

**PeacePlayers (Registered Association)**

**Financial Reports**

**For December 31, 2019**

*English translation from Hebrew original by PeacePlayers*

21.07.20

Date

To:  
Peace Players (Registered Association)  
Tel-Aviv

Dear Sir/Madam

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Sincerely,  
[signed]  
Danny Singer  
Accountants

Danny Singer

[on letterhead of Daniel Singer C.P.A. (Israel)]

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**Report of Auditing Accountants to Members of the Association –**  
**PeacePlayers (Registered Association)**

I have performed an audit of the attached balance sheets for PeacePlayers (Registered Association) (hereinafter: the association) for December 31 2019 and 2018, as well as the operations report and net asset changes for the year ending on December 31 2019 and 2018.

These financial reports are the responsibility of the association's board of directors and management. My responsibility is to report on these financial reports based on my audit.

I have audited the reports in keeping with accepted auditing standards, including standards promulgated in the Accountant Regulations (Accountant Conduct) 1973. According to said standards, I am required to plan and execute the audit with the object of obtaining a reasonable degree of certainty that the financial reports are not substantively biased. An audit includes a sample review of evidence that supports the amounts and information indicated in the financial reports. The audit also includes a review of accounting rules implemented and the significant assessments made by the association's board of directors and management, and an evaluation of the propriety of the overall presentation of the financial reports. I believe my audit provides a sound basis for my report. The accounting books were managed by my office.

I believe the aforementioned financial reports duly reflect, for all material purposes, the financial status of the association as of December 31, 2019 and 2018, as well as the outcomes of its operations, the net changes to its assets for the year ending on December 31, 2019 and 2018, in accordance with accepted accounting rules in Israel (ISRAEL GAAP).

Tel-Aviv  
*July 21 2020*

Sincerely,  
[signed]  
Singer and Singer  
Accountants

Danny Singer

**PeacePlayers (Registered Association)**  
**Balance Sheet for December 31st 2019**

	<b><u>Explanation</u></b>	<b><u>On December 31</u></b>	
		<u>2019</u>	<u>2018</u>
		<u>ILS</u>	<u>ILS</u>
<b><u>Assets</u></b>			
<b><u>Liquid assets</u></b>			
Cash and cash worth		816,072	473,301
Collection Checks		<u>4,700</u>	--
Debtors and mandatory balances		<u>15,304</u>	<u>15,668</u>
		<u>836,076</u>	<u>488,969</u>
<b><u>Fixed assets:</u></b>	(2)	<u>95,905</u>	<u>106,092</u>
		<u>931,981</u>	<u>595,061</u>
		=====	=====
<b><u>Liabilities</u></b>			
<b><u>Liquid liabilities</u></b>			
Unpaid cheques		20,541	30,459
Suppliers and services		117,498	101,179
Misc. beneficiaries		<u>446,336</u>	<u>341,909</u>
		<u>584,375</u>	<u>473,547</u>
<b><u>Long-term commitment</u></b>			
Retirement compensation fund	(3)	<u>266,156</u>	<u>305,579</u>
<b><u>Net assets</u></b>			
Net assets without usage restrictions (deficit)		(253,699)	(268,905)
Net assets under temporary restriction		<u>335,149</u>	<u>84,840</u>
		<u>81,450</u>	<u>(184,065)</u>
		<u>931,981</u>	<u>595,061</u>
		=====	=====

[signed]  
Executive  
Director

[signed]  
Board member

[signed]  
Board Member

July 21, 2020  
Financial report  
confirmation date

**The explanations for the financial reports form an integral part thereof.**

**PeacePlayers (Registered Association)**

**Operations Report**

		<u>For the year ending December 31, 2019 ILS</u>	<u>For the year ending December 31, 2018 ILS</u>
<b><u>Operations cycle</u></b>	(4)	3,239,520	3,065,245
<b><u>Operating costs</u></b>			
Operating costs	(5)	<u>2,668,548</u>	<u>2,545,029</u>
		570,972	520,216
Management and general expenses	(6)	<u>547,632</u>	<u>498,629</u>
Excess (deficit) before financing expenses		23,340	21,587
Financing expenses, net		<u>(8,134)</u>	<u>(8,641)</u>
Surplus (deficit) per year, net		<u>(15,206)</u>	<u>12,946</u>

**PeacePlayers (Registered Association)**

**Net Asset Changes Report**  
**for December 31st 2019**

	<u>Net assets</u> <u>under no</u> <u>restriction</u> <u>ILS</u>	<u>Net assets</u> <u>under</u> <u>temporary</u> <u>restriction</u> <u>ILS</u>	<u>Total</u> <u>ILS</u>
<b>Balance as at December 31st, 2017</b>	(281,851)	163,796	(118,055)
Additions throughout the year-			
Donations received	-	343,133	343,133
Net income (expenses) per period	12,946	-	12,946
Sums detracted per period (restrictions released)	<u>-</u>	<u>(422,089)</u>	<u>(422,089)</u>
<b>Balance as at December 31, 2018</b>	(268,905)	84,840	(184,065)
Additions throughout the year-			
Donations received		595,372	595,372
Net income (expenses) per period	15,206	-	15,206
Sums detracted per period (restrictions released)	<u>-</u>	<u>(345,063)</u>	<u>(345,063)</u>
<b>Balance as at December 31, 2019</b>	<u>(253,699)</u>	<u>(335,149)</u>	<u>81,450</u>

**PeacePlayers (Registered Association)**

**Explanations for Financial Reports**  
**For December 31, 2019**

**Explanation 1 – General**

- a. The association was registered with the Registrar of Associations on August 28, 2006 according to the Associations Law - 1980 under the number 580462653.
- b. The main goals of the association are: to establish and manage basketball schools for children In Israel and assist in the establishment and management of basketball schools in the Palestinian Authority. Establish and manage leagues, clubs, centers for skills acquisition and basketball competitions In Israel and to assist in the establishment and management of leagues, clubs, centers and basketball competitions In the Palestinian Authority.
- c. The association is granted a certificate by the Income Tax Commission for the management of account books and records According to the Public Entities Transactions Law (Enforcement of Account Management and Payment of Tax Debts)- 1976. The certificate is valid until 3/31/21.
- d. The financial statements have been prepared on a cumulative basis and in accordance with Guideline No. 69 Of the Institute of Certified Public Accountants in Israel and Accounting Standard No. 5 of the Israel Standards Institution In accounting regarding accounting rules and financial reporting by non-profits
- e. The financial statements do not include a statement of cash flows, since the report does not add significant information about the information contained in the other parts of the financial statements.

**Explanation 2 – Fixed assets**

- a. Property, plant and equipment, is presented at cost less accumulated depreciation. The annual depreciation rates are: software and computers - 33%, office equipment - 15% - 6%.

- b. The composition:

	<b><u>Cost</u></b> <b><u>ILS</u></b>	<b><u>Accumulated</u></b> <b><u>depreciation</u></b> <b><u>ILS</u></b>	<b><u>Diminished</u></b> <b><u>balance</u></b> <b><u>ILS – December</u></b> <b><u>31, 2019</u></b>	<b><u>Diminished</u></b> <b><u>balance</u></b> <b><u>ILS –</u></b> <b><u>December 31,</u></b> <b><u>2018</u></b>
Furnitures and office equipment	<u>258,169</u>	<u>162,264</u>	<u>95,905</u>	<u>106,092</u>



### **Explanation 3- Reserve for the termination of employee relations, Neto**

Reserve for retirement pay in books reflects the commitment that is not covered with compensation.

### **Explanation 4 – Operations Cycle**

	<u>For the year ending December 31, 2019 ILS</u>	<u>For the year ending December 31, 2019 ILS</u>
Donations from abroad (1)	2,772,557	2,567,856
Donations from Israel	62,885	--
Participation Fee	59,015	75,300
Sums released from net assets and under temporary usage restriction	<u>345,063</u> <u>3,239,520</u>	<u>422,089</u> <u>3,065,245</u>
(1) Including In-Kind	352,728	289,809

### **Explanation 5 – Operation Costs**

	<u>For the year ending December 31, 2019 ILS</u>	<u>For the year ending December 31, 2018 ILS</u>
Salaries & Payroll		
Taxes	1,652,947	1,683,983
Rent and maintenance	177,117	125,382
Training, seminars and training	320,073	313,306
Sport Equipment	140,472	25,866

Transportation	205,056	176,156
Refreshments	8,470	3,347
Office Supplies	16,488	12,502
depreciation	28,312	28,507
Rents, car maintenance and travel	110,900	168,058
Communication	<u>8,713</u>	<u>7,922</u>
	<b><u>2,668,548</u></b>	<b><u>2,545,029</u></b>

**Explanation 6 -Administrative and general expenses**

	<b><u>For the year ending</u></b> <b><u>December 31,</u></b> <b><u>2019</u></b> <b><u>ILS</u></b>	<b><u>For the year</u></b> <b><u>ending</u></b> <b><u>December 31,</u></b> <b><u>2018</u></b> <b><u>ILS</u></b>
Salaries & Payroll		
Taxes	444,332	398,984
Accounting and Legal Advice	67,559	64,400
Communication	968	880
Rent	19,679	13,931
Office Supplies	1,832	1,389
Refreshments	940	372
Vehicle Maintenance	<u>12,322</u>	<u>18,673</u>
	<b><u>547,632</u></b>	<b><u>498,629</u></b>