

STUDIES ASSOCIATION OF THE PALESTINIAN WOMEN'S DEVELOPMENT
FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2017
TOGETHER WITH INDEPENDENT AUDITORS' REPORT

Kanaan Firm
Kreston International member
Certified Public Accountants



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Dependent Auditors' Report

The Board of Directors

Studies Association of the Palestinian women's development

Gaza

We have audited the accompanying statements of assets and liabilities and net assets of Studies Association of the Palestinian women's development (PTC), a non-for-profit organization, as of December 31, 2017 and the related statements of revenues and expenses and changes in net assets and cash flows for the year then ended.

Management Responsibility

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether these financial statements are free of material misstatement.


An audit involves performing procedures to obtain audit evidence the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of financial statements in order to design audit procedures that are appropriate in the circumstances, but not the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit evidence we have obtained is sufficient and appropriate to provides a reasonable basis for our opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities and net assets Studies Association of the Palestinian women's development, a non-for-profit organization, as of December 31,2017 and its revenues and expenses and cash flows for the year then ended in accordance with the International Financial Reporting Standards.

Kanaan Firm
Bassam M. Ahmed
License No. 125/2000

 مؤسسة كنعان
للمحاسبة والتدقيق والاستشارات
ترخيص رقم: 2000 /125

01/03/2018
Palestine - Gaza



STUDIES ASSOCIATION OF THE PALESTINIAN WOMEN'S DEVELOPMENT
GAZA, PALESTINE
STATEMENT OF ASSETS AND LIABILITIES AND NET ASSETS
AS OF DECEMBER 31, 2017
(CURRENCY: NIS)

	<u>Notes</u>	<u>2017</u>	<u>2016</u>
ASSETS			
Current Assets			
Cash on hand and at banks	3	11,435	183,562
Other current assets (Rent)		63,987	-
Inventory (Cloths & Embroideries)		13,511	11,922
Dues from donors		-	240,908
Total Curent Assets		88,933	436,392
NON-CURENT ASSETS			
Fixed Assets, net	4	187,193	247,634
Total Non- Curent Assets		187,193	247,634
Total Assets		276,126	684,026
LIABILITIES AND NET ASSETS			
Current Liabilities			
Bank Over Draft	5	4,116	8,960
Account Payable	6	54,444	127,188
Total Current Liabilities		58,560	136,148
Net assets - During the year - Exhibit (B)		35,646	(6,180)
Restricted temporarily revenues		-	365,958
Net assets - Balance at beginning of the year		181,920	188,100
Net assets - Balance at ending of the year		217,566	547,878
TOTAL LIABILITIES AND NET ASSETS		276,126	684,026

The accompanying notes form an integral part of these financial statements

STUDIES ASSOCIATION OF THE PALESTINIAN WOMEN'S DEVELOPMENT
GAZA, PALESTINE
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN
NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CURRENCY: NIS)

	<u>Notes</u>	<u>2017</u>	<u>2016</u>
REVENUES			
Projects and programs of revenues	7	352,086	130,982
Income of enrollment fees		1,650	1,450
Revenue local cash donations		110,648	73,097
Other income	8	7,620	14,378
In kind revenue (Food parcels)		35,610	16,250
Currency Different (gains)		3,412	1,826
Total Revenues		<u>511,026</u>	<u>237,983</u>
EXPENSES			
Project Costs	9	273,184	73,442
General and administrative expenses	10	122,096	126,869
In kind expenses (fuel)		12,989	-
Depreciation	4	67,111	43,852
Total Expenses		<u>475,380</u>	<u>244,163</u>
Excess of revenues over expenses		<u>35,646</u>	<u>(6,180)</u>
Net assets, During the year		<u>35,646</u>	<u>(6,180)</u>

The accompanying notes form an integral part of these financial statements

STUDIES ASSOCIATION OF THE PALESTINIAN WOMEN'S DEVELOPMENT
GAZA, PALESTINE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016
(CURRENCY: NIS)

	2017	2016
Cash Flows from Operating Activities		
Net assets - During the year	35,646	(6,180)
Adjustment to reconcile net assets to net cash flows from operating activities		
Depreciation	67,111	43,852
Inventory	(1,589)	(3,000)
Current assets	176,921	(240,908)
Current liabilities	(443,546)	476,648
<i>Net cash from operating activities</i>	(165,457)	270,412
 Cash Flows from Investing Activities		
Fixed assets	(6,670)	(132,616)
<i>Net cash used by investing activities</i>	(6,670)	(132,616)
 Net increase in cash	(172,127)	137,796
Cash, beginning of year	183,562	45,766
Cash, ending of year	11,435	183,562

The accompanying notes form an integral part of these financial statements

STUDIES ASSOCIATION OF THE PALESTINIAN WOMEN'S DEVELOPMENT
GAZA, PALESTINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016
(CURRENCY: NIS)

1. *The Society and its Activities*

Palestine Studies Association women's development was founded in 2006 and registered with the Palestinian Ministry of Interior under the number 7656, where it is working to enhance the intellectual and cultural development of Palestinian women and work to resolve problems where concentrated activities of the Association in research and studies on Palestinian women and the importance of their role.

- Goals

1. promote and support the role of women in Palestinian society.
2. highlight the economic and social problems suffered by women scientific manner research.
3. Educate the leadership at the community level to support the Palestinian women's campaigns.
4. communication and exchange of experiences among women at the level of Palestine and the world.
5. The development of women's capabilities and cultural heritage.
6. training and rehabilitation of women in the field of food production and artistic.

2. *Summary of Significant Accounting Policies*

The financial statements have been prepared under the historical cost convention, the significant accounting policies follow

- Basis of Accounting

The financial statements were prepared on a modified accrual basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Revenues are recognized when cash is received and expenses are recognized when incurred .

- **Fixed Assets**

Fixed assets are recorded at cost and depreciated over their estimated useful lives using the straight-line method. The annual rates used to depreciate these assets are:

	<u>%</u>
Furniture	10
Electrical equipment	20
Computers and printers	20

- **Foreign Currency**

The Society's basic functional currency is the NIS Transactions which are expressed or denominated in other currencies were translated to NIS using exchange rates in effect at the time of each transaction. Assets and liabilities which are denominated in other currencies are translated to NIS using exchange rates prevailing at year-end. Gains and losses arising from the translation are reflected in the statement of revenues and expenses.

3. ***Cash on Hand and at Banks***

	<u>2017</u>	<u>2016</u>
Cash on hand	-	5,040
Checks	350	
Quds Bank (Embroidery) -NIS	1,785	6,281
Quds Bank -NIS	303	1,800
Quds Bank - USD	2,099	10,782
Quds Bank- Euro	530	19
Quds Bank Insurance	1,782	1,782
Islamic Bank Insurance	1,000	1,000
Palestine Bank -USD	2,537	142,428
Palestine Bank (Rehabilitation)- NIS	75	2,379
Palestine Bank - NIS	108	11,086
Palestine Bank Insurance	866	965
	<u>11,435</u>	<u>183,562</u>

4. Fixed Assets

Components of fixed assets as of December 31, 2017 and movement during the year follow:

	Balance, January <u>01/01/2017</u>	<u>Additions</u>	<u>Retirements</u>	Balance, December <u>31/12 2017</u>
<u>Costs:</u>				
Furniture	41,311	-	-	41,311
Electrical equipment	13,115	-	-	13,115
Computers and printers	31,982	-	-	31,982
Communication equipment	4,432	-	-	4,432
Imaging equipment	5,347	4,200	-	9,547
Electronics	2,483	-	-	2,483
Machinery and equipment	176,164	2,470	-	178,634
Air conditioning	12,931	-	-	12,931
Account System - Asseal	4,128	-	-	4,128
Generator	67,053	-	-	67,053
	<u>358,946</u>	<u>6,670</u>	<u>-</u>	<u>365,616</u>
<u>Accumulated Depreciation:</u>				
Furniture	6,498	4,120	-	10,618
Electrical equipment	7,347	2,616	-	9,963
Computers and printers	22,050	6,379	-	28,429
Communication equipment	3,385	884	-	4,269
Imaging equipment	3,556	1,155	-	4,711
Electronics	2,483	-	-	2,483
Machinery and equipment	37,755	35,387	-	73,142
Air conditioning	1,788	2,579	-	4,367
Account System - Asseal	1,649	617	-	2,266
Generator	24,801	13,374	-	38,175
	<u>111,312</u>	<u>67,111</u>	<u>-</u>	<u>178,423</u>
	<u>247,634</u>			<u>187,193</u>

5. *Bank Over Draft*

	<u>2017</u>	<u>2016</u>
Quds Bank -NIS	3,465	-
Checks under payment Palestine Bank	651	8,960
	<u>4,116</u>	<u>8,960</u>

6. *Account Payable*

	<u>2017</u>	<u>2016</u>
Audit fees	1,732	3,845
Salaries	51,863	27,029
Supplier	849	-
Dues of suppliers of rehabilitation project for marginalized women	-	95,921
Dues of Social Safety net for the most vulnerable families	-	393
	<u>54,444</u>	<u>127,188</u>

7. *Projects Revenues*

	<u>Granting restricted temporarily</u>	<u>restricted revenues</u>	<u>Un- restricted revenues</u>	<u>2016</u>
Social Safety net for the most vulnerable families	-	23,904	-	12,976
Rehabilitation of marginalized women project funded by Arab Fund for economic and social Development	-	328,182	-	118,006
	<u>-</u>	<u>352,086</u>	<u>-</u>	<u>130,982</u>

8. *Other Revenues*

	<u>2017</u>	<u>2016</u>
Revenue of tender booklet sales	-	4,888
Workshops revenue	-	468
Hall rent revenue	3,930	100
Revenue from sale of embroideries	3,690	8,923
	<u>7,620</u>	<u>14,379</u>

9. *Projects costs*

	<u>Not</u>	<u>2017</u>	<u>2016</u>
Rehabilitation of marginalized women project funded by Arab Fund for economic and social Development	9.1	226,944	191,189
Embroidery Project	9.2	6,349	1,344
Social Safety net for the most vulnerable families in the Gaza Strip funded by Islamic Relief Project	9.3	46,561	13,385
Deduct investments in fixed assets	9.4	(6,670)	(132,476)
		<u>273,184</u>	<u>73,442</u>

9-1 *Rehabilitation of marginalized women project funded by Arab Fund for economic and social Development*

	<u>2017</u>	<u>2016</u>
Salaries	103,305	29,889
Transportation	3,890	1,268
Bank fees	281	174
Hospitality	13,645	1,131
Communication	2,739	1,665
Stationery	2,616	3,019
Fuel	7,796	3,292
Hair dryer	1,121	-
Awareness workshops	59,688	-
Printings	7,834	-
Shoes	5,254	-
Sewing Supplies	17,426	-
Sports bag supplies	-	18,274
Air condition	-	8,854
Photocopier	-	3,963
sport machines	-	82,454
fire extinguishers	-	769
Electronic scales	-	3,557
Furniture	-	26,358
Computers	-	6,302
Subwoofer	753	220
Holder Projector	596	-
	<u>226,944</u>	<u>191,189</u>

9-2 Embroidery project

	<u>2017</u>	<u>2016</u>
Salaries	3,269	5,053
Cloth and strings	3,080	-
Balance of embroidered products of the last period (deducted from it)	-	(3,709)
	<u>6,349</u>	<u>1,344</u>

9-3 Social Safety net for the most vulnerable families Project

	<u>2017</u>	<u>2016</u>
Salaries	13,980	10,500
Stationery	2,004	546
Communication and Internet	1,135	767
Transportation	2,621	1,556
Bank fees	-	16
Camera Video	4,200	-
Expenses In kind	22,621	-
	<u>46,561</u>	<u>13,385</u>

9-4 Investments in fixed assets

	<u>2017</u>	<u>2016</u>
Rehabilitation of marginalized women project		
Photocopier	-	3,962
fire extinguishers	-	769
Electronic scales	-	3,557
Computers	-	6,302
Furniture	-	26,358
Sports machines	-	82,454
Subwoofer	753	220
Holder Projector	596	-
Hair dryer	1,121	-
Sewing Project		
Air condition	-	8,854
Social Safety Project		
Camera Video	4,200	-
	<u>6,670</u>	<u>132,476</u>

10. Administrative and general expenses

	<u>2017</u>	<u>2016</u>
Salaries	56,441	89,162
communication and Internet	4,709	3,744
Rent	40,882	-
Maintenance	4,923	4,553
Stationary	-	91
Fuels	390	327
Transportation	2,659	3,407
Admin expenses	3,893	2,441
Electricity and Water	2,938	1,009
Hospitality	1,568	2,593
Audit fees	1,733	1,931
Gifts	965	-
Bank fees.	995	652
Aid winter clothing	-	709
Aid Food parcels	-	16,250
	<u>122,096</u>	<u>126,869</u>