

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

Independent Auditor’s Report and
Financial Statements
For the financial year ended December 31, 2019

Talal Abu-Ghazaleh & Co.
Certified Public Accountants



Economic and Social Development Center of Palestine
Ramallah - Palestine

CONTENTS

	<u>Exhibit</u>	<u>Page</u>
– Independent Auditor’s Report		1-3
– Statement of Financial Position as of December 31, 2019	“A”	4
– Statement of Activities for the financial year ended December 31, 2019	“B”	5
– Statement of Change in Net Assets for the financial year ended December 31, 2019	“C”	6
– Statement of Cash Flows for the financial year ended December 31, 2019	“D”	7
– Notes to Financial Statements		8-16



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, 2019, and the Statement of Activities and statement of Change in Net Assets and statement of cash flows for the year ended December 31, 2019, 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, 2019, 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.

The opening balances were audited by an other auditor who issue an unqualified audit report as on April 22, 2019.

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.

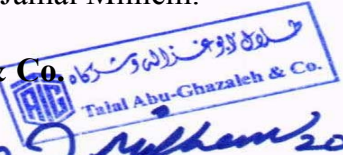
We communicate, with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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
May 10, 2020



Economic and Social Development Center of Palestine
Ramallah - Palestine
Statement of Financial Position as of December 31, 2019 **Exhibit "A"**

	<u>Note</u>	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
<u>Assets</u>			
<u>Current assets</u>			
Cash in hand and at banks	(3)	572,907	969,616
Grants receivable	(4)	232,295	33,384
Loans receivable- net	(5)	27,964	35,422
Other current assets	(6)	15,756	20,999
Account receivable - Partner institutions		--	147,686
Investment in New Pharm Company	(7)	46,601	50,390
Total current assets		895,523	1,257,497
Fixed assets – net	(8)	35,057	41,914
Buildings under construction		130,348	--
Total assets		1,060,928	1,299,411
<u>Liabilities and Net Assets</u>			
<u>Current liabilities</u>			
Accounts payable and accruals	(9)	121,173	60,463
Total current liabilities		121,173	60,463
Due to the revolving lending fund	(10)	252,209	251,538
Provision for end of service indemnity	(11)	101,151	68,542
Total liabilities		474,533	380,543
<u>Net Asset</u>			
General savings		3,398	77,565
Savings appropriated by the Board of Directors		10,057	73,454
Temporarily appropriated Savings	(14)	407,535	725,935
Investment in fixed assets – Exhibit "C"		165,405	41,914
Total net assets –Exhibit "C"		586,395	918,868
Total liabilities and Net Assets		1,060,928	1,299,411

“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, 2019 – Exhibit “B”

	<u>Note</u>	<u>For the financial year ended</u> <u>December 31, 2019</u>			<u>2018</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	(14)	1,622,949	--	1,622,949	2,214,500
Local community cash and in-kind contributions	(14)	61,985	--	61,985	192,174
Other income	(12)	--	36,208	36,208	26,004
Total contributions and revenues		1,684,934	36,208	1,721,142	2,432,678
Appropriated savings released to general savings	(14)	(2,003,334)	2,003,334	--	--
Total		(318,400)	2,039,542	1,721,142	2,432,678
<u>Programs expenses</u>					
Emergency and food security	(13)	--	(1,464,538)	(1,464,538)	(1,473,963)
Institutional development and capacity building	(13)	--	(534,113)	(534,113)	(222,319)
Total programs expenses		--	(1,998,651)	(1,998,651)	(1,696,282)
General and administrative expenses	(13)	--	(36,944)	(36,944)	(67,978)
Total programs expenses and administrative expenses		--	(2,035,595)	(2,035,595)	(1,764,260)
Fixed assets depreciation	(8)	--	(11,466)	(11,466)	(14,237)
Currency differences (losses)		--	(2,765)	(2,765)	(8,110)
Total expenses		--	(2,049,826)	(2,049,826)	(1,786,607)
Profits (losses) from New farm company	(7)	--	(3,789)	(3,789)	6,056
Change in net assets for the year - Exhibit "C"		(318,400)	(14,073)	(332,473)	652,127

“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, 2019 **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, 2019</u>					
Balance at the beginning of the year	77,565	73,454	725,935	41,914	918,868
Change in net assets for the year – Exhibit “B”	(14,073)	--	(318,400)	--	(332,473)
Net investment in fixed assets and land - Note 8	6,856	--	--	(6,856)	--
Buildings under construction	(130,347)	--	--	130,347	--
Interest income	(841)	841	--	--	--
Change in savings appropriated by the Board of Directors	64,238	(64,238)	--	--	--
Balance at the end of the year - Exhibit “A”	3,398	10,057	407,535	165,405	586,395
<u>Year Ended December 31, 2018</u>					
Balance at the beginning of the year	121,312	73,137	48,287	24,005	266,741
Change in net assets for the year – Exhibit “B”	(25,521)	--	677,648	--	652,127
Net investment in fixed assets and land - Note 8	(17,909)	--	--	17,909	--
Interest income	(317)	317	--	--	--
Balance at the end of the year - Exhibit “A”	77,565	73,454	725,935	41,914	918,868

“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, 2019– Exhibit “D”

	<u>Note</u>	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
<u>Cash flows from operating activities</u>			
Grants and donations received in		1,622,949	2,214,500
Unappropriated local contributions and services			
fees and other income		350,402	224,234
Expenses paid to suppliers and employees		(2,244,755)	(1,689,685)
		<u>(271,404)</u>	<u>749,049</u>
<u>Net cash flows (used in) provided from operating activities</u>			
<u>Cash flows from investing activities</u>			
Fixed assets purchases	(8)	(4,683)	(32,743)
Buildings under construction		(130,348)	--
Proceeds from sale of fixed		9,726	--
		<u>(125,305)</u>	<u>(32,743)</u>
<u>Net cash flows provided from (used in) investing activities</u>			
(Decrease) Increase in cash and banks balances during the year		(396,709)	716,306
Cash in hand and at banks, beginning of year		969,616	253,310
		<u>572,907</u>	<u>969,616</u>
<u>Cash in hand and at banks at year end</u>			
<u>Adjustments to reconcile change in net assets to net cash flows (used in) operating activities</u>			
Change in net assets for the year		(14,073)	(25,521)
Temporary Restricted Net assets		(318,400)	677,648
Fixed assets depreciation	(8)	11,466	14,237
Decrease (increase) in account receivable - partner institutions		147,686	(147,686)
Provision for doubtful debts		(5,818)	(9,194)
Gains on disposal of fixed assets		(9,652)	352
Loss (Profits) from New farm company		3,789	(6,056)
Increase(Decrease) in Provision for employees' indemnity		32,609	(10,472)
(Increase) decrease in contributions receivable		(198,911)	163,751
Decrease in borrowers receivables and other receivables		18,519	53,055
Increase in accrued expenses and other payables		60,710	38,935
Increase in revolving loan fund		671	--
		<u>(271,404)</u>	<u>749,049</u>
<u>Net cash flows (used in) provided by operating activities</u>			

“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:

The center works to achieve four strategic objectives, each goal contains a set of policies and interventions. These strategic objectives are:

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 22 as of December 31, 2019.
- The financial statements of Economic and Social Development Center of Palestine for the year ended December 31, 2019 were authorized for issuance by general assembly on November 7, 2020.

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>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
Cash in hand	677	795
Check in hand	8,138	35,997
Cash at banks- ILS	14,378	33,173
Cash at banks- USD	71,930	481,786
Cash at banks- Euro	366,464	274,808
Cash at banks – Jordanian Dinar	--	2,821
Total	461,587	829,380
Bank deposits restricted for specific purposes- b	111,320	140,236
Total	572,907	969,616

b. 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	112	101,151	101,263
Savings appropriated by the Board of Directors	--	10,057	10,057
Total	112	111,208	111,320

4. Contributions receivable:

This item consists of:

	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
Canadian Project / 2018-2019	--	1,828
UNOPS- GEF/SGP - 2018-2019	--	312
NRO-UAWC 1/2/2017-30/04/2019	33,093	21,763
MA'AN Development center /OCHA 2019	34,035	--
EU JCSQ 2018-2020	15,535	4,180
The Secours Islamique France -CON-51/2019	4,400	--
Communaute' des communes Sud Corse /EU-FISHMEDNET 2019-2022	17,285	--
OXFAM-SDC/Danida 2017-2021	82,564	5,301
OXFAM SIDA 2016-2020	45,383	--
Total	232,295	33,384

5. Loans receivable- net:

This item consists of:

	<u>2019</u>	<u>2018</u>
	USD	USD
Balance at the beginning of the year	35,422	80,888
Loans issued	15,000	48,000
Loans collected	(20,200)	(85,390)
Total	30,222	43,498
Provision for doubtful Debts	(2,258)	(8,076)
Net	27,964	35,422

6. Other current assets:

This item consists of:

	<u>2019</u>	<u>2018</u>
	USD	USD
Employees advances	141	2,091
Receivables from cooperatives – suppliers	476	1,870
Prepaid expenses	9,075	10,842
Accrued on new farm company	6,064	6,196
Total	15,756	20,999

7. Investment in New Pharm Company (USD 46,601):

This item represents the center's investment in New Farm Agricultural Processing and Marketing Company (private shareholding company) in amount of USD 46,601, 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 2019 and based on the audited financial statements of New Pharm Company for the year ended December 31, 2018, the investment value was reduced in the amount of USD 3,789 and recorded as investment losses in statement of activities. During 2018 and based on the audited financial statements for the year ended December 31, 2017, the investment value was raised in the amount of USD 6,056 and recorded as investment profit in statement of activities.

8. Fixed assets – net:

This item consists of:

<u>December 31, 2019</u>	<u>Furniture</u> USD	<u>Equipment</u> USD	<u>Vehicles</u> USD	<u>Total</u> USD
<u>Cost</u>				
Balance, beginning of year	20,400	80,210	71,219	171,829
Additions	--	4,683	--	4,683
Deductions	--	(4,317)	(19,435)	(23,752)
Balance at year-end	20,400	80,576	51,784	152,760
<u>Accumulated depreciation</u>				
Balance, beginning of year	(17,941)	(62,350)	(49,624)	(129,915)
Additions	(1,104)	(6,689)	(3,673)	(11,466)
Deductions	--	4,242	19,436	23,678
Balance at year-end	(19,045)	(64,797)	(33,861)	(117,703)
<u>Net book value</u>				
As of December 31, 2019	1,355	15,779	17,923	35,057
As of December 31, 2018	2,459	17,860	21,595	41,914

9. Accounts payable and accruals:

This item consists of:

	<u>2019</u> USD	<u>2018</u> USD
Suppliers payables	115,606	26,192
Employees payables	72	365
Beneficiaries payables	5,495	2,668
Trusts accrued to the Rural Investment Fund	--	31,238
Total	121,173	60,463

10. Due to the revolving lending fund:

a. This item consists of:

	<u>2019</u> USD	<u>2018</u> USD
Balance, beginning of year	251,538	250,738
Commission income - revolving lending fund	671	800
Total	252,209	251,538

- b. The end of period balance consists of financing including commission income for the revolving fund from We effect in the amount of USD 195,958 and Oxfam International organization in the amount of USD 56,251 and is designated for lending, offset by loans granted to others in the amount of USD 30,222 as at the end of the year.

11. Provision for end of service indemnity:

This item consists of:

	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
Balance, beginning of year	68,542	79,014
Additions	45,833	41,563
Payments during the year	(13,224)	(52,035)
Total	<u>101,151</u>	<u>68,542</u>

12. Other income (Losses):

This item consists of:

	<u>2019</u> <u>USD</u>	<u>2018</u> <u>USD</u>
Tenders fees revenue	4,176	3,329
Training and use of vehicle revenues	450	10,741
Gain (losses) on disposal of fixed assets	9,652	(352)
Other income	12,506	12,286
Consulting and service contract revenue	9,424	--
Total	<u>36,208</u>	<u>26,004</u>

13. Programs expenses and administrative expenses:

This item consists of:

	<u>2018</u>	<u>2019</u>	<u>Emergency and food security various grants</u>	<u>Institutional development and capacity building</u>	<u>General and administrative expenses</u>
	<u>Total</u>	<u>Total</u>	<u>USD</u>	<u>USD</u>	<u>USD</u>
	USD	USD	USD	USD	USD
Employees' salaries and expenses	542,127	569,585	329,092	230,156	10,337
Materials cost to beneficiaries	107,071	186,021	182,110	3,911	--
Rehabilitation of damaged fields	468,448	440,445	440,445	--	--
Project activities expenses	259,488	536,762	365,594	171,168	--
Professional and consulting fees	59,533	39,364	19,819	15,665	3,880
Wells and tanks	57,848	6,750	6,750	--	--
Transportation	26,269	35,310	18,366	13,844	3,100
Cars expenses	36,328	32,682	16,674	15,474	534
Travel and accommodation	19,349	13,044	143	8,964	3,937
Building retaining walls	72,326	18,920	18,920	--	--
Rent expenses	30,903	30,673	12,719	10,057	7,897
Printing and Photocopying	20,362	30,649	8,413	22,093	143
Hospitality	17,477	19,645	5,256	13,606	783
Posts, Fax and Phone	15,806	12,411	8,082	3,229	1,100
Car rental	1,869	29,426	17,604	11,523	299
Other expenses	11,196	10,246	5,238	4,179	829
Advertising and publications	4,154	10,936	5,128	1,703	4,105
Maintenance	7,847	6,839	3,468	3,371	--
Halls rental	933	3,882	620	3,262	--
Film Production	4,925	2,005	97	1,908	--
Total	<u>1,764,260</u>	<u>2,035,595</u>	<u>1,464,538</u>	<u>534,113</u>	<u>36,944</u>

14. Temporarily appropriated Savings:

This item consists of:

<u>Donor – Project</u>	<u>Unexpended grants as of December 31, 2018</u>	<u>Grants received</u>	<u>Currency Differences</u>	<u>Donations With currency differences</u>	<u>Donations Receivable</u>	<u>Donations For the year 2019</u>	<u>Grants Available 2019</u>	<u>Program expenditures</u>	<u>Grants unexpended 2019</u>	<u>Grants expended 2019</u>
	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD
UNOPS- GEF/SGP - 2018-2019	--	14,488	129	14,617	--	14,617	14,617	12,187	2,430	12,187
Canadian Project / 2018-2019	--	1,903	528	2,431	--	2,431	2,431	2,431	--	2,431
EU JCSQ 2018-2020	--	30,720	62	30,782	15,535	46,317	46,317	46,317	--	46,317
Spanish - AECID 2018/2019	273,437	--	(6,427)	(6,427)	--	(6,427)	267,010	267,010	--	267,010
Spanish - AECID 2019/2020	--	220,140	4,067	224,207	--	224,207	224,207	4,791	219,416	4,791
OXFAM-PTIA 48 (EDP)	1,700	--	--	--	--	-	1,700	-	1,700	-
EMRSE / We effect 2019	--	170,967	(136)	170,831	--	170,831	170,831	170,831	--	170,831
Oxfam solar energy 2019	--	114,300	(2,545)	111,755	--	111,755	111,755	111,755	--	111,755
OXFAM SDC2015-Improved Access to Markets for F	5,012	--	--	--	--	-	5,012	-	5,012	-
OXFAM SIDA 2016-2020	28,702	306,332	--	306,332	45,383	351,715	380,417	380,417	--	380,417
BMZ-GIZ 2019-2020	--	55,298	717	56,015	--	56,015	56,015	2,968	53,047	2,968
NRO-UAWC 1/2/2017-30/04/2020	3,150	96,854	--	96,854	33,093	129,947	133,097	129,947	3,150	129,947
OCHA 2018-2019	334,736	(142,231)	--	(142,231)	--	(142,231)	192,505	192,505	--	192,505
MA'AN Development center /OCHA 2019	--	136,166	--	136,166	34,035	170,201	170,201	170,201	--	170,201
Communaute' des communes Sud Corse /EU-FISHMEDNET 2019-2022	--	--	--	--	17,285	17,285	17,285	17,285	--	17,285
Oxfam EU (2019-2022)	--	148,600	1,898	150,498	--	150,498	150,498	62,499	87,999	62,499
OXFAM-SDC/Danida 2017-2021	--	243,224	--	243,224	82,564	325,788	325,788	325,788	--	325,788
Sub Total	646,737	1,396,761	(1,707)	1,395,054	227,895	1,622,949	2,269,686	1,896,932	372,754	1,896,932
Community contributions										
OXFAM SIDA -community contirbution-2016-2019	12,644	4,623	--	4,623	--	4,623	17,267	16,969	298	16,969
NRO-UAWC-89-Comunity Cont. 1/7/2013-31/12/2016	17,260	--	--	--	--	--	17,260	--	17,260	--
NRO-UAWC comunity contirbution 2017-2019	49,294	(3,690)	--	(3,690)	--	(3,690)	45,604	28,381	17,223	28,381
NRO-UAWC comunity contirbution 2017-2019-Local Community Contribution Revenue-In-Kind	--	45,358	--	45,358	--	45,358	45,358	45,358	--	45,358
Spanish - AECID 2018/2019/Community Contirbution	--	12,475	(43)	12,432	--	12,432	12,432	12,432	--	12,432
Spanish - AECID 2018/2019/Community Contirbution-In-Kind	--	3,262	--	3,262	--	3,262	3,262	3,262	--	3,262
Sub Total	79,198	62,028	(43)	61,985	--	61,985	141,183	106,402	34,781	106,402
Total	725,935	1,458,789	(1,750)	1,457,039	227,895	1,684,934	2,410,869	2,003,334	407,535	2,003,334

15. 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.

16. 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.

17. Cases against the centre:

There are no law suits cases filed against or from the centre according to the attorney letter dated May 10, 2020.