

Or Israeli - 2012 (R.A.)

Financial Statements

580553030

For the Year 2022

Or Israeli - 2012 (R.A.)

Financial Statements

As at December 31, 2023

Contents

	Page
Auditors' Report	2
Statements of Financial Position	3
Statements of Operations	4
Statements of Changes in Net Assets	5
Notes to the Financial Statements	6 - 8

Auditors' Report to the Members of
The Or Israeli - 2012 Association (R.A.)

We have audited the attached statements of financial position of Or Israeli - 2012 (R.A.) (hereinafter- "the Association") as at December 31, 2022 and 2021 and the statements of operations and of changes in net for each of the years ended on those dates. These financial statements are the responsibility of the Members of the Association's Committee. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, including those prescribed by the Auditors' Regulations (Auditor's Mode of Performance), 5733 - 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 used and the significant estimates made by the Members of the Association's Committee, 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 abovementioned financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 2022 and 2021, the results of its operations and the changes in its net assets for each of the years ended on those dates, in accordance with generally accepted accounting principles in Israel (Israeli GAAP).

Date: June 26, 2023

(Signed)
Avigail Shakovitzki
Certified Public Accountants

Statements of Financial Position

		As at December 31	
		2022	2021
		New Israeli Shekels	
	Note		
Current assets			
Cash in banks		1,819,023	798,368
Deposit in a bank	3	150,425	600,069
Other receivables	4	79,296	21,215
		2,048,744	1,419,652
Fixed assets, net	5	247,820	360,549
Total assets		2,296,564	1,780,201
Current liabilities			
Trade payables and checks payable		246,446	293,566
Other payables		268,781	154,032
		533,227	447,598
Total liabilities		533,227	447,598
Net assets			
Net assets in respect of which no restriction exists for use in operations:			
Which have not been designated by the Association's institutions		1,515,517	972,054
Net assets invested in fixed assets		247,820	360,549
Total net assets		1,763,337	1,332,603
Total liabilities and net assets		2,296,564	1,780,201

The attached notes form an integral part of the financial statements.

		(Signed)			(Signed)
Rabbi	Zalman	Grossman	Rabbi	Israel	Meir
	Member of the	Committee		Member of the	Ravitz
					Committee

Statements of Operations

		For the Year Ended December	
		2022	2021
		New Israeli Shekels	
	Note		
Turnover from operations			
Support from the Ministry of Education Youth Organization		2,131,584	1,920,534
Donations in cash	6	5,024,481	4,118,832
Donations in value of volunteers' contribution	7	1,936,880	2,231,064
Local authorities		110,669	121,736
Sundry income		7,500	22,883
		9,211,114	8,415,049
Cost of operations			
Salaries and social benefits		2,175,330	1,706,127
Volunteers – manpower for operations	7	1,936,880	2,231,064
Activity and events		3,626,941	3,486,102
Maintenance and insurance		303,057	346,935
Depreciation		112,729	114,722
		8,154,937	7,884,950
Net income from operations		1,056,177	530,099
Administrative and general expenses	8	(612,937)	(666,880)
Net income (expenses) before financing		443,240	(136,781)
Financing, net		(12,506)	(18,298)
Surplus (deficit) for the year		430,734	(155,079)

The attached notes form an integral part of the financial statements.

Statements of Changes in Net Assets

	In respect of which no restriction exists		
	Which have not been designated by the Association's institutions	Invested in fixed assets	Total
Balance as at January 1, 2021	1,012,411	475,271	1,487,682
Additions during the year			
Deficit for the year	(155,079)	-	(155,079)
Derecognitions during the year			
Transfer of amounts in respect of which no restriction exists			
Amounts transferred to cover depreciation expenses	114,722	(114,722)	-
Balance as at December 1, 2021	972,054	360,549	1,332,603
Additions during the year			
Net income for the year	430,734	-	430,734
Derecognitions during the year			
Transfer of amounts in respect of which no restriction exists			
Amounts transferred to cover depreciation expenses	112,729	(112,729)	-
Balance as at December 31, 2022	1,515,517	247,820	1,763,337

The attached notes form an integral part of the financial statements.

Note 1 - General

- A. The Association was founded on April 1, 2012 as a charitable association and its number is 580553030.
- B. The Association's objectives are social, educational and welfare activity among Jewish youth. The establishment and operations of clubs and centres for youth across the country. The initiation and performance of activities across the country, which are organized in clubs.
- C. In the reporting year, the Association operated youth clubs for young people across the country,

Note 2 - Principal Accounting Policies

The principal accounting policies, which have been implemented consistently in the preparation of the financial statement, are as follows:

- A. The basis for the reporting of the financial statements:

As from the year 2021, the financial statements have been prepared in accordance with Accounting Standard No. 40 of the Israeli Accounting Standards Board, which was updated in 2021. The measurement provisions of the Standard do not have an impact on the financial statements.

No statement of cash flows has been presented, since in the Association's Committee's opinion, such a report would not add significant information to that which is to be found in the financial statements.

- B. Fixed assets:

The fixed assets items are presented at cost less accumulated depreciation in accordance with the useful lifetimes of the assets.

The annual depreciation rates are:

	%
Furniture and equipment	6 - 15
Leasehold improvements	10

- C. Net assets:

Pursuant to the provisions of Accounting Standard No. 40, which was updated in November 2021, the Association's net assets are presented as follows:

Net assets in respect of which no restriction exists for use in operating activities - in respect of the Association's operating activities.

Net assets in respect of which no restriction exists for use for fixed assets – in respects of amounts that have been designated for fixed assets (including purchases and depreciation expenses).

- D. Provision for employee's rights on termination of employment:

The Association's employees are covered by full provision for pension rights pursuant to Section 14 of the Severance Pay Law. In the event of the termination of their employment, the Association will not be required to pay additional severance pay in addition to what has been accumulated in the employees' funds.

Notes to the Financial Statements

Note 3 - Deposit in a bank

Of this amount, NIS 100,058 is against a guarantee from Bank Leumi in support of Shufersal.

Note 4 - Other receivables

As at December 31
2022 2021
New Israeli Shekels

Credit card companies	50,696	-
Insurance in advance	28,600	21,215
	79,296	21,215

Note 5 - Fixed assets, net

As at December 31
2022 2021
Total Total
New Israeli Shekels

	Furniture and equipment	Leasehold improvements		
Cost				
As at January 1, 2022	837,603	20,030	857,633	857,633
Accumulated depreciation				
As at January 1, 2022	483,819	13,265	497,084	382,362
Additions in the year	110,751	1,978	112,729	114,722
As at December 31, 2022	594,570	15,243	609,813	497,084
Net book value				
As at December 31, 2022	243,033	4,787	247,820	360,549

Sports equipment, computers and furniture have been purchased for approximately 70 clubs, which are spread throughout the country

Note 6 - Donations in cash

As at December 31
2022 2021
New Israeli Shekels

Concealed	1,110,000	2,124,000
Donations in Israel	704,741	1,414,509
Donations abroad	3,209,740	580,323
	5,024,481	4,118,832

Notes to the Financial Statements

Note 7 - Donations in the value of volunteers

The Association operates 281 volunteers, who provide approximately 67 thousand hours of labour during the course of the year. The value of the volunteer activity is measured in accordance with the minimal salary without social benefits, in accordance with a report on the specific details of the volunteers.

Note 8 - Administrative and general expenses

	For the year ended December	
	2022	2021
	New Israeli Shekels	
Administrative salaries	449,125	468,695
Professional services	52,232	146,294
Postage, telephone and telecommunications	22,874	16,947
Office supplies	57,894	7,039
Office rental	26,400	26,400
Levies	4,412	1,505
	(612,937)	(666,880)