SADAKA REUT -
ARAB JEWISH YOUTH PARTNERSHIP (R.A.)

FINANCIAL STATEMENTS

AS OF DECEMBER 31, 2015
Financial Statements as at December 31, 2015

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</tbody>
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Auditors’ report to the members of

SADAKA REUT - ARAB JEWISH YOUTH PARTNERSHIP (R.A.)

We have audited the accompanying balance sheets of the SADAKA REUT - ARAB JEWISH YOUTH PARTNERSHIP. (Registered Association. Hereinafter - "the Association") as of December 31, 2015 and the related statements of activities and the statements of changes in net assets and the statements of cash flows for the year then ended. These financial statements are the responsibility of the management of the Association executive. Our responsibility is to express an opinion on these financial statements based on our audits.

The Association’s financial statements as of December 31, 2014 and for the year then ended, were audited by another auditor, who provided on July 22, 2015 a classified opinion, due to the editing of the financial statements in nominal values.

We conducted our audits in accordance with generally accepted auditing standards, including those prescribed by the Auditors’ (Mode of Performance) Regulations (Israel), 1973. Those standards required 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 used and significant estimates made by the management of the Association, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of the Association as of December 31, 2015, the results of its activities and the changes in its net assets and cash flows for the year then ended, in conformity with generally accepted accounting principles in Israel (Israeli and GAAP), for non-profit and for public benefit organizations.

Livay & Livay
Certified Public Accountants (Isr.)

Tel Aviv, August 15 2016.

Jerusalem Office:
Amot Bldg. 11 Kiryat Mada St., Har Hotzvim
P.O.B 45032, Jerusalem 91450, Israel
Tel 972 2 548 5000
Fax 972 2 548 5001
### SADAKA REUT - ARAB JEWISH YOUTH PARTNERSHIP (R.A.)

#### Balance Sheets

<table>
<thead>
<tr>
<th>Note</th>
<th>December 31, 2015</th>
<th>December 31, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NIS</td>
<td>NIS</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>157,137</td>
<td>228,265</td>
</tr>
<tr>
<td>Debtors and debit balances</td>
<td>134,760</td>
<td>266,603</td>
</tr>
<tr>
<td><strong>Total Current assets</strong></td>
<td><strong>291,897</strong></td>
<td><strong>494,868</strong></td>
</tr>
<tr>
<td><strong>Non current assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fixed assets, net</td>
<td>27,436</td>
<td>31,564</td>
</tr>
<tr>
<td><strong>Total Non current assets</strong></td>
<td><strong>319,333</strong></td>
<td><strong>526,432</strong></td>
</tr>
<tr>
<td><strong>Current liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Creditors and credit balances</td>
<td>170,227</td>
<td>223,923</td>
</tr>
<tr>
<td><strong>Total Current liabilities</strong></td>
<td><strong>170,227</strong></td>
<td><strong>223,923</strong></td>
</tr>
<tr>
<td><strong>Non current liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Liability for severance pay, net</td>
<td>31,675</td>
<td>46,618</td>
</tr>
<tr>
<td><strong>Total Non current liabilities</strong></td>
<td><strong>31,675</strong></td>
<td><strong>46,618</strong></td>
</tr>
<tr>
<td><strong>Net assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted net assets:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>For activities</td>
<td>(213,200)</td>
<td>127,756</td>
</tr>
<tr>
<td>For fixed assets</td>
<td>27,436</td>
<td>31,564</td>
</tr>
<tr>
<td>Net assets with temporary restrictions</td>
<td>303,195</td>
<td>96,571</td>
</tr>
<tr>
<td><strong>Total Net assets</strong></td>
<td><strong>117,431</strong></td>
<td><strong>255,891</strong></td>
</tr>
</tbody>
</table>

Financial statements approval date: August 15, 2016.

The accompanying notes are an integral part of the financial statements.
SADAKA REUT - ARAB JEWISH YOUTH PARTNERSHIP (R.A.)

Statements of Operating Activities

<table>
<thead>
<tr>
<th>Operational turnover</th>
<th>Note</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Donations and other</td>
<td>8</td>
<td>1,369,708</td>
<td>2,492,145</td>
</tr>
<tr>
<td><strong>Cost of activities</strong></td>
<td></td>
<td>1,523,079</td>
<td>1,947,626</td>
</tr>
<tr>
<td><strong>(Deficit) Net income from activities</strong></td>
<td>10</td>
<td>(133,371)</td>
<td>544,519</td>
</tr>
<tr>
<td>Administrative and general expenses</td>
<td></td>
<td>(189,929)</td>
<td>(281,316)</td>
</tr>
<tr>
<td><strong>(Deficit) Surplus before financial expenses</strong></td>
<td></td>
<td>(323,300)</td>
<td>263,203</td>
</tr>
<tr>
<td>Financial expenses, net</td>
<td></td>
<td>(21,784)</td>
<td>(25,861)</td>
</tr>
<tr>
<td><strong>(Deficit) Surplus for the year</strong></td>
<td></td>
<td>(345,084)</td>
<td>237,342</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of the financial statements.
<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th></th>
<th>With Temporary restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NIS</td>
<td>For Activities</td>
<td>For Fixed Assets</td>
<td>Temp.</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(132,717)</td>
<td>54,695</td>
<td>189,675</td>
</tr>
<tr>
<td><strong>Balance as of January 1, 2014</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additions (deductions) during 2014</td>
<td>237,342</td>
<td>-</td>
<td>-</td>
<td>237,342</td>
</tr>
<tr>
<td>Surplus for the year</td>
<td></td>
<td>-</td>
<td>96,571</td>
<td>96,571</td>
</tr>
<tr>
<td>Earmarked revenues for the coming year</td>
<td>-</td>
<td>-</td>
<td>(189,675)</td>
<td>(189,675)</td>
</tr>
<tr>
<td>Transfer of unrestricted amounts - from opening balance</td>
<td>-</td>
<td>-</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Amounts used for the purchase of fixed assets</td>
<td>(3,980)</td>
<td>3,980</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Amounts transferred to cover depreciation</td>
<td>27,111</td>
<td>(27,111)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Balance as of December 31, 2014</strong></td>
<td>127,756</td>
<td>31,564</td>
<td>96,571</td>
<td>255,891</td>
</tr>
<tr>
<td>Additions (deductions) during 2015</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deficit for the year</td>
<td>(345,084)</td>
<td>-</td>
<td>-</td>
<td>(345,084)</td>
</tr>
<tr>
<td>Transfer of unrestricted amounts</td>
<td>-</td>
<td>-</td>
<td>303,195</td>
<td>303,195</td>
</tr>
<tr>
<td>Transfer of unrestricted amounts - from opening balance</td>
<td>-</td>
<td>-</td>
<td>(96,571)</td>
<td>(96,571)</td>
</tr>
<tr>
<td>Amounts used for the purchase of fixed assets</td>
<td>(9,033)</td>
<td>9,033</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Amounts transferred to cover depreciation</td>
<td>13,161</td>
<td>(13,161)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Balance as of December 31, 2015</strong></td>
<td>(213,200)</td>
<td>27,436</td>
<td>303,195</td>
<td>117,431</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of the financial statements.
SADAKA REUT - ARAB JEWISH YOUTH PARTNERSHIP (R.A.)

Statements of cash flows

<table>
<thead>
<tr>
<th>For the year ended</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>December 31,</td>
<td></td>
<td></td>
</tr>
<tr>
<td>NIS</td>
<td>(345,084)</td>
<td>237,342</td>
</tr>
</tbody>
</table>

(Deficit) Net income for the year

<table>
<thead>
<tr>
<th>Income and expenses not involving cash flows</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Liability for employees' rights upon retirement, net</td>
<td>(14,943)</td>
<td>(7,019)</td>
</tr>
<tr>
<td>Depreciation</td>
<td>13,161</td>
<td>27,111</td>
</tr>
</tbody>
</table>

Changes in items of assets and liabilities

| Decrease in debtors                          | 131,843 | 249,150 |
| Decrease in creditors and credit balances   | (53,696) | (217,672) |
| Increase (decrease) in restricted funds      | 206,624  | (93,104) |
|                                              | 282,989  | (41,534) |

Net Cash provided by (used in) current operations

<table>
<thead>
<tr>
<th>Net Cash provided by (used in) current operations</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>(62,095)</td>
<td>195,808</td>
<td></td>
</tr>
</tbody>
</table>

Cash flows from investment activities

| Purchase of fixed assets                        | (9,033) | (3,980) |

(Decrease) increase in cash and cash equivalents

<table>
<thead>
<tr>
<th>(Decrease) increase in cash and cash equivalents</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>71,128</td>
<td>191,828</td>
<td></td>
</tr>
</tbody>
</table>

Cash and cash equivalents as at beginning of the year

<table>
<thead>
<tr>
<th>Cash and cash equivalents as at beginning of the year</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>228,265</td>
<td>36,437</td>
<td></td>
</tr>
</tbody>
</table>

Cash and cash equivalents as at end of the year

<table>
<thead>
<tr>
<th>Cash and cash equivalents as at end of the year</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>157,137</td>
<td>228,265</td>
<td></td>
</tr>
</tbody>
</table>

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

Note 1 - General
1. SADAKA-REUT - ARAB JEWISH YOUTH PARTNERSHIP Hereinafter the “Association” or SADAKA-REUT was registered on August 10, 1993, under registration number 58-022190-1.
2. SADAKA-REUT is a bi-national movement that operates among teenagers, and offers a political and social alternative to reality by educational activity.
3. The association assets and income are used to promote the above goals and its income is not received for the benefit of its donors.
4. The net assets of the association can not be distributed to its member.

Note 2 - Significant accounting policies
a. Basis Edit financial statements
1. Net assets
   The Association adopted Opinion No. 69 of the Institute of Certified Public Accountants in Israel and standard No. 5 of the Israel Accounting Standards Board Hereinafter - (IASB) regarding accounting principles and financial reporting by nonprofit organizations. Accordingly, funds in the financial statements are presented in the financial statements as net assets which are classified into two main categories:
   A. Net assets with no restriction
      Component assets of the association, which no restriction on their use, permanent or temporary, was imposed by donors and allocates
   B. Net assets with no limitation intended by management
      Component of net assets, of the Association, arising from donations or another flow of assets designated by management of the Association.

2. Financial statements in nominal values
   The financial statements are prepared on the basis of the historical cost in nominal values, since the affect of changes in the general purchasing power of the Israeli currency on the financial statements until 31, December 2003 (the transition date to nominal financial reporting in accordance whith IASB standard's board's NO 12) was not significant.

b. Details of the changes in the consumer price index and the exchange rates

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consumer price index</td>
<td>(1.00)</td>
<td>(0.20)</td>
</tr>
<tr>
<td>Representative exchange rate Of:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>U.S. Dollar</td>
<td>0.33</td>
<td>12.04</td>
</tr>
<tr>
<td>Euro</td>
<td>(10.11)</td>
<td>(1.20)</td>
</tr>
</tbody>
</table>

c. Evaluation of assets and liabilities
   1. Assets and liabilities linked to the Consumer Price Index are included based on the linkage conditions, as determinate in the agreements.
   2. Accounts in foreign currency or linked thereto are reported at “representative exchange rates” as published by the Bank of Israel as of balance sheet date.

d. Cash equivalents
   Cash equivalents include short term deposits in banking institutions that are not originally invested for more than three months and are not bound by any pledge.
Note 2 - Significant accounting policies (cont’d)

e. Fixed assets
1. Stated at cost.
2. Depreciation is calculated on the straight-line method at annual rates which are considered to be sufficient for the depreciation of assets over their estimated useful lives as follows:

<table>
<thead>
<tr>
<th>The annual depreciation rates are as follows:</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Furniture and computers</td>
<td>6-33</td>
</tr>
</tbody>
</table>

f. Recognition of revenues and expenses:
Revenues and expenses are recorded by the “accrual method”.

1. Donations, grants subsidies and grants receivable:
   a. Donations, grants, subsidies and grants promised, but not yet received at the financial statements date, are recorded as income or an addition to the net restricted assets, if all the hereunder condition are met.
      - There is an irrevocable and unconditional commitment of the donor which relates to the reporting period.
      - The commitment exists after the balance sheet date or it can be legally enforced and implemented. The realization of the commitment is not contingent on the occurs of a future event.
   b. Amounts receivable are presented net of provision for promises of donations, grants and subsidies which the Association committee estimates will not materialize.

2. Income and changes in restricted net assets are recorded on accrual basis.

3. “Services in kind” received by the Association were not included in the financial statements.

4. Some of the donations which are received at rates agreed with the donors, serve to cover SADAKA-REUT general and administrative expenses. This part is recorded as general revenues in the statements of donation and income. The overhead amounts received from donations, on which there are restrictions and which have not yet been released from their restrictions, are recorded to net assets with temporary restrictions.

g. Use of estimates preparing the financial statements
The preparation of financial statements, in conformity with generally accepted accounting principles, necessarily requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported expenses during the reported period. Actual results could differ from these estimates.

h. Fair value of financial instruments
The financial instruments include: cash and cash equivalent, debtors and financial liabilities of creditors and credit balances. The fair value of the above financial instruments has no material difference compare to the value included in the financial statements.
Note 2 - Significant accounting policies (cont’d)

i. Accounting Standard No. 29
In July 2006, the Israel Accounting Standards Board published Accounting Standard No. 29, "Adoption of International Financial Reporting Standards (IFRS)" ("Hereinafter - the Standard). The Standard provides that entities which are subject to the Israeli Securities Law, 1968 and that are required to report in accordance with this Law's provisions, shall prepare their financial statements pursuant to IFRS Standards for periods commencing January 1, 2008. The Standard permits early adoption beginning with financial statements published after July 31, 2006. IFRS accounting standards are different from the Israeli accounting standards regarding recognition and measurement of assets and liabilities, reporting format and disclosure requirements. These differences in accounting standards can have a significant effect on the financial condition and results of the Association operations.

The Association has chosen, at this stage, not to adopt the IFRS standards.

j. Accounting Standard No. 32
In July 2009 the International Accounting Standards Board (IASB) published the International Financial Reporting Standard for small and medium sized entities (hereinafter - IFRS for SMEs or the standard). The standard is intended for use by small and medium sized entities (SMEs) which are entities publish general purpose financial statements, but they have no public accountability. Entities with no public accountability are entities whose securities are not traded and they do not hold assets as trustee for a wide group of external as main part of their core business.

Consequently, in December 2009 a committee of the Israel Accounting Standards Board declared that there is a trend to require from small and medium entities to publish their financial statements according to the above, subject to possible exceptions to be determined, probably starting in 2015. Followed the above statement, and to encourage entities to prepare their financial statements according to the standard, the Israel Accounting Standards Board published in July 2010 Standard No. 32 which allows voluntary adoption of IFRS for SMEs in financial statements for periods beginning on 1 January 2011.

Standard 32 does not eliminate the Accounting Standard 29 (See previous paragraph), so a small or medium sized entity shall be entitled, from the period beginning on 1 January 2011, voluntarily to adopt IFRS for SMEs or full IFRS.

At this stage, the Association has decided not to perform early adoption of the standard.

k. Accounting Standard No. 34 Presentation of Financial Statements
According to Accounting Standard No. 34 (hereinafter - the Standard), the Company is required to present a statement of the comprehensive profit disclosing, in addition to the income and expenses recognized during the period in the income statement, items of income and expenses which previously were recognized directly in equity (other comprehensive profit items).
Note 2 - Significant accounting policies (cont'd)
   k. Accounting Standard No. 34 Presentation of Financial Statements (cont'd)
   Other comprehensive profit items include, among others, changes in the revaluation reserve of fixed assets and intangible assets, profit and losses from the translation of financial statements of foreign operations, exchange differences arising from liability in foreign currency, which is a hedge of a net investment in a foreign operation and the tax effects relating to, with allocation between the Company’s share and minority interests. The Company has adopted a presentation of statement of comprehensive profit in a single statement.
   The standard also set conditions for the classification of assets and liabilities in the balance sheet as current assets and liabilities. Asset or liability will be classified as current, among other things, whether the entity expects to realize, consume or remove them during its normal operating cycle.
   The standard was applied retrospectively commencing January 1, 2014.
   In addition, the standard corrected Accounting Standard No. 7 Events after the balance sheet date, by canceling the requirement to present dividend declared after the balance sheet date as a separate component of equity, and Standard No. 8 Discontinued Activities, so if the "initial disclosure event" occurs after the balance sheet date, the financial Statements shall disclosed only the event, without classifying the components of discontinued operations in a separate line in the financial statements.
   The implementation of standards Amendments 7 and 8, has no effect on the financial statements of the Association.

I. Accounting Standard No. 35 Accounting Policies, Changes in Accounting Estimates and Errors
   Accounting Standard 35 (hereinafter - the Standard) set the criteria for selecting and changing accounting policies, as well as the accounting treatment and disclosure requirements for changes in accounting policies, changes in accounting estimates and corrections of errors. The Standard stipulates, among other things, that the change in accounting policy resulting from a first time implementation of Accounting Standard or clarification, where there is no specific transitional guidelines, or voluntary change in accounting policy (when permitted under the criteria set out in the standard) will be applied on a retrospective basis, rather than through Cumulative effect at beginning of period unless it is impracticable.
   The standard was applied retrospectively commencing January 1, 2014.
   Implementation of this standard has no impact on the financial statements of the Association.

Note 3 - Cash and cash equivalents

<table>
<thead>
<tr>
<th></th>
<th>December 31,</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
<td>2014</td>
</tr>
<tr>
<td>NIS</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>148,618</td>
<td>63,631</td>
</tr>
<tr>
<td></td>
<td>8,519</td>
<td>164,634</td>
</tr>
<tr>
<td></td>
<td>157,137</td>
<td>228,265</td>
</tr>
</tbody>
</table>

Current account in NIS
Deposit in EURO
Note 4 - Debtors and debit balances

<table>
<thead>
<tr>
<th></th>
<th>December 31,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>NIS</td>
<td></td>
</tr>
<tr>
<td>Donors receivable</td>
<td>110,005</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>20,000</td>
</tr>
<tr>
<td>Other debtors</td>
<td>4,755</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>134,760</strong></td>
</tr>
</tbody>
</table>

Note 5 - Fixed Assets/Furniture and equipment

<table>
<thead>
<tr>
<th></th>
<th>December 31,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>NIS</td>
<td></td>
</tr>
<tr>
<td>Cost</td>
<td>171,954</td>
</tr>
<tr>
<td>Accumulated depreciation</td>
<td>144,518</td>
</tr>
<tr>
<td>Depreciated cost</td>
<td>27,436</td>
</tr>
</tbody>
</table>

Note 6 - Creditors and credit balances

<table>
<thead>
<tr>
<th></th>
<th>December 31,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2015</td>
</tr>
<tr>
<td>NIS</td>
<td></td>
</tr>
<tr>
<td>Partners in the EU project</td>
<td>-</td>
</tr>
<tr>
<td>Employees</td>
<td>82,259</td>
</tr>
<tr>
<td>Creditors and payable expenses</td>
<td>55,508</td>
</tr>
<tr>
<td>Payroll accruals</td>
<td>32,460</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>170,227</strong></td>
</tr>
</tbody>
</table>

Note 7 - Liability for future severance payments

The liabilities for termination of employee - employer relationship, are partially covered by current deposits to insurance policies which are not under the control or management of the Association. The liability for future severance payments included in the balance sheets reflects the Association's liability which is not covered by the above mentioned deposits.

Commencing October 2015, regarding compensation payments, apply the terms of article 14 to the severance pay law - 1963, whereby deposits of the Association pension funds or insurance policies at insurance companies exempt the Association from any additional liability to it's employees whom such contributions were made on their behalf. (Defined contribution plan).
Note 8 - Donations and others

Composition:
- Restricted amounts for projects
- General support
- Income from participation and sponsorship

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>NIS</strong></td>
<td>1,068,522</td>
<td>2,721,545</td>
</tr>
<tr>
<td>316,364</td>
<td>208,190</td>
<td></td>
</tr>
<tr>
<td>4,822</td>
<td>12,410</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,389,708</td>
<td>2,492,145</td>
</tr>
</tbody>
</table>

**Details of income from donations**

<table>
<thead>
<tr>
<th>Donations released from temporary restriction</th>
<th>Donations received 2015</th>
<th>Donors receivable as of Dec 2015</th>
<th>Donations restricted For the next year</th>
<th>Net balance</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Earmarked Funds:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Anne Frank</td>
<td>10,271</td>
<td>8,188</td>
<td>-</td>
<td>18,459</td>
</tr>
<tr>
<td>Bread for the world</td>
<td>-</td>
<td>123,177</td>
<td>(20,619)</td>
<td>102,558</td>
</tr>
<tr>
<td>Cafod</td>
<td>-</td>
<td>168,470</td>
<td>(98,633)</td>
<td>69,837</td>
</tr>
<tr>
<td>Caritas Switzerland</td>
<td>-</td>
<td>161,382</td>
<td>-</td>
<td>161,382</td>
</tr>
<tr>
<td>CCFD</td>
<td>-</td>
<td>113,270</td>
<td>(75,514)</td>
<td>37,756</td>
</tr>
<tr>
<td>EU</td>
<td>-</td>
<td>1,024</td>
<td>-</td>
<td>1,024</td>
</tr>
<tr>
<td>Kerk in Actie</td>
<td>-</td>
<td>143,343</td>
<td>70,005</td>
<td>213,348</td>
</tr>
<tr>
<td>Misereor</td>
<td>-</td>
<td>188,896</td>
<td>-</td>
<td>188,896</td>
</tr>
<tr>
<td>Pax christi</td>
<td>-</td>
<td>54,845</td>
<td>-</td>
<td>54,845</td>
</tr>
<tr>
<td>Rosa Luxemburg</td>
<td>-</td>
<td>25,574</td>
<td>-</td>
<td>25,574</td>
</tr>
<tr>
<td>Foundation</td>
<td>-</td>
<td>218,993</td>
<td>40,000</td>
<td>150,564</td>
</tr>
<tr>
<td>Secours Catholique</td>
<td>-</td>
<td>29,707</td>
<td>(108,429)</td>
<td>29,707</td>
</tr>
<tr>
<td>Sobell</td>
<td>-</td>
<td>14,572</td>
<td>-</td>
<td>14,572</td>
</tr>
<tr>
<td>The new Israeli fund</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>General Funds</strong></td>
<td>86,300</td>
<td></td>
<td></td>
<td>86,300</td>
</tr>
<tr>
<td>CCFD</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sivmo</td>
<td>-</td>
<td>49,400</td>
<td>-</td>
<td>49,400</td>
</tr>
<tr>
<td>Friends Association</td>
<td>-</td>
<td>19,108</td>
<td>-</td>
<td>19,108</td>
</tr>
<tr>
<td>Participation fees</td>
<td>-</td>
<td>4,822</td>
<td>-</td>
<td>4,822</td>
</tr>
<tr>
<td>Caritas Switzerland</td>
<td>-</td>
<td>32,540</td>
<td>-</td>
<td>32,540</td>
</tr>
<tr>
<td>Services</td>
<td>-</td>
<td>47,425</td>
<td>-</td>
<td>47,425</td>
</tr>
<tr>
<td>Private donations</td>
<td>-</td>
<td>81,591</td>
<td>-</td>
<td>81,591</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>96,571</td>
<td>1,486,327</td>
<td>110,005</td>
<td>(303,195)</td>
</tr>
</tbody>
</table>
### Note 8 - Donations and others (cont’d)

#### Details of income from donations (cont’d)

<table>
<thead>
<tr>
<th>Earmarked Funds:</th>
<th>Donations released from temporary restriction</th>
<th>Donations received 2014</th>
<th>Donors receivable as of Dec 2014</th>
<th>Donations restricted For the next year</th>
<th>Net balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Anne Frank</td>
<td>7,738</td>
<td>15,407</td>
<td>-</td>
<td>(10,271)</td>
<td>12,874</td>
</tr>
<tr>
<td>Bread for the world</td>
<td>-</td>
<td>119,273</td>
<td>35,341</td>
<td>-</td>
<td>154,614</td>
</tr>
<tr>
<td>Cafod</td>
<td>-</td>
<td>146,143</td>
<td>-</td>
<td>-</td>
<td>146,143</td>
</tr>
<tr>
<td>Caritas Chweitz</td>
<td>-</td>
<td>155,692</td>
<td>-</td>
<td>-</td>
<td>155,692</td>
</tr>
<tr>
<td>CCFD</td>
<td>86,136</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>86,136</td>
</tr>
<tr>
<td>CRS</td>
<td>-</td>
<td>421,627</td>
<td>-</td>
<td>-</td>
<td>421,627</td>
</tr>
<tr>
<td>EU</td>
<td>-</td>
<td>202,320</td>
<td>86,592</td>
<td>-</td>
<td>288,912</td>
</tr>
<tr>
<td>Kerk in Actie</td>
<td>-</td>
<td>158,953</td>
<td>71,672</td>
<td>-</td>
<td>230,625</td>
</tr>
<tr>
<td>Misereor</td>
<td>-</td>
<td>209,977</td>
<td>-</td>
<td>-</td>
<td>209,977</td>
</tr>
<tr>
<td>MZF</td>
<td>-</td>
<td>69,065</td>
<td>-</td>
<td>-</td>
<td>69,065</td>
</tr>
<tr>
<td>Rosa Luxemburg foundation</td>
<td>-</td>
<td>191,779</td>
<td>-</td>
<td>-</td>
<td>191,779</td>
</tr>
<tr>
<td>Secours Catholique</td>
<td>95,800</td>
<td>-</td>
<td>45,050</td>
<td>-</td>
<td>140,850</td>
</tr>
<tr>
<td>Sobell</td>
<td>-</td>
<td>28,740</td>
<td>-</td>
<td>-</td>
<td>28,740</td>
</tr>
<tr>
<td>The Rayne Trust</td>
<td>-</td>
<td>58,483</td>
<td>-</td>
<td>-</td>
<td>58,483</td>
</tr>
<tr>
<td>Partners participation</td>
<td>-</td>
<td>76,030</td>
<td>-</td>
<td>-</td>
<td>76,030</td>
</tr>
<tr>
<td><strong>General Funds</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CCFD</td>
<td>-</td>
<td>129,452</td>
<td>-</td>
<td>(86,300)</td>
<td>43,152</td>
</tr>
<tr>
<td>Siyano</td>
<td>-</td>
<td>46,934</td>
<td>-</td>
<td>-</td>
<td>46,934</td>
</tr>
<tr>
<td>Friends Association</td>
<td>-</td>
<td>10,956</td>
<td>-</td>
<td>-</td>
<td>10,956</td>
</tr>
<tr>
<td>Participation fees</td>
<td>-</td>
<td>12,410</td>
<td>-</td>
<td>-</td>
<td>12,410</td>
</tr>
<tr>
<td>Services</td>
<td>-</td>
<td>28,837</td>
<td>-</td>
<td>-</td>
<td>28,837</td>
</tr>
<tr>
<td>Private donations</td>
<td>-</td>
<td>78,310</td>
<td>-</td>
<td>-</td>
<td>78,310</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>189,674</td>
<td>2,160,387</td>
<td>238,655</td>
<td>(96,571)</td>
<td>2,492,145</td>
</tr>
</tbody>
</table>
### Note 9 - Cost of activities - Projects costs

<table>
<thead>
<tr>
<th>Description</th>
<th>NIS</th>
<th>Salaries and related expenses</th>
<th>Total project costs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Costs for Building a culture of peace project</td>
<td>266,858</td>
<td>446,784</td>
<td>713,642</td>
</tr>
<tr>
<td>(2014 - educational projects)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Costs for Community in Action project (2014 - leadership project)</td>
<td>152,578</td>
<td>262,968</td>
<td>415,546</td>
</tr>
<tr>
<td>Costs for Partners in Shaping Reality project (2014 - GEMINI)</td>
<td>67,587</td>
<td>162,775</td>
<td>230,362</td>
</tr>
<tr>
<td>Costs for Facilitation Training (2014 - leading training project)</td>
<td>1,394</td>
<td>91,090</td>
<td>92,484</td>
</tr>
<tr>
<td>Special expenses</td>
<td>71,045</td>
<td></td>
<td>71,045</td>
</tr>
<tr>
<td></td>
<td>559,462</td>
<td>963,617</td>
<td>1,523,079</td>
</tr>
</tbody>
</table>

#### For the year ended December 31, 2014

<table>
<thead>
<tr>
<th>Description</th>
<th>NIS</th>
<th>Salaries and Related expenses</th>
<th>Total project Costs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Costs of educational projects</td>
<td>216,922</td>
<td>394,835</td>
<td>611,757</td>
</tr>
<tr>
<td>Costs of leadership project</td>
<td>139,955</td>
<td>287,153</td>
<td>427,108</td>
</tr>
<tr>
<td>Costs of GEMINI projects</td>
<td>167,016</td>
<td>334,000</td>
<td>501,016</td>
</tr>
<tr>
<td>Costs of connections projects</td>
<td>214,199</td>
<td>97,405</td>
<td>311,604</td>
</tr>
<tr>
<td>Costs of leading training project</td>
<td>13,216</td>
<td>82,925</td>
<td>96,141</td>
</tr>
<tr>
<td></td>
<td>751,308</td>
<td>1,196,318</td>
<td>1,947,626</td>
</tr>
</tbody>
</table>
Note 10 - Administrative and general expenses

For the year ended December 31,
2015  2014

NIS

Salaries and related expenses  122,132  173,856
Office expenses  24,654  54,518
Professional services and legal expenses  29,982  25,831
Depreciation  13,161  27,111

189,929  281,316

Note 11 - Income tax

The Association, which is a non-profit organization, received final tax assessments up to and included the tax year ended December 31, 2011.