Financial Statement of

Al-Marsad The Arab Center for Human Rights in the Golan Hights

as at December 31, 2025

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The Auditor's Report

To the members of the Association of
Al-Marsad The Arab Center for Human Rights
in the Golan Hights

We have audited the statements of financial position of Al-Marsad The Arab Center for Human Rights in the Golan Hights (Reg. NPO) ("the Association") as of December 31, 2025, and the statements of activities, changes in net assets for the years then ended. These financial statements are the responsibility of the Association's board of directors and management. Our responsibility is to express an opinion on these financial statements based on our audit.

The Association's financial statements for December 31, 2024, and for the year ended on the same date, were audited by another auditor whose report on them dated July 23, 2025 included an unqualified opinion.

We conducted our audit in accordance with generally accepted auditing standards in Israel, including standards prescribed by the Auditors Regulations (Manner of Auditor's Performance), 1973. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles applied and significant estimates made by the Association's board of directors and management, as well as evaluating the overall financial statement presentation.

We believe that our audit provides a reasonable basis for our opinion.In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Association as of December 31, 2025, and the results of its activities, changes in net assets, for each of the years then ended, in conformity with generally accepted accounting principles in Israel (Israeli GAAP).

Nof HaGalil , Asmahan Shabat-Hitti

July 01, 2026 Accountant

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Al-Marsad The Arab Center for Human Rights in the Golan Hights

Statements of Financial Position

	Note	As at December 31 2025		2024
Assets		NIS		
Current assets				
Cash and cash equivalents	2a	36,463		44,985
Debtors and debit balances		48		48
Non-current assets		36,511		45,033
Fixed assets, net	3 ,2d	22,920		5,234
		59,431		**50,267**
Liabilities				
Current liabilities				
Suppliers and service providers		730		44,828
Other payables	4	101,099		76,723
		101,829		121,551
Net assets	2i			
Unrestricted Net Assets For activities		(65,318)	(*)	(76,518)
Invested in fixed assets		22,920	(*)	5,234
		(42,398)		(71,284)
		59,431		**50,267**

(*) Resorted.

The accompanying notes are an integral part of the financial statements.

01.07.2026			
Date	**Mr. Ayoub Nizar** **CEO**	**Mr. Madaa Mughrabi** **Member of the Board of Directors**	**Mr. Moad Oweidat** **Member of the Board of Directors**

Al-Marsad The Arab Center for Human Rights in the Golan Hights

Statement of Activities

	Note	Year ended December 31	
		2025	2024
		NIS	
Income from activities	5 ;2c	1,228,989	1,303,490
Income from activities		1,228,989	1,303,490
Cost of activities	6	1,057,610	1,094,214
Net income from activities		171,379	209,276
General and administrative expenses	7	141,529	312,798
Net income (expenses) before financing expenses		29,850	(103,522)
Financing expenses, net		964	(17,286)
Net income (deficit) for the year		28,886	(86,236)

The accompanying notes are an integral part of the financial statements.

01.07.2026			
Date	**Mr. Ayoub Nizar** **CEO**	**Mr. Madaa Mughrabi** **Member of the Board of Directors**	**Mr. Moad Oweidat** **Member of the Board of Directors**

Al-Marsad The Arab Center for Human Rights in the Golan Hights

Statement of Changes in Net Assets

	Non-Existent Net Assets Restrictions on them		Restricted	
	Unrestricted	Net assets invested in fixed assets		Total
	NIS			
Balance for December 31, 2023	**14,952**	**-**	**-**	**14,952**
Donations			1,273,490	**1,273,490**
Net (expenses) per year	(86,236)			**(86,236)**
Deductions during the year Amounts released from the restriction	(5,234)	5,234	(1,273,490)	**(1,273,490)**
Balance until December 31, 2024	**(*) (76,518)**	**(*) 5,234**	**-**	**(71,284)**
Net income (deficit)	28,886			**28,886**
Amounts transferred to depreciation coverage	9,931	(9,931)	-	**-**
Purchase of fixed property	(27,617)	27,617	-	**-**
			-	
Balance until December 31, 2025	**(65,318)**	**22,920**	**-**	**(42,398)**

(*) Resorted.

The accompanying notes are an integral part of the financial statements.

Notes to the Financial Statements

Note - 1 **General**:

(a The Al-Marsad Association – The Arab Center for Human Rights in the Golan Heights (NPO) is a non-profit association that was registered with the Registrar of Associations on June 27, 2004, according to the Associations Law 5740 – 1980 under the number 580424687.

(b The main goals of the association are: documenting the status of the rights of Syrian Arabs in the Golan Heights. In accordance with international law, conduct studies and reports on the human rights situation in the Golan Heights. Legal Aid and .Working to Raise Human Rights Awareness among Residents

Note - 2 **The main points of the accounting policy:**

(a **Cash and cash equivalents:**
Cash equivalents are considered investments with high liquidity, including, inter alia, short-term deposits deposited in banks and whose period up to the date of their realization from the date of investment in them did not exceed 3 months.

(b The financial statements are prepared in accordance with Accounting Standard No. 40 – Accounting and Financial Reporting Rules by non-profit organizations of the Israeli Institute for Accounting Standardization of the Institute of Certified Public Accountants in Israel.

(c **Registration Basis:**
The association records its assets, liabilities, income and expenses on an accumulation basis.
Here are key data on the Consumer Price Index (CPI) and the U.S. Dollar exchange rate:

	As at December 31	
	2025	**2024**
Consumer Price Index	2.6%	%3.2
US Dollar	3.12	3.65
EUR	3.75	3.80

(d **Fixed assets, net**

- Presented by cost minus accumulated depreciation.
- The depreciation is calculated according to the "straight-line method" based on the estimated period of use of the assets as follows:

machine and equipment furniture 10%-20%;
computers and peripherals 33.33%

Notes to the Financial Statements

Note - 2 The main points of the accounting policy (continued):

(e **Donation in the Equivalent of Money in Financial Statements**

In accordance with Standard 40 regarding the rules of accounting and financial reporting by non-profit organizations, services received by the association free of charge will be included in the financial statements, provided that the following three conditions are met:

1. The services have a substantial financial value on an overall basis in relation to the scope of the association's activities.
2. The appropriate value of the services can be assessed with a reasonable level of reliability.
3. The services are of the type that require professional skill and expertise, and if they were not accepted, the association would have been forced to purchase them. Services received free of charge will be presented on the one hand as income and on the other hand as expenses or assets, in accordance with the accepted rules for distinguishing between expenses and assets.

During 2025, the association received donations intended to be paid directly to the association's suppliers for various services. The total payments made by a donor directly to the suppliers, which were recognized in the financial statements as income and against them as expenses, amounted **to NIS 101,560**.

(f **Taxes:**

Payroll expenses in 2022 are subject to full payroll tax, while salary expenses for 2023 are exempt from payroll tax, since they do not reach the maximum salary paid by a non-profit organization for the reporting year.

(g **Using estimates:**

When preparing these financial statements, preparing them and presenting them in accordance with accepted accounting rules, management is required to make estimates and make assumptions that affect the data presented in the financial statements and the accompanying annotations. By the very nature of estimates and assumptions. Actual results may be affected by them.

(h **Report on cash flows:**

No cash flow report has been prepared since it does not add material information beyond that contained in the financial statements.

(i **How to present the financial statements:**

The balances included in the net asset group are sorted by distinguishing between:
- Net assets for which there is no limitation;
- Net assets for which there is a restriction of a temporary nature;

The net assets for which there is no restriction are presented with a distinction between:
- Net assets for use for activities not intended;
- Net assets for use for designated activities;
- Net assets used for fixed assets;

The activity report includes all income and all expenses during the reporting period. "Revenue" includes all income received and accrued during the period without any restriction on its use as well as that portion of net assets that were restricted and released during the period. "Expenses" also include expenses financed from restricted sources.

Notes to the Financial Statements

Note - 2 **The main points of the accounting policy (continued):**

The report on the changes in net assets includes, in addition to the net result reported from the report on activities, all the sources received while limiting their use and the amounts released from restrictions. Amounts released from restrictions due to activity usage are transferred as income to the activity report. Amounts released from restrictions due to the use of fixed assets are transferred directly to the net asset balance for which there is no restriction in the net asset change report.

The report on changes in net assets also includes transfers between the net assets for which there is no restriction – for use for operational purposes and the net assets for which there is no restriction – that were used for fixed assets in respect of amounts used in the accounting year for fixed assets, amounts that derived in the accounting year from the realization of fixed assets, and amounts transferred in the accounting year to cover depreciation expenses.

(j **Using estimates:**

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Al-Marsad The Arab Center for Human Rights in the Golan Hights

Notes to the Financial Statements

Note - 3 Fixed assets, net

As at December 31

	2025			2024
	Office Supplies	Leased Improve	Total	Total
Fixed assets				
Balances for January 1	73,776	102,008	175,784	174,334
Supplement during the year	27,617	-	27,617	1,450
Balances for December 31	**101,393**	102,008	**203,401**	**175,784**
Accumulated depreciation				170,550
Balances for January 1	68,542	102,008	170,550	**167,060**
Supplement during the year	9,931	-	9,931	3,490
Balances for December 31	**78,473**	102,008	**180,481**	**170,550**
Total Fixed assets, net			**22,920**	**5,234**

Note - 4 Other payables

	As at December 31	
	2025	2024
	NIS	
Employees	3,803	-
Employee Institutions	62,510	44,368
Vacation Reserve	34,786	32,355
	101,099	76,723

Note -5 Income from activities

	Year ended December 31	
	2025	2024
	NIS	
Donations (*)	1,228,989	30,000
Amounts released from net limited assets	-	1,273,490
	1,228,989	1,303,490

Notes to the Financial Statements

Note – 6 Cost of activities

	Year ended December 31	
	2025	2024
	NIS	
Wages and Companions	907,621	915,755
Office Rental & Maintenance (*)	42,554	54,770
Cultural and Advocacy Activities (*)	79,412	102,958
Offices	9,092	8,784
Communication	9,000	8,457
Depreciation	9,931	3,490
	1,057,610	**1,094,214**

Note – 7 General and administrative expenses

	Year ended December 31	
	2025	2024
	NIS	
Wages and Companions	98,449	214,990
Professional Salary (*)	43,080	97,808
	141,529	312,798

(*) See above in note 2e – Donations worth money.

Note 8 – The Operation "Rising Lion"– Events After the Balance Sheet Date

Following **– The Operation "Rising Lion"** that broke out on June 13, 2025, and the declaration of a state of emergency on the home front, there was a decline in the scope of economic activity in Israel and many restrictions were announced. As a result, there is also an impact on the scope of employment of workers in large parts of Israel.

During the reporting period, the association dealt with complex operational challenges that stemmed from the consequences of the 'Am Kalvi and Lion's roar' war. Despite the restrictions and difficulties imposed on the activity in the field, the association's management implemented adaptation and risk management strategies that enabled the continued provision of services and the realization of its public goals without interruption. The association's management has taken various operational steps, including adapting work patterns to the conditions of the field and flexible allocation of resources, in order to ensure the continuity of activity in the field.

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