

# **Naboth's Vineyard LTD (CC)**

**Financial Statements as of December 31, 2021**

# **Naboth's Vineyard LTD (CC)**

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**Auditors' Report**  
**To the shareholders of**  
**Naboth's Vineyard LTD (CC)**

We have audited the accompanying balance sheets of Naboth's Vineyard LTD (CC) (hereinafter: "the Company") as of December 31, 2021 and 2020, the statement of activities and the statement of changes in net assets for each of the years then ended. These financial statements are the responsibility of the Company's board of directors and management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards in Israel, including those prescribed by the Auditor's Regulations (Auditor's Mode of 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 examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. An audit also includes an assessment of the accounting principles used and significant estimates made by the board of directors and management, as well as evaluating the overall financial statement presentation. We believe that our audits provide 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 Company as of December 31, 2021 and 2020, the results of its activities and the changes in its net assets for each of the years then ended, in conformity with generally accepted accounting principles in Israel (Israeli GAAP).

**Ben David, Shalvi, Kop**  
**Certified Public Accountants, (Isr.)**

Jerusalem, \_\_\_\_\_ 2022

**Naboth's Vineyard LTD (CC)**  
**Balance Sheets**  
**(New Israeli Shekels)**

		<b>As of December 31</b>	
	<b>Note</b>	<b>2021</b>	<b>2020</b>
<b><u>Current Assets</u></b>			
Cash and cash equivalents	3	361,060	119,456
Debtors and debit balances	4	31,812	44,198
		<b>392,872</b>	<b>163,654</b>
<b><u>Non-current Assets</u></b>			
Fixed Assets, Net	5	10,232	20,319
		<b>403,104</b>	<b>183,973</b>
<b><u>Current Liabilities</u></b>			
Creditors and credit balances	6	41,609	41,164
<b><u>Net Assets</u></b>			
<b><u>Unrestricted Net Assets</u></b>			
Used for current activities		188,730	96,559
Invested in fixed assets		10,232	20,319
		<b>198,962</b>	<b>116,878</b>
<b><u>Restricted Net Assets</u></b>	8	<b>162,526</b>	<b>25,924</b>
<b><u>Share Capital</u></b>	9	<b>7</b>	<b>7</b>
		<b>361,495</b>	<b>142,809</b>
		<b>403,104</b>	<b>183,973</b>

Date	Member of the Board	Member of the Board
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**The attached notes are an integral part of these statements.**

**Naboth's Vineyard LTD (CC)**  
**Statements of Activities**  
**(New Israeli Shekels)**

	<u>Note</u>	<u>Year ended</u> <u>December 31</u>	
		<u>2021</u>	<u>2020</u>
Activities turnover	10	389,196	414,865
Cost of activities	11	<u>310,442</u>	<u>341,238</u>
Net income from activities		78,754	73,627
General and administrative expenses	12	<u>30,709</u>	<u>50,953</u>
Net income before financing		48,045	22,674
Net financial expenses	13	<u>7,978</u>	<u>644</u>
Net Income before other expenses		40,067	22,030
Other income (expenses)	14	<u>42,017</u>	<u>(30,000)</u>
Net income (deficit) for the year		<u><b>82,084</b></u>	<u><b>(7,970)</b></u>

**The attached notes are an integral part of these statements.**

**Naboth's Vineyard LTD (CC)**  
**Statement of Changes in Net Assets**  
**(New Israeli Shekels)**

	Net Assets				
	Unrestricted				
	Used for Activities	Invested in fixed Assets	Restricted	Share Capital	Total
	86,445	38,403	25,350	7	150,205
<u>Changes during the year</u>					
Designated donations	-	-	25,924	-	25,924
Deficit for the year	(7,970)	-	-	-	(7,970)
Amounts released from restriction to activities	-	-	(25,350)	-	(25,350)
<u>Transfer of unrestricted amounts</u>					
To cover depreciation expenses	18,084	(18,084)	-	-	-
<b>Balance as of December 31, 2020</b>	<b>96,559</b>	<b>20,319</b>	<b>25,924</b>	<b>7</b>	<b>142,809</b>
<u>Changes during the year</u>					
Designated donations	-	-	162,526	-	162,526
Net income for the year	82,084	-	-	-	82,084
Amounts released from restriction to activities	-	-	(25,924)	-	(25,924)
<u>Transfer of unrestricted amounts</u>					
Invested in fixed assets	(7,500)	7,500	-	-	-
To cover depreciation expenses	17,587	(17,587)	-	-	-
<b>Balance as of December 31, 2021</b>	<b><u>188,730</u></b>	<b><u>10,232</u></b>	<b><u>162,526</u></b>	<b><u>7</u></b>	<b><u>361,495</u></b>

The attached notes are an integral part of these statements.

**Naboth's Vineyard LTD (CC)**  
**Notes to the Financial Statements**  
**(New Israeli Shekels)**

**Note 1 - General**

- A. Naboth's Vineyard LTD (CC) (hereinafter: "the company") was established in February 2012, and began perating on January 2014. The company's number is: 514732718.
- B. The company's goals are to explore different sides and aspects of Israel's policy in the field of land management in all territories under its control, and in particular the distribution of lands and confiscating them, the use of the lands and the supervision of the access to those lands.
- C. The company is recognized as a Not for Profit Organization by the V.A.T. Authorities and as a "public institution" as defined in section 9(2) of the Income Tax Ordinance.
- D. The Organization has a proper management confirmation form in 2022.

**Note 2 - Significant Accounting Policies**

- A. The financial statements were prepared according to generally accepted accounting principles for non profit organizations and in accordance with Standard No. 40 of the Israeli Accounting Standard Board, regarding "accounting principles and financial reporting by nonprofit organizations".
- B. Historical Cost Convention  
The financial statements were prepared on the basis of the historical cost convention and do not include the effect of changes in the general purchasing power of the Israeli currency on the results of the activities.
- C. Presentation of the financial statements:
  - (1) Definitions:  
"Net assets" - the difference between the Company's assets and its liabilities.  
"Restriction" - a restriction on the use of net assets imposed by donors or other external parties  
"Net assets in respect of which there is no restriction" - that portion of the Company's net assets arising from donations, allowances or other income, the use of which has not been restricted by external parties.  
  
(2) In accordance with the guidelines of Accounting Standard 40, all the Company's accounts are presented in the financial statements in only one comprehensive framework, classifying all fund balances under the heading "Net assets".  
The balances included in the net assets group are sorted with a distinction between:  
  
-Net assets for which there is no restriction.  
-Net assets for which there is a restriction.  
  
Net assets for which there is no restriction are presented with a distinction between:  
-Net assets used for activities - not designated by non-profit institutions.  
-Net assets used for activities - Designated by non-profit institutions.  
-Net assets invested in fixed assets.  
  
(3) The report on the activities and the report on the changes in net assets:  
The statement of activities includes all income and expenses during the reporting period.

**Naboth's Vineyard LTD (CC)**  
**Notes to the Financial Statements**  
**(New Israeli Shekels)**

**Note 2 - Significant Accounting Policies (Cont.)**

"Income" includes all income received and accrued in the period without any restriction on their use as well as amounts released from groups of net assets for which there is a restriction following the existence, or cancellation, of the restrictions imposed on the use of those net assets.

"Expenses" also include expenses financed from sources restricted by their giver.

The statement of changes in net assets, including in addition to the net result transmitted from the statement of activities, also all the sources obtained while restricting their use and the amounts released from restrictions. Amounts released from restrictions due to use for operations or acquisition of fixed assets that can be used are transferred as income to the statement of activities.

D. Cash and Cash Equivalents

The company considers all highly liquid investments, including short-term bank deposits (up to three months from date of deposit) that are not restricted as to withdrawal or use, to be cash equivalents.

E. Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. The depreciation was calculated by the straight-line method over the estimated useful lives of the assets, as follows:

Computers	33%
Electronic equipment	15 - 25%

F. Indexation to Foreign Currency

Balances in or indexed to foreign currency are recorded at the exchange rate on the balance sheet. The dollar exchange rates for the dates of the financial statement are as follows:

	<b>As of December 31</b>	
	<b>2021</b>	<b>2020</b>
US Dollar	3.215	3.110
Euro	3.944	3.520

G. Statement of Changes in Cash Flow

The financial statements do not include a statement of cash flow, as such a statement would not add significant financial information to that already included in the financial statements.

H. First-time application of new standards

During August 2020, the Israeli Accounting Standards Board published for the first time Accounting Standard No. 40 - Accounting Rules and Financial Reporting by Non-Profit Organizations. The standard supersedes Statement 69 and applies for periods beginning on or after January 1, 2021. According to the provisions of the standard, its application is not retroactive but from now on and therefore no re-representation has been made, but required calculations have been made for the presentation of sections in accordance with the new standard.



**Naboth's Vineyard LTD (CC)**  
**Notes to the Financial Statements**  
**(New Israeli Shekels)**

**Note 3 - Cash and cash equivalents**

	<b>As of December 31</b>	
	<b>2021</b>	<b>2020</b>
Cash in the bank - Israeli currency	70,547	38,897
Cash in the bank - foreign currency	165,512	80,559
Deposits	125,001	-
	<b>361,060</b>	<b>119,456</b>

**Note 4 - Debtors and debit balances**

	<b>As of December 31</b>	
	<b>2021</b>	<b>2020</b>
Income Receivable	23,000	-
Credit companies	8,812	18,998
Prepaid expenses	-	25,200
	<b>31,812</b>	<b>44,198</b>

**Note 5 - Fixed Assets, Net**

	<b>Computers</b>	<b>Electronic equipment</b>	<b>Total</b>
<u>Cost</u>			
Balance as of January 1, 2021	5,699	75,558	81,257
Additions during the year	-	7,500	7,500
Balance as of December 31, 2021	<b>5,699</b>	<b>83,058</b>	<b>88,757</b>
<u>Accumulated Depreciation</u>			
Balance as of January 1, 2021	5,349	55,589	60,938
Depreciation for the year	350	17,237	17,587
Balance as of December 31, 2021	<b>5,699</b>	<b>72,826</b>	<b>78,525</b>
<b>Fixed Assets, Net as of December 31, 2021</b>	<b>-</b>	<b>10,232</b>	<b>10,232</b>
<b>Fixed Assets, Net as of December 31, 2020</b>	<b>350</b>	<b>19,969</b>	<b>20,319</b>

**Naboth's Vineyard LTD (CC)**  
**Notes to the Financial Statements**  
**(New Israeli Shekels)**

**Note 6 - Creditors and credit balances**

	<b>As of December 31</b>	
	<b>2021</b>	<b>2020</b>
Employees and related institutions	4,589	3,985
Expenses payable	7,020	7,179
Provision for legal expenses *	30,000	30,000
	<b>41,609</b>	<b>41,164</b>

\* See note 14.

**Note 7 - Reserve for severance pay**

The Company's payments for severance pay apply the terms of section 14 of the severance pay law, 1963, according to which the Company's current deposits in pension funds and policies in insurance companies exempt it from any further obligation to its employees, therefore, no reserve for severance pay was recorded in the financial statements.

**Note 8 - Restricted Net Assets**

Restricted donations from an external donor for future activities.

**Note 9 - Share Capital**

	<b>Registered</b>	<b>Issued and Paid</b>
Regular shares at 1 NIS par value	<b>100</b>	<b>7</b>

**Note 10 - Activities turnover**

	<b>Year ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Donations in Israel	223,254	231,661
Donations from abroad	140,018	157,854
Amounts released from restriction for activities	25,924	25,350
	<b>389,196</b>	<b>414,865</b>

**Naboth's Vineyard LTD (CC)**  
**Notes to the Financial Statements**  
**(New Israeli Shekels)**

**Note 11 - Cost of activities**

	<b>Year ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Salaries and related expenses	129,545	135,022
Publication and dissemination of information	58,867	51,598
Mapping and photography	55,147	91,662
Tours and transportation	48,683	45,746
Depreciation	14,970	16,088
Petitions for freedom information	3,230	1,122
	<b>310,442</b>	<b>341,238</b>

**Note 12 - General and administrative expenses**

	<b>Year ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Professional fees	21,706	21,450
Maintenance	2,819	3,354
Depreciation	2,617	1,996
Salaries and related expenses	2,434	7,606
Fees	1,133	1,137
Legal advice	-	15,410
	<b>30,709</b>	<b>50,953</b>

**Note 13 -**

	<b>Year ended December 31</b>	
	<b>2021</b>	<b>2020</b>
Exchange rate differentials	(6,147)	1,865
Bank fees	(1,831)	(2,509)
	<b>7,978</b>	<b>644</b>

**Note 14 - Other income (expenses)**

In 2020, the company set aside NIS 30,000 for expected legal expenses.  
In 2021, the company received NIS 42,017 following a final verdict.

**Naboth's Vineyard LTD (CC)**  
**Notes to the Financial Statements**  
**(New Israeli Shekels)**

**Note 15 - Details of Donations from a foreign political entity**

List of donations received during the year 2021 by a foreign state entity:

<b>Name of Donor</b>	<b>Amount</b>
1 Haqal	128,350
2 Diakonia	76,236
3 Medico International	56,700
4 Hamoked Lehaganat Haprat	41,000
5 Rosa Luxemburg	39,200
6 Betzelem	22,000
7 Comet - Me	15,000
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	378,486