u><u>43</u></u>	<u><u>118,012</u></u>	<u><u>118,055</u></u>

4. Contributions receivable:

This item consists of:

	<u>2016</u> USD	<u>2015</u> USD
GIZ	--	1,332
NRO – UAWC	63,680	101,165
We effect – SIBICC 2014-2016	1,682	52,905
We Effect – Agricode	589	--
OXFAM SIDA 2016-2019	4,469	--
Ministry of agriculture PNRM	--	6,521
FAO	--	17,996
OXFAM SDC 2015	7,493	5,769
Total	<u><u>77,913</u></u>	<u><u>185,688</u></u>

5. Loans receivable- net:

This item consists of:

	<u>2016</u> <u>USD</u>	<u>2015</u> <u>USD</u>
Balance at the beginning of the year	160,374	155,790
<u>Loans issued:</u>		
We Effect Fund	10,000	38,000
	10,000	38,000
<u>Loans collected:</u>		
We Effect Fund	(58,173)	(28,703)
Oxfam Fund	--	(4,713)
	(58,173)	(33,416)
Provision for doubtful Debts	(11,270)	--
Net	100,931	160,374

6. Other current assets:

This item consists of:

	<u>2016</u> <u>USD</u>	<u>2015</u> <u>USD</u>
Employees advances	3,312	3,053
Receivables from cooperatives – suppliers	1,447	2,862
Prepaid expenses	18,319	13,067
Accrued funding	29,771	6,773
Total	52,849	25,755

7. Investment in New Pharm Company:

This item represents the center's investment in New Farm Agricultural Processing and Marketing Company (private shareholding company) in amount of USD 48,728, 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 the year 2013 the investment value has been reduced by the value of the center's share of the loss of Investee Company which has amounted to USD 11,900. During 2016 and based on the audited financial statements of New Pharm Company for the year ended December 31, 2015, the investment value was raised in the amount of USD 7,373.

8. Fixed assets – net:

This item consists of:

	<u>Furniture</u> USD	<u>Equipment</u> USD	<u>Motors</u> USD	<u>Total</u> USD
<u>December 31, 2016</u>				
<u>Cost</u>				
Balance, beginning of year	20,512	112,906	46,736	180,154
Additions	--	7,065	--	7,065
Deductions	--	(7,454)	--	(7,454)
Balance at year-end	20,512	112,517	46,736	179,765
<u>Accumulated depreciation</u>				
Balance, beginning of year	(9,616)	(64,495)	(40,511)	(114,622)
Additions	(3,076)	(12,640)	(2,924)	(18,640)
Deductions	--	7,133	--	7,133
Balance at year-end	(12,692)	(70,002)	(43,435)	(126,129)
<u>Net book value</u>				
As of December 31, 2016	7,820	42,515	3,301	53,636
As of December 31, 2015	10,896	48,411	6,225	65,532

9. Accounts payable and accruals:

This item consists of:

	<u>2016</u> USD	<u>2015</u> USD
Suppliers payables	9,571	7,168
Employees payables	1,003	218
Total	10,574	7,386

10. Due to the revolving lending fund:

This item consists of:

	<u>2016</u> USD	<u>2015</u> USD
Balance, beginning of year	253,487	252,687
Commission income - revolving lending fund	200	800
Total	253,687	253,487

11. Provision for end of service indemnity:

This item consists of:

	<u>2016</u> <u>USD</u>	<u>2015</u> <u>USD</u>
Balance, beginning of year	63,391	161,401
Additions	43,505	40,804
Payments during the year	(53,230)	(138,814)
Total	53,666	63,391

12. Unappropriated donations and services fees:

This item consists of:

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

13. Other income:

This item consists of:

	<u>2016</u> <u>USD</u>	<u>2015</u> <u>USD</u>
Membership fees revenue	70	194
Tenders fees revenue	7,186	9,539
Training and use of vehicle revenues	12,176	15,127
Losses on disposal of fixed assets	(321)	(1,604)
Rent revenues	3,169	--
Other income	58	11,802
Total	22,338	35,058

14. Programs expenses and administrative expenses:

This item consists of:

	<u>2015</u> <u>Total</u>	<u>2016</u> <u>Total</u>	<u>Emergency</u> <u>and food</u> <u>security</u> <u>Various</u> <u>grants</u>	<u>Institutional</u> <u>development</u> <u>and capacity</u> <u>building</u>	<u>General and</u> <u>administrative</u> <u>expenses</u>	<u>Services</u> <u>agreements</u>
	USD	USD	USD	USD		USD
Employees' salaries and expenses	614,869	668,004	454,113	186,775	1,446	25,670
Materials cost to beneficiaries	772,506	468,790	441,148	26,573	-	1,069
Rehabilitation of damaged fields	742,168	427,747	427,747	-	-	-
Project activities expenses	72,135	278,445	181,272	85,235	1,980	9,958
Professional and consulting fees	65,071	72,949	10,059	51,070	5,220	6,600
Wells	240,123	45,980	45,905	75	-	-
Transportation	52,926	40,874	21,801	15,633	1,650	1,790
Cars expenses	42,863	38,138	14,302	8,713	4,539	10,584
Travel and accommodation	16,264	34,310	1,876	18,792	13,642	-
Building retaining walls	142,747	32,447	32,447	-	-	-
Rent expenses	25,538	28,518	20,807	6,731	980	-
Printing and Photocopying	40,467	25,120	11,010	10,417	326	3,367
Hospitality	29,864	23,085	3,232	17,750	203	1,900
Post, Telegraph and Telephone	13,513	15,264	9,667	5,031	118	448
Car rental	8,306	12,630	8,660	3,970	-	-
Other expenses	15,316	11,926	5,316	3,495	2,627	488
Advertising and publications	10,630	9,446	215	5,930	3,301	-
Maintenance	5,191	7,865	4,946	2,192	727	-
Renting halls	6,218	929	929	-	-	-
Film Production	400	182	-	182	-	-
Animal shelters	4,500	-	-	-	-	-
Total	2,921,615	2,242,649	1,695,452	448,564	36,759	61,874

15. Temporarily appropriated Savings:

This item consists of:

	Grants expended 2016	Grants unexpended 2016	Program expenditures	Additions to fixed assets	Grants Available 2016	Donations For the year 2016	Donations Receivable	Donations With currency differences	Currency Differences	Grants received	Unexpended grants as of December 31, 2015
Donor – Project	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD
WEEFFECT-SIBICC 2014-2016	303,940	--	303,560	380	303,940	303,940	1,682	302,258	--	302,258	--
We Effect-Agricode	113,532	--	109,812	3,720	113,532	113,532	589	112,943	--	112,943	--
We Effect-Radio 2016-2017	179,721	23,289	179,155	566	203,010	203,010	--	203,010	--	203,010	--
WE Effect-CRDP 2016	165,570	20,130	165,190	380	185,700	185,700	--	185,700	--	185,700	--
NRO-UAWC	255,680	--	255,680	--	255,680	255,680	63,680	192,000	--	192,000	--
OCHA WB 2015	--	--	--	--	--	(16,698)	--	(16,698)	--	(16,698)	16,698
OCHA 2016	108,914	130,647	108,914	--	239,561	239,561	--	239,561	--	239,561	--
OXFAM SDC 2015	125,168	--	125,168	--	125,168	125,168	7,493	117,675	(3,164)	120,839	--
OXFAM SIDA 2016-2019	4,469	--	4,469	--	4,469	4,469	4,469	--	--	--	--
NICCOD Phase 3 2015-2016	613,665	--	612,846	819	613,665	610,866	--	610,866	5,588	605,278	2,799
NICCOD - Phase #4	75,567	23,591	75,567	--	99,158	99,158	--	99,158	1,219	97,939	--
FCA - Qalqilia	109,716	--	108,516	1,200	109,716	109,716	--	109,716	(499)	110,215	--
FCA - Dier Ballout	22,044	--	22,044	--	22,044	22,044	--	22,044	194	21,850	--
Australian Representative Office (DAP)	15,000	--	15,000	--	15,000	15,000	--	15,000	--	15,000	--
GIZ	6,718	--	6,718	--	6,718	6,718	--	6,718	(30)	6,748	--
OXFAM-PTIA 48 (EDP)	--	1,700	--	--	1,700	--	--	--	--	--	1,700
Peer -To-Peer Project	--	--	--	--	--	(3,823)	--	(3,823)	--	(3,823)	3,823
Sub Total	2,099,704	199,357	2,092,639	7,065	2,299,061	2,274,041	77,913	2,196,128	3,308	2,192,820	25,020
WEEFFECT-SIBICC 2014-2016	11,049	2,826	11,049	--	13,875	13,875	155	13,720	--	13,720	--
We Effect-Agricode	3,347	--	3,347	--	3,347	3,347	810	2,537	--	2,537	--
NRO-UAWC	36,981	47,731	36,981	--	84,712	11,740	--	11,740	--	11,740	72,972
Sub Total	51,377	50,557	51,377	--	101,934	28,962	965	27,997	--	27,997	72,972
Total	2,151,081	249,914	2,144,016	7,065	2,400,995	2,303,003	78,878	2,224,125	3,308	2,220,817	97,992

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.