

**Al-marsad**  
**Arab Human Rights Centre in Golan Heights.**

**Financial Statements**

**As at December 31, 2017**

**Al-marsad**  
**Arab Human Rights Centre in Golan Heights.**  
**Financial Statements**  
**As at December 31, 2017**

**Contents**

	<b><u>Page</u></b>
<b>Auditor's Report</b>	2
<b>Financial Statements:</b>	
Balance Sheets	3
Statements of Income and Expenses	4
Notes	5 - 8
Statement of Receipts and Payments	9 - 10

**Report of the Independent Auditors to the members of  
Al-marsad Arab Human Rights Centre in Golan Heights.**

**Introduction**

We have audited the accompanying financial information of Al-marsad Arab Human Rights Centre in Golan Heights. (hereinafter – “the NGO”), which includes the condensed balance sheet as at december 31, 2017 and december 31, 2016, Statements of Income and Expenses and the condensed statements of Receipts and Payments, of the two period then ended.

**Responsibility**

The Management of the NGO are responsible for preparation and presentation of the financial information for this period in accordance with relevant Generally Accepted Accounting of Standarts, “International Financial Reporting Standarts” Our responsibility is to express a conclusion on the financial information for this period based on our audit.

**Scope of the audit**

We conducted our audits in accordance with International standards on auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall consolidated financial statement presentation.

**Emphasis of Matter-Basis of accounting and restriction on distribution and use**

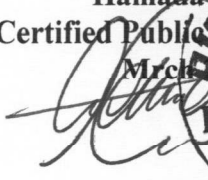
We draw attention to Note (1-E) to the financial statement, which describes the basis of accounting. The statements of receipts and payments are prepared to provide information to the Donors. As a result, the financial statement may not be suitable for another purpose.

**Conclusion**

Based on our audit conducted as above, except our drawing attention in the previous chapter, we believe that the above-mentioned financial information is prepared, in all material respects, in accordance with relevant Generally Accepted Accounting of the International Accounting Standards, as at december 31, 2017 and december 31, 2016 and for the period then ended.

**Other matters**

The audit procedures per article 2 of the Auditing Contracts signed on November 8,2015 and November 6, 2016 have been performed and no reportable findings were noted. Based on the testing performed, the receipts and payments correctly relate to the projects in all its parts and the projects contracts has been complied with.

Sincerely,  
Hamada Ibraheem  
Certified Public Accountant (Isr)  
March 28, 2018  
  
Hamada Ibraheem  
c.p.a (Isr)  
LN 26675

**Al-marsad**  
Arab Human Rights Centre in Golan Heights.

**Balance Sheets**  
**(In New Israeli Shekels)**

		<u>December 31</u> <u>2016</u>	<u>December 31</u> <u>2017</u>
	<u>Note</u>	<u>(Audited)</u>	<u>(Audited)</u>
<b><u>Current Assets</u></b>			
Short-term investments		167,082	152,532
Debetors and Debit Balances		5,196	-
Revenues & accounts receivable	7	-	62,625
		<u>172,278</u>	<u>215,157</u>
<b><u>Property, Plant And Equipment</u></b>	2	<u>70,506</u>	<u>58,808</u>
		<u>242,784</u>	<u>273,965</u>
Accounts payable and accrued liabilities	3	<u>18,582</u>	<u>40,963</u>
<b><u>Net Assets</u></b>		<u>224,202</u>	<u>233,002</u>
		<u>242,784</u>	<u>273,965</u>

28.3.18

Date

Ma'ef Fakher Eldeen



The accompanying statements of project no.312-900-1012 ZG and project no.312-900-1016 ZG are an integral part of the financial statements.

**Al-marsad**  
Arab Human Rights Centre in Golan Heights.

**Statements of Income and Expenses**  
**(In New Israeli Shekels)**

		For the Half Year Ended  december 31  2017  <u>(Audited)</u>	For the Period January 1 2016 To december 31 2017  <u>(Audited)</u>
<b><u>Income</u></b>	<b><u>Note</u></b>		
Contributions	5	498,662	1,716,616
Cost of Activities	6	<u>328,140</u>	<u>1,219,495</u>
Net Income from Activities		170,522	497,121
Administrative Expenses	8	<u>79,180</u>	<u>358,882</u>
<b>Income before financial expenses</b>		91,342	138,239
financial expenses, net	4	<u>3,699</u>	<u>13,026</u>
Net income		87,643	125,213
<b>(Deficit) / Surplus for the period</b>		<b><u>87,643</u></b>	<b><u>125,213</u></b>
Balance carried forward		28,342	17,637
Depreciation expenses		(0)	35,760
Revenues & accounts receivable		(0)	(62,625)
Balance Credit		<u>115,985</u>	<u>115,985</u>

28.3.18  
Date

*Narief Fakher Eldeen*  


The accompanying statements of project no.312-900-1012 ZG and project no.312-900-1016 ZG are an integral part of the financial statements.

**Al-marsad**  
**Arab Human Rights Centre in Golan Heights.**

**Notes to the Financial Statements**  
**Ended At December 31, 2017**

**Note 1**     **General**

- A. Al Marsad Arab Human Rights Centre in Golan is an non-govermental organization registered with the Israeli Ministry of justice.  
The authorized persons representing Al Marsad are the chirman of the board of trustees and acting director (Dr. Nizar Ayoub) and the board members (Naef Fakheraldeen) (Atef Safadi) and (Modad Owedat).
- B. These financial statements were prepared in a condensed format as at December 31, 2016 and December 31, 2017 and for the period ended on that date (hereinafter – “the Annual Report”). These report should be read in the context of the Cooperative’s audited annual financial statements as at December 31, 2016 and December 31, 2017 and for the period then ended along the accompanying notes.
- C. The Financial Statements are prepared in accordance with generally accepted accounting principles for preparation of financial statements as provided in Accounting Standard 34 of the Israeli Accounting Standards Board and (Ias 1) "International Accounting Standard 1- Presentation of Financial Statements".
- D. The significant accounting policies and calculation methods applied in preparation of the Interim Financial Statements are consistent with those applied in preparation of the annual financial statements.
- E. The Statements of receipts and payments are prepared to provide information to the Donors in accordance with the contracts that concluded between the donors and Al-Marsad. As a result, the financial statement may not be suitable for another purpose.

**The accompanying statements of project no.312-900-1012 ZG and project no.312-900-1016 ZG are an integral part of the financial statements.**

**Al-marsad**  
Arab Human Rights Centre in Golan Heights.

**Note 2**    **Property, Plant And Equipment**

	<b><u>NIS</u></b>
Division of the hall and main door	15,000
Projector system and screen	5,630
Furniture	17,537
Meeting table and chairs	22,040
Carpeting, Curtains and Conditioners	15,600
Computer	12,053
Software	6,708
Depreciation	<u>(35,760)</u>
	<b>58,808</b>

**Note 3**    **Accounts payable and accrued liabilities**

	As of December	
	<u>2016</u>	<u>2017</u>
Suppliers And Service Providers	7,718	8,961
Employees	4,017	-
Expenses Payable	-	23,612
Tax Authorities	<u>6,847</u>	<u>8,390</u>
	18,582	40,963

**Note 4**    **Financial expenses, net**

	As of december (1.7-31.12)	
	<u>2017</u>	<u>(cumulated)</u>
Bank charges	<u>3,699</u>	<u>13,026</u>
	3,699	13,026

The accompanying statements of project no.312-900-1012 ZG and project no.312-900-1016 ZG are an integral part of the financial statements.



**Al-marsad**  
Arab Human Rights Centre in Golan Heights.

<b><u>Note 5</u></b>	<b><u>Contributions</u></b>	As of december 31 (1.7-31.12)	
		<b><u>2017</u></b> (cumelated)	
	Zentralstelle P (312-900-1012)	425,239	1,341,071
	Misereor P (312-900-1016)	73,423	201,249
	Third parties	-	111,671
	Third parties - receivable	-	<u>62,625</u>
		498,662	1,716,616

<b><u>Note 6</u></b>	<b><u>Cost of Activities</u></b>	As of december 31 (1.7-31.12)	
		<b><u>2017</u></b> (cumulated)	
	Salaries P (312-900-1012)	284,560	1,083,206
	Salaries P (312-900-1016)	<u>43,580</u>	<u>136,289</u>
		328,140	1,219,495

<b><u>Note 7</u></b>	<b><u>Revenues &amp; accounts receivable</u></b>	As of december 31 (1.7-31.12)	
		<b><u>2017</u></b> (cumulated)	
	EMHRF for P (312-900-1012)	41,687	41,687
	EMHRF for P (312-900-1016)	<u>20,938</u>	<u>20,938</u>
		62,625	62,625

**The accompanying statements of project no.312-900-1012 ZG and project no.312-900-1016 ZG are an integral part of the financial statements.**



**Al-marsad**  
Arab Human Rights Centre in Golan Heights.

		As of december 31 (1.7-31.12)	
<b><u>Note 8</u></b>	<b><u>Administrative Expenses</u></b>	<b><u>2017 (cumulated)</u></b>	
	<b>P (312-900-1012)</b>		
	Computer & software	-	5,700
	Filling fees, Law library	-	8,394
	Rent	24,000	104,000
	Electricity / Water	3,714	19,150
	Communications costs	1,233	9,870
	Travel Costs	9,189	12,861
	Stationery and Supplies	-	10,799
	Ad-hoc consultancy by external experts	-	10,220
	Maintenance and Repair	-	23,000
	Insurance office building	-	2,335
	Development of grass-roots groups	568	5,148
	International Advocacy	5,600	8,768
	Translation, Editing, Publications and reports	5,583	44,713
	External Auditing	-	16,000
	Depreciation	11,698	35,760
		=====	=====
		61,585	316,718
	<b><u>Administrative Expenses</u></b>	As of december 31 (1.7-31.12)	
	<b>P (312-900-1016)</b>	<b><u>2017 (cumulated)</u></b>	
	International Advocacy	3,700	3,700
	Publications and reports	6,000	6,000
	Rent	9,900	16,700
	Communications costs	4,801	5,352
	Travel Costs	2,275	6,838
	Stationery and Supplies	2,617	3,574
		=====	=====
		29,293	42,164
	<b><u>Total</u></b>	=====	=====
		90,878	358,882

The accompanying statements of project no.312-900-1012 ZG and project no.312-900-1016 ZG are an integral part of the financial statements.