

Naboth's Vineyard LTD (CC)

Financial Statements as of December 31, 2020

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, 2020 and 2019, 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, 2020 and 2019, 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, _____ 03/03/ 2021

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

		<u>As of December 31</u>	
	<u>Note</u>	<u>2020</u>	<u>2019</u>
<u>Current Assets</u>			
Cash and cash equivalents	3	119,456	115,502
Debtors and debit balances	4	44,198	37,181
		<u>163,654</u>	<u>152,683</u>
<u>Non-current assets</u>			
Fixed Assets, Net	5	20,319	38,403
		<u>183,973</u>	<u>191,086</u>
<u>Current Liabilities</u>			
Creditors and credit balances	6	41,164	40,881
<u>Net Assets</u>			
<u>Unrestricted Net Assets</u>			
Used for current activities		96,559	86,445
Used for fixed assets		20,319	38,403
		<u>116,878</u>	<u>124,848</u>
<u>Temporarily Restricted Net Assets</u>	8	25,924	25,350
<u>Share Capital</u>	9	7	7
		<u>142,809</u>	<u>150,205</u>
		<u>183,973</u>	<u>191,086</u>

10/02/2021

Date

Member of the
Board

Ilan Shtayer

Member of the
Board

Efrat Ben-Ze'ev

The attached notes are an integral part of these statements.

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

		Year ended December 31	
	Note	2020	2019
Activities turnover	10	414,865	404,734
Cost of activities	11	341,238	365,163
Net income from activities		73,627	39,571
General and administrative expenses	12	50,953	54,315
Net income (expenses) before financing		22,674	(14,744)
Net financial expenses	13	(644)	(3,212)
Net Income (Deficit) before other expenses		22,030	(17,956)
Other expenses, net	14	30,000	20,000
deficit for the year		(7,970)	(37,956)

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				Share Capital
	Used for Activities	Used for Fixed Assets	Temporarily Restricted	Total	
Balance as of January 1, 2019	106,269	56,535	22,990	7	185,801
<u>Changes during the year</u>					
Designated donations	-	-	25,350	-	25,350
Deficit for the year	(37,956)	-	-	-	(37,956)
Amounts released from restriction to activities	-	-	(22,990)	-	(22,990)
<u>Transfer of unrestricted amounts</u>					
To cover depreciation expenses	18,132	(18,132)	-	-	-
Balance as of December 31, 2019	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)	-	-	-
Balance as of December 31, 2020	96,559	20,319	25,924	7	142,809

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 2021.

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. 5 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. 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.

D. 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%

E. 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:

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

Note 2 - Significant Accounting Policies (Cont.)

	As of December 31	
	2020	2019
US Dollar	3.215	3.456
Euro	3.944	3.878

F. **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.

Note 3 - Cash and cash equivalents

	As of December 31	
	2020	2019
Cash in the bank - Israeli currency	38,897	80,925
Cash in the bank - foreign currency	80,559	34,577
	119,456	115,502

Note 4 - Debtors and debit balances

Credit companies	18,998	37,181
Prepaid expenses	25,200	-
	44,198	37,181

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

Note 5 - Fixed Assets, Net

	<u>Computers</u>	<u>Electronic equipment</u>	<u>Total</u>
<u>Cost</u>			
Balance as of January 1, 2020	5,699	75,558	81,257
Additions during the year	-	-	-
Balance as of December 31, 2020	5,699	75,558	81,257
<u>Accumulated Depreciation</u>			
Balance as of January 1, 2020	4,986	37,868	42,854
Depreciation for the year	363	17,721	18,084
Balance as of December 31, 2020	5,349	55,589	60,938
Fixed Assets, Net as of December 31, 2020	350	19,969	20,319
Fixed Assets, Net as of December 31, 2019	713	37,690	38,403

Note 6 - Creditors and credit balances

	<u>As of December 31</u>	
	<u>2020</u>	<u>2019</u>
Employees and related institutions	3,985	12,491
Expenses payable	7,179	8,390
Provision for legal expenses *	30,000	20,000
	41,164	40,881

* 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.

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

Note 8 - Temporarily Restricted Net Assets

Temporarily restricted donations from an external donor for future activities.

Note 9 - Share Capital

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

Note 10 - Activities turnover

	<u>Year ended December 31</u>	
	<u>2020</u>	<u>2019</u>
Donations in Israel	231,661	214,180
Donations from abroad	157,854	167,564
Amounts released from restriction for activities	25,350	22,990
	<u>414,865</u>	<u>404,734</u>

Note 11 - Cost of activities

	<u>Year ended December 31</u>	
	<u>2020</u>	<u>2019</u>
Salaries and related expenses	135,022	132,130
Mapping and photography	91,662	50,000
Publication and dissemination of information	51,598	85,540
Tours and transportation	45,746	67,683
Depreciation	16,088	16,088
Petitions for freedom information	1,122	13,722
	<u>341,238</u>	<u>365,163</u>

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

Note 12 - General and administrative expenses

	Year ended December 31	
	2020	2019
Legal advice	15,410	16,380
Professional fees	21,450	21,518
Salaries and related expenses	7,606	8,128
Maintenance	3,354	5,112
Depreciation	1,996	2,044
Fees	1,137	1,133
	<u>50,953</u>	<u>54,315</u>

Note 13 - Net financial expenses

	Year ended December 31	
	2020	2019
Bank fees	(2,509)	(2,475)
Exchange rate differentials	1,865	(737)
	<u>(644)</u>	<u>(3,212)</u>

Note 14 - Other expenses, net

The Company accrued a total of NIS 30,000 for expected legal expenses.

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 2020 by a foreign state entity:

<u>Name of Donor</u>	<u>Amount</u>
1. Broederlijk Delen	51,220
2. Comet - Me	15,000
3. Diakonia	66,556
4. Rosa Luxemburg	39,105
5. Haqel	29,674
6. Betzelem	30,000
7. Medico International	60,300