

"YAD EZRA V'SHULAMIT, JERUSALEM"
CHARITABLE ORGANIZATION

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

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ZOHAR YOSEF
Certified Public Accountants

AUDITOR'S REPORT TO THE TRUSTEES OF
"YAD EZRA V'SHULAMIT, JERUSALEM" CHARITABLE ORGANIZATION

We have audited the accompanying Balance Sheets of the "YAD EZRA V'SHULAMIT, JERUSALEM" charitable organization (hereinafter - the Organization) for the years ended December 31, 2023 and 2022, incorporating the Statement of Operations, Statement of changes in net assets and cash flows. These financial statements are the responsibility of the Organization's members. Our responsibility is to give an opinion on these financial statements based on my audits.

We conducted our audit according to the auditing standards generally accepted in Israel, including those laid down by the Israeli Auditors Regulations (Mode of Performance), 1973. According to those standards we are required to plan and perform the audit to obtain reasonable assurance that the financial statements are true and fair.

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the reports and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

In our opinion, the financial statements give a true and fair view of the state of the organization's affairs as at 31 December 2023 and 2022 of its incoming resources and, changes in net assets and cash flows for the years then ended, in accordance with generally accepted accounting principles in Israel (Israeli GAAP).

Yosef Zohar

C.P.A.

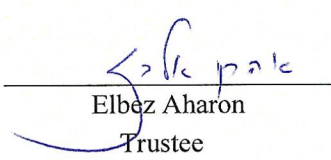
Bnei Brak, Israel. September 11, 2024




"YAD EZRA V'SHULAMIT, JERUSALEM"

BALANCE SHEET

		As at December 31	
		2023	2022
Note		NIS	NIS
<u>CURRENT ASSETS</u>			
	Cash in bank and in hand	9,881,724	1,536,104
3	Income receivable	-	6,962,471
4	Other receivables	18,480,679	7,838,530
		28,362,403	16,337,105
<u>INVESTMENT PROPERTY:</u>			
		-	1,360,000
5	<u>NET FIXED ASSETS</u>	64,272,932	62,695,679
	Long term deposits	-	-
	Total Assets	92,635,335	80,392,784
<u>CURRENT LIABILITIES</u>			
	Credit from financial institutions	55,389	-
6	Short-term loan and current payments	887,425	4,877,959
7	Suppliers and checks payable	4,861,712	1,386,592
8	Accounts payable	972,477	1,004,265
		6,777,003	7,268,816
<u>LONG-TERM LIABILITIES:</u>			
9	Net liability for employees' accrued severance pays	720,757	645,840
	Provision for employees' vacation pay	268,736	255,222
10	Long term loan, net	6,374,907	7,012,820
		7,364,400	7,913,882
		14,141,403	15,182,698
<u>NET ASSETS</u>			
<u>Unrestricted net assets:</u>			
	Used for activities	5,648,008	1,202,975
	Designated by the nonprofit organization	1,311,432	1,311,432
	Used for fixed assets	64,272,932	62,695,679
	Total net assets	71,232,372	65,210,086
	Total liabilities and net assets	92,635,335	80,392,784


Elbez Aharon
Trustee


Chaim Bismot
Trustee

Date of approval: September 11, 2024

The accompanying notes are an integral part of the financial statements.

STATEMENTS OF OPERATIONS

		Year ended December 31	
		2023	2022
	Note	NIS	NIS
Operating Cycle			
Income from the Government Ministries and Local Authorities	11	6,973,856	7,461,508
Donations received	12	43,860,437	42,650,966
In-kind Donations		144,938,780	123,931,334
Income from participation benefits		2,233,893	1,903,575
Other income	13	1,645,000	-
Total Operating Cycle		199,651,966	175,947,383
Operation Costs	14	189,031,702	161,479,987
Net Income from operation		10,620,264	14,467,396
General and Administrative Expenses	15	5,376,389	4,822,102
Net income before financing expenses		5,243,875	9,645,294
Net Financial expenses		794,366	731,110
Net Income before Previous years expenses		4,449,509	8,914,184
Previous years expenses		-	88,543
Net Income before Capital Gain		4,449,509	8,825,641
Capital Gain	16	1,572,777	90,000
Net Surplus for The Year		6,022,289	8,915,641

The accompanying notes are an integral part of the financial statement.

"YAD EZRA V'SHULAMIT, JERUSALEM"

STATEMENTS OF CHANGES IN NET ASSETS

	Unrestricted Net Assets			Restricted Net assets	Total
	Designated by the nonprofit organization	Used for Activities	Used for Fixed Assets		
	NIS	NIS	NIS	NIS	NIS
Balance as of January 1, 2022	65,630	5,000,000	51,228,815	-	56,294,445
Additions (deductions) during the year:					
Net Surplus for the year	8,915,641	-	-	-	
Release of amounts designated for the purchase of fixed assets	-	(3,688,568)	3,688,568	-	-
Transfer of amounts for which there is no restriction - invested in fixed assets	(9,977,990)	-	9,977,990	-	-
Amounts transferred to cover depreciation expenses.	2,199,694	-	(2,199,694)	-	-
Derecognition of fixed assets	1,000,832	-	(1,000,832)	-	-
Derecognition of depreciation	(1,000,832)	-	1,000,832	-	-
Balance on December 31, 2022	1,202,975	1,311,432	62,695,679	-	65,210,086
Additions (deductions) during the year:					
Limited donations	-	-	-	7,261,560	7,261,560
Net surplus for the year	6,022,286	-	-	-	6,022,286
Transfer of amounts for which there is no restriction - invested in fixed assets	(14,368,541)	-	14,368,541	-	-
Amounts transferred to cover depreciation expenses.	2,186,618	-	(2,186,618)	-	-
Derecognition of fixed assets	10,780,930	-	(10,780,930)	-	-
Derecognition of depreciation	(176,260)	-	176,260	-	-
	5,648,008	1,311,432	64,272,932	7,261,560	78,493,932
Balance on December 31, 2022					

The accompanying notes are an integral part of the financial statements.

STATEMENTS OF CASH FLOW

	Year ended December 31	
	2023	2022
	NIS	NIS
<u>NET CASH PROVIDED BY OPERATING ACTIVITIES:</u>		
Net Surplus for the year	<u>6,022,286</u>	<u>8,915,641</u>
Temporary limited donations	<u>7,261,560</u>	<u>-</u>
Adjustments required to reflect the cash flows from current activities - Appendix A		
Income and expenses not relating to cash flows	<u>695,842</u>	<u>1,961,387</u>
Changes in assets and liabilities	<u>1,123,654</u>	<u>(1,391,601)</u>
Total Adjustments required to reflect the cash flows from current activities - Appendix A	<u>1,819,495</u>	<u>569,786</u>
Cash flows provided by Operating activities	<u>15,103,342</u>	<u>9,485,427</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Purchase of Fixed assets	<u>(14,368,541)</u>	<u>(13,666,558)</u>
Proceeds from sales of fixed assets	<u>12,177,446</u>	<u>90,000</u>
Net cash used in investing activities	<u>(2,191,095)</u>	<u>(13,576,558)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Credit Received from financial institutions	<u>55,389</u>	<u>(200,297)</u>
(Repayment) receiving a short-term loan and current payments	<u>(3,980,209)</u>	<u>4,003,678</u>
(Repayment) receiving a long-term loan	<u>(641,807)</u>	<u>(886,662)</u>
Net Cash flows used in Financing activities	<u>(4,566,627)</u>	<u>2,916,719</u>
CHANGE IN CASH AND CASH EQUIVALENTS DURING THE YEAR	<u>8,345,620</u>	<u>(1,174,412)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>1,536,104</u>	<u>2,710,516</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>9,881,724</u>	<u>1,536,104</u>

The accompanying notes are an integral part of the financial statements.

"YAD EZRA V'SHULAMIT, JERUSALEM"

STATEMENTS OF CASH FLOW

Appendix A - Adjustments required to reflect the cash flows from current activities:

	Year ended December 31	
	2023	2022
	NIS	NIS
<u>Income and expenses not relating to cash flows:</u>		
Depreciation expenses	2,186,618	2,199,694
Net Decrease in Accrued Employees' Severance Pay Fund	74,917	(152,713)
Increase in Allocations for Employees' Vacation Pay	13,514	(19,836)
Capital loss (gains) from fixed asset sales	(1,572,776)	(90,000)
Revalue loan	(6,431)	24,242
	<u>695,842</u>	<u>1,961,387</u>
<u>Changes in assets and liabilities</u>		
Increase in income receivable	6,962,471	(3,121,890)
Decrease in debtors and payable balances	(10,642,149)	720,121
Increase in long-term investments	-	300,203
Decrease in investment real estate	1,360,000	-
Decrease in Suppliers and checks payable	3,475,120	707,440
Increase (Decrease) in entitlements and entitlement balances	(31,788)	2,525
	<u>1,123,654</u>	<u>(1,391,601)</u>
Total Adjustments required to reflect the cash flows from current activities -	<u>1,819,496</u>	<u>569,786</u>
Appendix A		

The accompanying notes are an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - GENERAL

- a. "YAD EZRA V'SHULAMIT, JERUSALEM" charitable organization (hereinafter - the organization) is a non-profit organization registered charity in accordance with the Organizations Act on January 13, 1998. The organization number is: 58-031-364-1.
- b. The main goals of the organization are: establishing a center to distribute food and clothing to the needy, financial assistance to the needy and sick, operating specialized homes and clubs for children, treatment of at-risk youth, activities for the rehabilitation of prisoners, distribution of Torah by conducting Torah lessons for all strata of the congregation, distribution of a Torah bulletin and operation of an event hall for the benefit of families in need.
- c. The Organization was granted approval by the Tax Commissioner as a public institution pursuant to section 2(9) and sections 46 to the Income Tax Ordinance

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRINCIPLES

Below are the main accounting policies, which were applied in the preparation of the financial statements in a consistent manner:

a. Net assets:

The difference between assets and liabilities.

Unrestricted net assets:

That part of the net assets with no restriction on its use.

Unrestricted net assets designated by the organization members:

That part of the net assets designated by the organization members for construction of a distribution center for the needy.

Unrestricted net assets used for fixed assets:

The part of the net assets used to acquire fixed assets less accumulated depreciation.

Temporarily restricted net assets

That part of the net assets which has temporary restrictions on their use placed by the funding providers.

- b. The Organization records its assets, liabilities, revenues and expenses on accrual basis.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRINCIPLES (continued)

c. Data regarding the exchange rate of the U.S. Dollar during the reporting period:

	As of December 31		Percentage of change in the year ending December, 31	
	2023	2022	2023	2022
U.S Dollar	3.627	3.519	0.031	0.132
Euro	4.012	4.012	0.069	0.066
Canadian Dollar	2.739	2.597	0.055	0.063
GBP	4.621	4.238	0.008	0.008
CHF	4.314	3.815	0.131	0.121

d. Cash and Cash Equivalents

Cash and cash equivalents include short-term bank deposits purchased with original maturities of three months or less.

e. Investment real estate

The investment real estate is presented according to the cost model and in accordance with accounting standard number 16 of the Israeli Accounting Standards Institute.

f. Fixed Assets

- Fixed assets are presented as cost less accumulated depreciation.
- Depreciation is calculated by the straight-line method at annual rates that are deemed adequate to depreciate the assets over their estimated useful life, as follows:

	%
Buildings	2,10
Vehicles and Trucks	15
Furniture and Equipment	6-15
Computers and Peripherals	33

g. Statement of Operations

The statement of operations reflects all operations of the organization. The report does not include restricted contributions received and that have not yet been released or any amounts released from restrictions to be used to acquire fixed assets.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRINCIPLES (continued)

h. Revenue recognition

1. Unconditional donations received will be recognized as income or as an addition to net assets for which there is a restriction in the period in which they were received.
2. Conditional donations will not be recognized until the donation becomes unconditional
3. An unconditional promise is recognized at the time the promise is received provided that there is sufficient evidence in the form of verifiable documentation that a promise was given and that the promise is legally enforceable.

i. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles or matters whose final effect in the financial statements, cannot be accurately determined at the time of the financial statement's preparation. Although the estimates and assumptions are based on the best judgment of the management, actual results of transactions or related issues could differ from those estimates or assumptions.

j. Cash flows

Statements of cash flows are prepared in according to the Public Statement No. 51 of the Institute of Certified Public Accountants in Israel.

NOTE 3 - INCOME RECEIVABLE

	As at December 31	
	2023	2022
	NIS	NIS
Ministry of Welfare - Food Baskets	-	6,365,684
Ministry of Welfare – Passover Charity	-	358,199
Ministry of Welfare - Holiday Food	-	238,588
	-	6,962,471

NOTE 4 – OTHER RECEIVABLES

	As at December 31	
	2023	2022
	NIS	NIS
Credit Funds (*)	7,014,322	7,749,656
Checks for collection	1,100	14,864
Short-term deposits	11,344,274	-
Income tax withheld at source	46,973	-
Other Receivables	74,010	74,010
	7,838,530	7,838,530

(*) Credit funds include income from donations for transactions made in the year of the report and expected to be received in the following years. Despite the fact that these are future revenues, in accordance with accepted accounting rules, these amounts were presented as income in the financial statements.

"YAD EZRA V'SHULAMIT, JERUSALEM"

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5 – NET FIXED ASSETS

	<u>Buildings (*)</u>	<u>Vehicles & Trucks</u>	<u>Furniture and equipment</u>	<u>Office equipment</u>	<u>Total</u>
	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>
Cost					
Balance as of January 1, 2023	62,481,160	3,746,560	4,906,435	1,686,507	72,820,662
Additions throughout the Year	12,096,761	1,259,244	942,757	69,779	14,368,541
Deductions throughout the Year	(10,604,670)	(105,288)	(65,349)	(5,623)	(10,780,930)
Balance as of December 31, 2023	63,973,251	4,900,516	5,783,843	1,750,663	76,408,273
Accumulated Depreciation					
Balance as of January 1, 2023	5,309,303	1,725,871	1,697,327	1,392,482	10,124,983
Additions throughout the Year	972,924	609,291	515,619	88,784	2,186,618
Deductions throughout the Year	-	(105,288)	65,349	5,623	(176,260)
Balance as of December 31, 2023	6,282,227	2,229,874	2,147,597	1,475,643	12,135,341
Depreciated Costs – December 31, 2023	57,691,024	2,670,642	3,636,246	275,020	64,272,932
Depreciated Costs – December 31, 2022	57,171,857	2,020,689	3,209,108	294,024	62,695,679

"YAD EZRA V'SHULAMIT, JERUSALEM"

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5 – NET FIXED ASSETS (continued)

(*) The Organization has the following Real Estate Assets:

	Jerusalem Beit Hadfus	Jerusalem Chaim Ozer	A building in Safed	An apartment in Safed	Bnei Brak B.B.C Central	Givat Shmuel	Reichman	Leasehold improvements	Total
	NIS	NIS	NIS	NIS	NIS	NIS	NIS	NIS	NIS
Cost									
Balance as of January 1, 2023	19,235,990	11,843,764	18,402,116	1,038,275	10,604,670	-	-	1,356,345	62,481,160
Additions throughout the Year	806,699	101,522	1,376,356	-	-	2,069,214	7,713,000	29,970	12,096,761
Deductions throughout the Year	-	-	-	-	(10,604,670)	-	-	-	(10,604,670)
Balance as of December 31, 2023	20,042,689	11,945,286	19,778,472	1,038,275	-	2,069,214	-	1,386,315	63,973,251
Accumulated Depreciation									
Balance as of January 1, 2023	650,980	2,278,155	1,618,382	27,866	-	-	-	498,104	5,309,303
Additions throughout the Year	274,930	195,807	370,951	13,933	-	-	-	132,948	972,924
Balance as of December 31, 2023	925,910	2,473,962	1,854,198	41,799	-	-	-	631,052	6,282,227
Depreciated Costs – December 31, 2023	19,116,779	9,471,324	16,547,918	996,476	-	2,016,214	7,713,000	755,263	57,691,024
Depreciated Costs – December 31, 2022	18,585,010	9,565,609	14,783,057	1,010,409	10,604,670	-	-	858,241	57,171,857

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 - SHORT-TERM LOAN AND CURRENT PAYMENTS

	As at December 31	
	2023	2022
	NIS	NIS
Bank loan	82,019	3,957,691
Current diseases	805,406	920,268
	887,425	4,877,959

NOTE 7 - SUPPLIERS AND CHECKS PAYABLE

	As at December 31	
	2023	2022
	NIS	NIS
Suppliers	1,344,119	1,371,280
Outstanding checks	3,517,593	15,312
	4,861,712	1,386,592

NOTE 8 – ACCOUNTS PAYABLE

	As at December 31	
	2023	2022
	NIS	NIS
Employees	669,708	689,558
Salary institutions	285,127	297,065
Purchase tax	17,642	17,642
	972,477	1,004,265

NOTE 9 – NET LIABILITIES FOR EMPLOYEES' SEVERANCE PAY

- The organization's liability for severance pay to its employees is based on their last salary and period of employment by the organization
- The liability is covered by current deposits in an insurance company (accumulations resulting from these deposits are not under the control and management of the organization and therefore are not reflected in the balance sheet).

NOTES TO THE FINANCIAL STATEMENTS**NOTE 10 - LONG-TERM LOAN, NET**

	As at December 31	
	2023	2022
	NIS	NIS
Long term loan	7,180,313	8,749,521
Current diseases	(805,406)	(920,268)
	7,012,820	7,012,820

NOTE 11 - INCOME FROM GOVERNMENT MINISTRIES AND LOCAL AUTHORITIES

	Year ended December 31	
	2023	2022
	NIS	NIS
Ministry of Welfare (*)	6,668,410	7,141,693
Netanya municipality	5,446	5,815
Bat Yam municipality	300,000	314,000
	7,461,508	7,461,508

(*) Income from the Ministry of Welfare is for activities in distributing food baskets and food before Passover and Rosh Hashana to the needy.

NOTE 12 - INCOME FROM DONATIONS

	Year ended December 31	
	2023	2022
	NIS	NIS
Donations from Israel	35,436,138	31,963,945
Donations from Abroad	8,424,299	10,687,021
	43,860,299	42,650,966

NOTE 13 – OTHER INCOME

Other income includes receiving compensation for the cancellation of a real estate transaction, in accordance with an agreement to cancel a trust and manage the return of funds for the purchase of the land in Hasmonaim, which was presented in the financial statements as investment real estate.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 14 – OPERATING COSTS

	Year ended December 31	
	2023	2022
	NIS	NIS
Payroll and related expenses	6,937,183	7,451,478
In-Kind expenses	144,938,780	123,931,333
Accompanying expenses of food collection and distribution	9,657,850	9,546,441
Food baskets	14,311,035	7,622,793
Food for Passover	2,975,029	3,022,840
Food for Holidays	1,193,258	1,246,339
Halls maintenance expenses (*)	3,186,701	2,774,840
Expenses for the Warm Home	2,270,615	2,329,077
Maintenance	1,137,775	1,217,620
Rentals	392,589	398,005
Treating at-risk youth	193,494	157,147
Assistance and support to the needy	266,659	142,973
Depreciation	1,570,734	1,639,101
	189,031,702	161,479,987

(*) See note 17

NOTE 15 - GENERAL AND ADMINISTRATIVE EXPENSES

	Year ended December 31	
	2023	2022
	NIS	NIS
Payroll and related expenses	3,362,139	3,057,881
Fundraising fees	427,965	397,295
Professional Services	912,042	774,970
Printing and office supplies	369,320	343,741
Mail, telephone and communications	159,530	123,416
Rental and Maintenance	25,438	23,482
Accommodation, Refreshments and Travel	108,538	91,674
Taxes and Fees	2,618	1,162
Depreciation	8,799	8,481
	5,376,389	4,822,102

NOTES TO THE FINANCIAL STATEMENTS**NOTE 15 - GENERAL AND ADMINISTRATIVE EXPENSES (continued)****15.1- Compliance related to General and Administrative expenditure limits in accordance with the regulation of the Comptroller General of the State of Israel.**

As a result of the Organization being classified as a "Supported Organization" in accordance with section 3(a) of the Israeli budget law, the Organization is required to comply with the maximum General and Administrative Expenses limits in accordance with the guidance set forth by the Comptroller General of the Ministry of Treasury. The following is a table that indicates that the Organization meets these requirements:

	Guidelines set forth by the Comptroller General	General & Administrative Expenses Recorded by the Organization
Overall annual income (in millions of NIS)	Maximum marginal percent of G&A expenses as a percentage of overall income from Operations	The G&A expenditure ceiling of the Organization in Relation to the Annual Turnover
Up to 10	22%	NIS 2,200,000
Between 10 and 25	15.5%	NIS 2,325,000
Between 25 and 50	10%	NIS 2,500,000
Between 50 and 75	8.5%	NIS 2,125,000
Between 75 and 100	7.5%	NIS 1,875,000
Over 100	5%	NIS 3,797,369
	Total	<u>NIS 14,822,369</u>

The G&A expenditure weighted ceiling percentage: 8 %

The G&A expenditure percentage in the period: 2.7%

15.2- Compliance related to General and Administrative expenditure limits in accordance with the regulation of the Israeli Tax Authority.

As a result of the Organization being classified as a "Public Institution" in accordance with section 46 of the Israeli Tax Ordinance, the Organization is required to comply with the maximum General and Administrative expenses limits in accordance with the guidance set forth by the Israeli Tax Authority. The guidelines stipulate that for an Amuta which financial return is over 100 million NIS, the General and Administrative Expenses ceiling as a percentage of the turnover will be 7%.

In this case, Administrative and General Expenses in the amount of NIS 5,376,389 constitute 2.7% of the turnover of the Organization's activities. Accordingly, the Organization meets the directives of the Tax Authority regarding the compliance with the General and Administrative Expenses ceiling.

"YAD EZRA V'SHULAMIT, JERUSALEM"

NOTES TO THE FINANCIAL STATEMENTS

NOTE 16 – OPERATION OF EVENT HALLS

	Year ended December 31	
	2023	2022
	NIS	NIS
Income from participation benefits	2,233,893	1,903,575
Hall maintenance expenses (including depreciation)	3,186,701	2,774,840
 Net deficit for the year	 (952,808)	 (871,265)

NOTE 17 – DESCRIPTION OF THE GEOGRAPHIC DISPERSAL OF THE ORGANIZATION'S ACTIVITIES

City	Address	Building Category	Uses
Jerusalem	29 Chaim Ozer St.	Owned by the Organization	Organization's activities
Jerusalem	26 Beit Hadfus St.	Owned by the Organization	Event hall for the needy
Hashmonaim		Owned by the Organization	Property Investment
Bnei Brak	B.B.C. Center	Owned by the Organization	Organization's activities
Safed	2 Zahal St.	Owned by the Organization	Organization's activities
Safed	2 Lechi St.	Municipality Allocation (*)	Organization's activities
Hatzor HaGlilit	34 Rambam St.	Private Use Permit (*)	Distribution warehouse
Rechasim	18 Hadekel St.	Private Use Permit (*)	Distribution warehouse
Migdal HaEmek	29 HaRav Ovadia St.	Private Use Permit (*)	Distribution warehouse
Bat Yam	12 Ehud cinnamon St.	Municipality Allocation of Bat Yam	Organization's activities
Jerusalem	20 Yoel St.	Rental	Organization's activities
Jerusalem	Market Sitonai Givat Shaul	Rental	Distribution warehouse
Moshav Elifelet	9 Elifelet St.	Rental	Distribution warehouse

(*) Since, for cost-benefit reasons, the value of the appraiser's assessment of the use of the said assets was not made, no income and expenses from the value of the use of the buildings were presented in the organization's books.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 17 – STATEMENT OF SOURCES AND USE

	Year ended December 31, 2023				
	Food	Food for	Food for	Other	
	Baskets	Passover	Holidays	activity	Total
	NIS	NIS	NIS	NIS	NIS
Operations Cycle					
Ministry of Welfare (*)	5,843,003	519,713	305,694	-	6,668,410
Bat Yam municipality	-	-	-	300,000	300,000
Netanya municipality	-	-	-	5,446	5,446
Income from Donations	20,350,693	2,455,316	887,564	20,166,864	43,860,437
In-Kind Donations	129,614,370	7,396,972	7,927,438	-	144,938,780
Income from participation benefits	-	-	-	2,233,893	2,233,893
Other Income	-	-	-	1,645,000	1,645,000
Total Operations	155,808,066	10,372,001	9,120,696	24,351,203	199,651,966
Costs of Operations					
Payroll and Related Expenses	2,224,811	-	-	4,712,372	6,937,183
In-Kind Expenses	129,614,370	7,396,972	7,927,438	-	144,938,780
Accompanying expenses of food collection and distribution	9,657,850	-	-	-	9,657,850
Food Baskets	14,311,035	-	-	-	14,311,035
Passover Food	-	2,975,029	-	-	2,975,029
Rosh Hashana Food	-	-	1,193,258	-	1,193,258
Hall maintenance expenses	-	-	-	3,186,701	3,186,701
Expenses for the Warm Home	-	-	-	2,270,615	2,270,615
Maintenance	-	-	-	1,137,775	1,137,775
Rentals	-	-	-	392,589	392,589
Treating At-Risk Youth	-	-	-	266,659	266,659
Assistance and Support to the Needy	-	-	-	193,494	193,494
Depreciation	-	-	-	1,570,734	1,570,734
Total Costs of Operations	155,808,066	10,372,001	9,120,696	13,730,939	189,031,702
General and Administrative Expenses	-	-	-	5,376,389	5,376,389
Net Financial Expenses	-	-	-	794,366	794,366
Net expenses (income) before financing expenses	-	-	-	2,885,065	5,243,875
Capital gain	-	-	-	1,572,777	1,572,777
Net Surplus for the Year	-	-	-	6,022,286	6,022,286

NOTES TO THE FINANCIAL STATEMENTS**NOTE 17 – STATEMENT OF SOURCES AND USE (continued)**

(*) In the implementation report submitted to the Ministry of Social Affairs for the Food Baskets Project, in accordance with the requirements of the Ministry of Social Affairs and in accordance with the date of submission of the implementation report, the project expenses for the months 1-10/2023 were included, while the Sources and Uses Report included expenses for the entire year of activity.

(*) Difference between approved amount and paid amount

Amount approved	5,843,003	519,713	305,694
Amount added / subtracted	<u>-</u>	<u>-</u>	<u>-</u>
Amount received	<u>5,843,003</u>	<u>519,713</u>	<u>305,694</u>