

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

**Independent Auditor’s Report and**  
**Financial Statements**  
**For the financial year ended December 31, 2020**

**Talal Abu-Ghazaleh & Co.**  
**Certified Public Accountants**



**Economic and Social Development Center of Palestine**  
**Ramallah - Palestine**

---

**CONTENTS**

	<b><u>Exhibit</u></b>	<b><u>Page</u></b>
– Independent Auditor’s Report		1-3
– Statement of Financial Position as of December 31, 2020	“A”	4
– Statement of Activities for the financial year ended December 31, 2020	“B”	5
– Statement of Change in Net Assets for the financial year ended December 31, 2020	“C”	6
– Statement of Cash Flows for the financial year ended December 31, 2020	“D”	7
– Notes to Financial Statements		8-17



## 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 17, which comprise the statement of financial position as of December 31, 2020, and the Statement of Activities and statement of Change in Net Assets and statement of cash flows for the year ended December 31, 2020, 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, 2020, 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 centre 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.

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 2, 2021**

**Economic and Social Development Center of Palestine**  
**Ramallah - Palestine**  
**Statement of Financial Position as of December 31, 2020**      **Exhibit "A"**

	<u>Note</u>	<u>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
<b><u>Assets</u></b>			
<b><u>Current assets</u></b>			
Cash in hand and at banks	(3)	1,165,946	572,907
Check under collection		32,045	--
Grants receivable	(4)	128,628	232,295
Loans receivable- net	(5)	39,203	27,964
Other current assets	(6)	16,143	15,756
Investment in New Pharm Company	(7)	49,500	46,601
<b>Total current assets</b>		<b>1,431,465</b>	<b>895,523</b>
Fixed assets – net	(8)	235,398	35,057
Buildings under construction		--	130,348
<b>Total assets</b>		<b>1,666,863</b>	<b>1,060,928</b>
<b><u>Liabilities and Net Assets</u></b>			
<b><u>Current liabilities</u></b>			
Accounts payable and accruals	(9)	105,301	121,173
<b>Total current liabilities</b>		<b>105,301</b>	<b>121,173</b>
Due to the revolving lending fund	(10)	252,409	252,209
Provision for end of service indemnity	(11)	93,735	101,151
<b>Total liabilities</b>		<b>451,445</b>	<b>474,533</b>
<b><u>Net Asset</u></b>			
General savings		21,833	3,398
Savings appropriated by the Board of Directors		12,755	10,057
Temporarily appropriated Savings	(14)	945,432	407,535
Investment in fixed assets – Exhibit "C"		235,398	165,405
<b>Total net assets –Exhibit "C"</b>		<b>1,215,418</b>	<b>586,395</b>
<b>Total liabilities and Net Assets</b>		<b>1,666,863</b>	<b>1,060,928</b>

*“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, 2020 – Exhibit “B”**

	<u>Note</u>	<u>For the financial year ended</u> <u>December 31, 2020</u>			<u>2019</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>
<b><u>Operating Income</u></b>					
Appropriated grants and donations	(14)	3,665,979	--	3,665,979	1,622,949
Local community cash contributions	(14)	580,855	--	580,855	61,985
Other income	(12)	--	40,863	40,863	36,208
		<u>4,246,834</u>	<u>40,863</u>	<u>4,287,697</u>	<u>1,721,142</u>
<b>Total contributions and revenues</b>					
Appropriated savings released to general savings	(14)	(3,708,937)	3,708,937	--	--
		<u>537,897</u>	<u>3,749,800</u>	<u>4,287,697</u>	<u>1,721,142</u>
<b><u>Programs expenses</u></b>					
Cooperation Development Program	(13)	--	(237,096)	(237,096)	(278,311)
Small Business Development Program	(13)	--	(1,059,715)	(1,059,715)	(10,457)
Resilience of Farmers program	(13)	--	(1,806,993)	(1,806,993)	(1,150,636)
		<u>--</u>	<u>(3,103,804)</u>	<u>(3,103,804)</u>	<u>(1,439,404)</u>
<b>Total programs expenses</b>					
General and administrative expenses	(13)	--	(572,924)	(572,924)	(596,191)
		<u>--</u>	<u>(3,676,728)</u>	<u>(3,676,728)</u>	<u>(2,035,595)</u>
<b>Total programs expenses and administrative expenses</b>					
Fixed assets depreciation	(8)	--	(14,290)	(14,290)	(11,466)
Currency differences (losses)		--	29,445	29,445	(2,765)
		<u>--</u>	<u>(3,661,573)</u>	<u>(3,661,573)</u>	<u>(2,049,826)</u>
<b>Total expenses</b>					
Profits (losses) from New farm company	(7)	--	2,899	2,899	(3,789)
		<u>537,897</u>	<u>91,126</u>	<u>629,023</u>	<u>(332,473)</u>
<b>Change in net assets for the year - Exhibit "C"</b>					

*“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, 2020**    **Exhibit “C”**

	<u>General</u> <u>savings</u> USD	<u>Savings</u> <u>appropriated</u> <u>by the Board</u> <u>of Directors</u> USD	<u>Temporarily</u> <u>appropriated</u> <u>Savings</u> USD	<u>Investment in</u> <u>fixed assets</u> USD	<u>Total</u> USD
<b><u>Year Ended December 31, 2020</u></b>					
Balance at the beginning of the year	3,399	10,057	407,535	165,405	586,396
Change in net assets for the year – Exhibit “B”	91,125	--	537,897	--	629,022
Net investment in fixed assets and land - Note 8	(200,341)	--	--	200,341	--
Buildings under construction	130,348	--	--	(130,348)	--
Change in savings appropriated by the Board of Directors	(2,698)	2,698	--	--	--
<b>Balance at the end of the year - Exhibit “A”</b>	<b>21,833</b>	<b>12,755</b>	<b>945,432</b>	<b>235,398</b>	<b>1,215,418</b>
<b><u>Year Ended December 31, 2019</u></b>					
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)	--	--	--
<b>Balance at the end of the year - Exhibit “A”</b>	<b>3,398</b>	<b>10,057</b>	<b>407,535</b>	<b>165,405</b>	<b>586,395</b>

*“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, 2020– Exhibit “D”**

	<u>Note</u>	<u>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
<b><u>Cash flows from operating activities</u></b>			
Grants and donations received in		3,665,979	1,622,949
Unappropriated local contributions and services fees and other income		621,718	350,402
Expenses paid to suppliers and employees		(3,610,252)	(2,244,755)
<b>Net cash flows provided from (used in) operating activities</b>		<b>677,445</b>	<b>(271,404)</b>
<b><u>Cash flows from investing activities</u></b>			
Fixed assets purchases	(8)	(214,754)	(4,683)
Buildings under construction		130,348	(130,348)
Proceeds from sale of fixed assets		--	9,726
<b>Net cash flows provided from (used in) investing activities</b>		<b>(84,406)</b>	<b>(125,305)</b>
Increase (Decrease) in cash and banks balances during the year		593,039	(396,709)
Cash in hand and at banks, beginning of year		572,907	969,616
<b>Cash in hand and at banks at year end</b>		<b>1,165,946</b>	<b>572,907</b>
<b><u>Adjustments to reconcile change in net assets to net cash flows (used in) operating activities</u></b>			
Change in net assets for the year		91,126	(14,073)
Temporary Restricted Net assets		537,897	(318,400)
Fixed assets depreciation	(8)	14,290	11,466
Decrease (increase) in account receivable - partner institutions		--	147,686
Doubtful debts additions		--	(5,818)
Gains on disposal of fixed assets		123	(9,652)
Loss (Profits) from New farm company		(2,899)	3,789
(Decrease) Increase in Provision for employees' indemnity		(7,416)	32,609
Decrease (Increase) in contributions receivable		103,667	(198,911)
(Increase) Decrease in borrowers receivables and other receivables		(11,626)	18,519
(Decrease) Increase in accrued expenses and other payables		(15,872)	60,710
Increase in revolving loan fund		200	671
Check under collection more than 3 months		(32,045)	
<b>Net cash flows provided by (used in) operating activities</b>		<b>677,445</b>	<b>(271,404)</b>

*“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, 2020.
- The financial statements of Economic and Social Development Centre of Palestine for the year ended December 31, 2020 were authorized for issuance by general assembly on April 24, 2021.

**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
- Building             %5

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>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
Cash in hand	1,083	677
Check under collection less than 3 months	108,982	8,138
Cash at banks- ILS	8,666	14,378
Cash at banks- USD	247,745	71,930
Cash at banks- Euro	692,986	366,464
<b>Total</b>	<b>1,059,462</b>	<b>461,587</b>
Bank deposits restricted for specific purposes- b	106,484	111,320
<b>Total</b>	<b>1,165,946</b>	<b>572,907</b>

**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	6	93,735	93,729
Savings appropriated by the Board of Directors	--	12,755	12,755
<b>Total</b>	<b>6</b>	<b>106,490</b>	<b>106,484</b>

**4. Contributions receivable:**

This item consists of:

	<u>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
Oxfam /Dutch	21,900	--
BMZ-GIZ 2019-2020	12,291	--
BMZ-GIZ 2020	54,103	--
NRO-UAWC 1/2/2017-30/04/2019	19,630	33,093
MA'AN Development center /OCHA 2019	--	34,035
EU JCSQ 2018-2020	20,704	15,535
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
OXFAM SIDA 2016-2020	--	45,383
<b>Total</b>	<b>128,628</b>	<b>232,295</b>

**5. Loans receivable- net:**

This item consists of:

	<b><u>2020</u></b>	<b><u>2019</u></b>
	<b>USD</b>	<b>USD</b>
Balance at the beginning of the year	30,222	35,422
Loans issued	19,000	15,000
Loans collected	(7,761)	(20,200)
<b>Total</b>	<b>41,461</b>	<b>30,222</b>
<b>Provision for doubtful Debts</b>	<b>(2,258)</b>	<b>(2,258)</b>
<b>Net</b>	<b>39,203</b>	<b>27,964</b>

**6. Other current assets:**

This item consists of:

	<b><u>2020</u></b>	<b><u>2019</u></b>
	<b>USD</b>	<b>USD</b>
Employees advances	60	141
Receivables from cooperatives – suppliers	658	476
Prepaid expenses	9,361	9,075
Accrued on new farm company	6,064	6,064
<b>Total</b>	<b>16,143</b>	<b>15,756</b>

**7. Investment in New Pharm Company (USD 49,500):**

This item represents the center's investment in New Farm Agricultural Processing and Marketing Company (private shareholding company) in amount of USD 49,500, 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 2020 and based on the audited financial statements for the year ended December 31, 2019, the investment value was raised in the amount of USD 2,899 and recorded as investment profit in statement of activities.

**8. Fixed assets – net:**

This item consists of:

<u>December 31, 2020</u>	<u>Furniture</u> USD	<u>Equipment</u> USD	<u>Vehicles</u> USD	<u>Land and</u> <u>Building</u> USD	<u>Total</u> USD
<b><u>Cost</u></b>					
Balance, beginning of year	20,400	80,576	51,784	--	152,760
Additions		4,407	--	210,347	214,754
Deductions	(1,658)	(3,508)	--	--	(5,166)
<b>Balance at year-end</b>	<b>18,742</b>	<b>81,475</b>	<b>51,784</b>	<b>210,347</b>	<b>362,348</b>
<b><u>Accumulated depreciation</u></b>					
Balance, beginning of year	(19,045)	(64,797)	(33,861)	--	(117,703)
Additions	(894)	(4,441)	(3,682)	(5,273)	(14,290)
Deductions	1,658	3,385	--	--	5,043
<b>Balance at year-end</b>	<b>(18,281)</b>	<b>(65,853)</b>	<b>(37,543)</b>	<b>(5,273)</b>	<b>(126,950)</b>
<b><u>Net book value</u></b>					
As of December 31, 2020	461	15,622	14,241	205,074	235,398
As of December 31, 2019	1,355	15,779	17,923	--	35,057

According to paragraph fourteen of the agreement, the ownership of the building and the share of the plot of land are transferred to the Centre (waiver) when all the financial obligations under the agreement signed between the parties on 22 December 2019 are paid.

**9. Accounts payable and accruals:**

This item consists of:

	<u>2020</u> USD	<u>2019</u> USD
Suppliers payables	35,798	115,606
Employees payables	89	72
Beneficiaries payables	30,367	5,495
Trusts accrued to the Rural Investment Fund	39,047	--
<b>Total</b>	<b>105,301</b>	<b>121,173</b>

**10. Due to the revolving lending fund:**

a. This item consists of:

	<u>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
Balance, beginning of year	252,209	251,538
Commission income - revolving lending fund	200	671
<b>Total</b>	<u>252,409</u>	<u>252,209</u>

b. The end balance consists of financing including commission income for the revolving fund from we effect at USD 195,958 and Oxfam International with USD 56,251 and USD 200 the revolving fund commission income is allocated for continuous lending offset by loan balances granted to others in the amount of USD 41,462 at the end of the year.

**11. Provision for end of service indemnity:**

This item consists of:

	<u>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
Balance, beginning of year	101,151	68,542
Additions	36,508	45,833
Payments during the year	(43,924)	(13,224)
<b>Total</b>	<u>93,735</u>	<u>101,151</u>

**12. Other income (Losses):**

This item consists of:

	<u>2020</u> <u>USD</u>	<u>2019</u> <u>USD</u>
Tenders fees revenue	6,066	4,176
Training and use of vehicle revenues	7,191	450
Gain (losses) on disposal of fixed assets	(123)	9,652
Consulting and service contract revenue	5,440	9,424
Other income	22,289	12,506
<b>Total</b>	<u>40,863</u>	<u>36,208</u>





**14. Temporarily appropriated Savings:**

This item consists of:

<u>Donor – Project</u>	<u>Unexpended Grants Dec,31, 2019</u> <b>USD</b>	<u>Grants Received</u> <b>USD</b>	<u>Currency differences</u> <b>USD</b>	<u>Grants received for the Year</u> <b>USD</b>	<u>Grant receivables</u> <b>USD</b>	<u>Grants in 2020</u> <b>USD</b>	<u>Available Grants</u> <b>USD</b>	<u>Fixed Assets</u> <b>USD</b>	<u>Program and Administrative Expenses</u> <b>USD</b>	<u>Unexpended Grants December 31, 2020</u> <b>USD</b>	<u>Total</u> <b>USD</b>
OXFAM-SDC/Danida 2017–2021 (Integrated Market Development Program across the occupied Palestinian territory)	-	1,161,490	-	1,161,490	-	1,161,490	1,161,490	-	1,102,343	59,147	1,102,343
OXFAM-PTIA 48 (EDP)	1,700	(1,700)	-	(1,700)	-	(1,700)	-	-	-	-	-
OXFAM SDC2015-Improved Access to Markets for for Female and Male	5,012	(5,012)	-	(5,012)	-	(5,012)	-	-	-	-	-
OXFAM SIDA 2016-2020 "Developing Equitable Agricultural Production and Market Systems for Resilient Economic Development in the Occupied Palestinian Territory "	-	33,013	-	33,013	-	33,013	33,013	-	33,013	-	33,013
Oxfam/Ocha 2020 "Livelihood restoration and protection for Area C vulnerable farmers and herders"	-	91,015	-	91,015	-	91,015	91,015	-	91,015	-	91,015
Oxfam /Dutch 2020 "COVID-19 –OPT-ESDC"	-	190,019	-	190,019	21,900	211,919	211,919	-	211,919	-	211,919
Oxfam EU (2019-2022) "Promotion of inclusive agricultural growth to ensure improved living standards and resilience of vulnerable communities in Area C of the West Bank"	87,999	723,456	2,694	726,150	-	726,150	814,149	-	584,354	229,795	584,354
Oxfam/UNICEF 2020 "Risk Communications Dissemination"	-	22,241	-	22,241	-	22,241	22,241	-	22,241	-	22,241
Oxfam/DGD 2020-2022 "Promote the transformative protection of the vulnerable population in the Gaza Strip"	-	102,238	-	102,238	-	102,238	102,238	-	23,744	78,494	23,744
EU JCSQ 2018-2020	-	-	(329)	(329)	3,672	3,343	3,343	-	3,343	-	3,343
UNOPS- GEF/SGP - 2018-2019 "Solid Waste Reuse in Jericho Governate"	2,430	3,699	(129)	3,570	-	3,570	6,000	-	6,000	-	6,000
UNDP 2020 "114501 - Innovation and ICT sector Development as tool for Development and Prosperity"	-	275,000	-	275,000	-	275,000	275,000	-	275,000	-	275,000
UNDP 2020-2021 "119867 - Support to Industrial and Agricultural Economy through JAIP ICT and Incubation Center Development"	-	100,620	-	100,620	-	100,620	100,620	-	48,185	52,435	48,185
Spanish - AECID -Gaza 2019/2020	219,416	1,150	100	1,250	-	1,250	220,666	-	168,573	52,093	168,573
We effect/EMRSE 2020 "Enhancing Member-Based Organizations Role in the Social Economy"	-	145,117	2,130	147,247	-	147,247	147,247	1,369	145,878	-	147,247
We effect/Radio 2020-2022 "Children behind the separation wall "	-	59,571	1,527	61,098	-	61,098	61,098	992	54,343	5,763	55,335
BMZ-GIZ 2019-2020 "Strengthening Sustainable Livelihoods in rural areas"	53,047	47,333	1	47,334	12,291	59,625	112,672	-	112,672	-	112,672
BMZ-GIZ 2020 "Strengthening Sustainable Livelihoods in rural areas"	-	476,526	-	476,526	54,103	530,629	530,629	-	530,629	-	530,629
Communaute' des communes Sud Corse /EU-FISHMEDNET 2019-2022	-	145,393	-	145,393	-	145,393	145,393	-	89,384	56,009	89,384
NRO-UAWC 1/2/2017-30/04/2020 "Inclusive Access to and Sustainable Management of Land and Water Resources"	3,150	(3,150)	-	(3,150)	-	(3,150)	-	-	-	-	-
<b>Sub Total</b>	<b>372,754</b>	<b>3,568,019</b>	<b>5,994</b>	<b>3,574,013</b>	<b>91,966</b>	<b>3,665,979</b>	<b>4,038,733</b>	<b>2,361</b>	<b>3,502,636</b>	<b>533,736</b>	<b>3,504,997</b>
<b>Community contributions</b>											
NRO-UAWC-89-Community Cont. 1/7/2013-31/12/2016, Land and Water Resource Management for Agricultural Development in the West Bank Program	17,260	-	-	-	-	-	-	-	-	-	-
NRO-UAWC 1/2/2017-30/04/2020, Community Contribution "Inclusive Access to and Sustainable Management of Land and Water Resources"	17,223	(8,264)	-	(8,264)	-	(8,264)	8,959	-	-	8,959	-
Oxfam EU (2019-2022) Community Contribution "Promotion of inclusive agricultural growth to ensure improved living standards and resilience of vulnerable communities in Area C of the West Bank"	-	597,458	-	597,458	-	597,458	597,458	-	194,721	402,737	194,721
BMZ-GIZ 2019-2020, In-Kind Community Contribution "Strengthening Sustainable Livelihoods in rural areas"	-	9,219	-	9,219	-	9,219	9,219	-	9,219	-	9,219
OXFAM SIDA-community contribution 2016-2020 "Developing Equitable Agricultural Production and Market Systems for Resilient Economic Development in the Occupied Palestinian Territory "	298	(298)	-	(298)	-	(298)	-	-	-	-	-
<b>Sub Total</b>	<b>34,781</b>	<b>580,855</b>		<b>580,855</b>	<b>-</b>	<b>580,855</b>	<b>615,636</b>	<b>-</b>	<b>203,940</b>	<b>411,696</b>	<b>203,940</b>
<b>Total</b>	<b>407,535</b>	<b>4,148,874</b>	<b>5,994</b>	<b>4,154,868</b>	<b>91,966</b>	<b>4,246,834</b>	<b>4,654,369</b>	<b>2,361</b>	<b>3,706,576</b>	<b>945,432</b>	<b>3,708,937</b>

**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 lawsuits cases filed against or from the centre according to the attorney letter.

**18. COVID-19 Events**

The presence of Coronavirus (COVID-19) was confirmed during January 2020, which subsequently spread to many countries around the world. The World Health Organization has declared this event a global pandemic (pandemic). This epidemic has affected many economic sectors during the year 2020, including the insurance sector and financial institutions.

The management of the center has studied the risks of exposure of the group to such events as well as evaluated the expected impacts on the center's business in order to review and evaluate the potential risks arising from this event, including monitoring the impact of this event on the center 's business on an ongoing basis and studying the impact of this event on the estimates and assumptions used by the center's management related to credit risk and the inputs used to calculate the expected losses

of financial assets and the evaluation of real estate investments and technical reserves during the year 2020.

The center also conducted an assessment of its ability to continue as a going concern analysis within the current economic conditions using all available information about future risks and uncertainties. Projections have been prepared regarding the future performance of the group, capital and liquidity, and the aggravating impact of the epidemic, however at the present time the information indicates that the group has sufficient resources, in addition to that its position on continuity has not been affected to a large extent and has not changed materially to continue practicing insurance business since the beginning of the fiscal year. As a result, these financial statements have been prepared in accordance with the basis of the principle of continuity. The Group management also concluded that there is no need to make material adjustments to liabilities and assets or business results within these financial statements for the year ending on December 31, 2020.

The center's management will need to carefully follow up on the requirements for measuring and recognizing the losses of the decline in the value of the center's assets in the future, as the extent and duration of the economic impact of this pandemic is still uncertain as it relies on the future developments which cannot be accurately predicted at this time, including procedures for the continuous closure or the end of the closure or the adoption of vaccination at the level of the Palestinian Authority areas. Due to the ongoing uncertainty related to the economic impact, it is not possible to make a reliable estimate of the financial impact at the present time on these accompanying financial statements, as there may be a decline in the value of the center's assets and a decrease in the total revenues, which affects the financial statements in the subsequent financial periods after the date of these Financial Statements.