

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

**Financial Statements**

**As at December 31, 2018**

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**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, 2018 and december 31, 2017, 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, 2018 and december 31, 2017 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.)  
June 26, 2019  
Hamada Ibraheem  
c.p.a (Isr)  
L.N 26675



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

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

		<u>December 31</u> <u>2017</u>	<u>December 31</u> <u>2018</u>
	<u>Note</u>	<u>(Audited)</u>	<u>(Audited)</u>
<b><u>Current Assets</u></b>			
Short-term investments		152,532	45,936
Revenues & accounts receivable	4	62,625	-
		-----	-----
		<b>215,157</b>	<b>45,936</b>
 <b><u>Property, Plant And Equipment</u></b>	2	58,808	37,174
		-----	-----
		<b>273,965</b>	<b>83,110</b>
Accounts payable and accrued liabilities	3	40,963	51,450
 <b><u>Net Assets</u></b>		<b>233,002</b>	<b>31,660</b>
		<b>273,965</b>	<b>83,110</b>

26.6.2019  
Date

Fakher Eldeen Ma'ef

31/05/2019



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 Year Ended december 31 201 8	For the Year Ended december 31 2017
	<u>Note</u>	<u>(Audited)</u>	<u>(Audited)</u>
<b><u>Income</u></b>			
Contributions	5	883,150	887,405
Cost of Activities	6	<u>827,062</u>	<u>722,947</u>
Net Income from Activities		56,088	164,458
Administrative Expenses	7	<u>200,600</u>	<u>157,942</u>
<b>Income before financial expenses</b>		(144,512)	6,516
financial expenses, net	8	<u>4,297</u>	<u>6,719</u>
Net income		(148,809)	(203)
<b>(Deficit) / Surplus for the period</b>		<u><b>(148,809)</b></u>	<u><b>(203)</b></u>

26.6.2019  
Date



  
31/03/18 11/03/18



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, 2018**

**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, 2017 and December 31, 2018 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, 2017 and December 31, 2018 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.**

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

	<u>NIS</u>
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>(57,394)</u>
	<b>37,174</b>

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

	As of December 31	
	<u>2017</u>	<u>2018</u>
Suppliers And Service Providers	8,961	22,000
Employees	-	-
Expenses Payable	23,612	14,404
Tax Authorities	<u>8,390</u>	<u>15,046</u>
	40,963	51,450

**Note 4**    **Revenues & accounts receivable**

	As of December 31	
	<u>2017</u>	<u>2018</u>
EMHRF for P(312-900-1012)	41,687	-
EMHRF for P(312-900-1016)	<u>20,938</u>	<u>-</u>
	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**  
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		For the year ended December 31	
<b><u>Note 5</u></b>	<b><u>Contributions</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>
	Zentralstelle (Misereor)	350,104	839,465
	European Endowment For Democracy	235,370	-
	EMHRF (Third partie)	62,625	-
	Broederlijk Delen (Third partie)	42,268	-
	British Shalom- Salaam Trust (third paty)	105,933	-
	Golan for development	25,000	-
	Local contributions	47,720	-
	Third parties	<u>14,130</u>	<u>47,940</u>
		883,150	887,405

		For the year ended December 31	
<b><u>Note 6</u></b>	<b><u>Cost of Activities</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>
	Salaries	826,862	699,754
	Court fees & legal expenses	<u>200</u>	<u>23,193</u>
		827,062	722,947

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.



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		For the year ended December 31	
<b><u>Note 7</u></b>	<b><u>Administrative Expenses</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>
	Computer & software	8,750	-
	Filing fees, Law library	1,342	-
	Rent & hall rent	105,300	64,700
	Electricity / Water	6,872	10,607
	Communications costs and hospitality	12,074	8,775
	Travel Costs	3,356	14,706
	Stationery and Supplies	4,458	1,299
	Publications and reports	5,616	25,740
	Maintenance and Repair	-	3,467
	Insurance office building	8,281	-
	Development of grass-roots groups	4,564	568
	International Advocacy	-	9,300
	External Auditing	28,000	6,000
	Depreciation	11,987	12,780
		<u>200,600</u>	<u>157,942</u>

		For the year ended December 31	
<b><u>Note 8</u></b>	<b><u>Financial expenses, net</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>
	Bank charges	<u>4,297</u>	<u>6,719</u>
		4,297	6,719

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.