

Human Rights Defenders Fund Ltd (Cc)

Balance Sheets

as at December 31st, 2020

Messrs,
Human Rights Defenders Fund Ltd. (P.B.C)
Tel-Aviv
Dear Sirs,

Date 7/6/2021

I have audited the Financial Statements for the year ended on December 31st, 2020,
and I enclose herewith your Financial Statements and my report, as follows:

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**Auditor's Report to The Shareholders of
Human Rights Defenders Fund Ltd. (P.B.C)**

I have audited the attached Balance Sheets of Human Rights Defenders Fund Ltd (P.B.C), as at December 31st, 2020 and 2019, and the related Statements of Activities, and Changes in Net Assets, for the years then ended. These financial statements are the responsibility of the Company's board of directors and management. My responsibility is to express an opinion on these financial statements, based on my audit.

I conducted the audit in accordance with generally accepted auditing standards, including those prescribed by the Israeli Auditors Regulations (Auditors Mode of Performance), 1973. These standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes an examining, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the aforementioned financial statements, present fairly, in all material respects, the financial position of Human Rights Defenders Fund Ltd. (P.B.C), as at December 31st, 2020 and 2019, and the results of its activities and the changes in net assets for the years then ended, in accordance with generally accepted auditing standards (Israeli GAAP).

Danny Singer
Certified Public Accountant (Isr.)

7/6/2021

Danny Singer C.P.A

The Human Rights Defenders Fund Ltd. (P.B.C)
Balance Sheet

		<u>December 31</u>	
		<u>2020</u>	<u>2019</u>
		<u>NIS</u>	<u>NIS</u>
<u>Assets</u>			
<u>Current assets</u>			
Cash in bank		892,377	1,138,204
Sundry debtors-donations receivable		--	105,403
		<u>892,377</u>	<u>1,243,607</u>
<u>Fixed Assets</u>	(3)	<u>11,882</u>	<u>9,819</u>
		<u>904,259</u>	<u>1,253,426</u>
<u>Liabilities</u>			
<u>Current liabilities</u>			
Checks payable		65,188	74,750
Suppliers and services providers		278,472	400,078
Sundry creditors		15,987	52,906
		<u>359,647</u>	<u>527,734</u>
<u>Reserve for employees' severance payments</u>	(4)	--	(5,969)
<u>Net assets</u>			
Assets for which there is no restriction for use in activity (deficit)		141,449	330,604
Assets on which there is a restriction of a temporary nature		<u>403,163</u>	<u>401,057</u>
		<u>544,612</u>	<u>731,661</u>
		<u>904,259</u>	<u>1,253,426</u>

The attached notes are an integral part of the
Financial Statements

7/6/21
Date of approval of reports

Gil Gutglick

Son
Board Member

Sahar Vardi

[Signature]
Board Member

Gil Gutglick

The Human Rights Defenders Fund Ltd. (P.B.C)
Statement of activities for the year
ended on December 31st, 2020

	<u>December 31</u>	
	<u>2020</u>	<u>2019</u>
	<u>NIS</u>	<u>NIS</u>
<u>Activity turnover</u>		
Donations from Israel and abroad	79,112	193,982
Sums released from assets for which there is a restriction of a temporary nature	<u>1,456,104</u>	<u>1,338,682</u>
	<u>1,535,216</u>	<u>1,532,664</u>
<u>Cost of activities</u>		
Salaries and associated costs	486,585	356,828
Legal assistance	982,379	726,274
Public relations and advertising	44,283	117,205
Communication	1,708	983
Office expenditures	8,517	8,558
Depreciation	<u>3,888</u>	<u>2,181</u>
	<u>1,527,360</u>	<u>1,212,029</u>
Net income (deficit) from activities	<u>7,856</u>	<u>320,635</u>
<u>Management and general expenses</u>		
Salaries and associated costs	77,658	76,158
Bookkeeping and auditing	<u>100,978</u>	<u>100,258</u>
	<u>178,636</u>	<u>176,416</u>
<u>Net Income (expenses) before financing expenses</u>	(170,780)	144,219
<u>Financing income (expenses), net</u>	(18,375)	(17,108)
<u>Net Income (expenses) for the year</u>	<u>(189,155)</u>	<u>127,111</u>

The Human Rights Defenders Fund Ltd. (P.BC)

Report on changes in assets, net

	<u>Unrestricted NIS</u>	<u>Restricted NIS</u>	<u>Total NIS</u>
Balance as at December 31st, 2018	203,493	718,695	922,188
Additions during the year:			
Net Income (costs) for the year	127,111	--	127,111
Donations received	--	1,021,044	1,021,044
Retirements over period:			
Sums transferred from restriction	--	(1,338,682)	(1,338,682)
	<hr/>	<hr/>	<hr/>
Balance as at December 31st, 2019	330,604	401,057	731,661
Net income (costs) for the year	(189,155)	--	(189,155)
Donations received	--	1,458,210	1,458,210
Retirements over the year:			
Sums transferred from restriction	--	(1,456,104)	(1,456,104)
Balance as at December 31st, 2020	<u>141,449</u>	<u>403,163</u>	<u>544,612</u>

The Human Rights Defenders Fund Ltd. (P.B.C)

Notes to the Financial Statements

as at December 31st, 2020

Note 1 – General

- A) The Human Rights Defenders Fund Ltd. (P.B.C), (hereinafter the company) is non for-profit institution with the goals of:
1. Strengthening and defense of civil rights, particularly the right to due process in the military courts system in territories under the control of the State of Israel and in the court system in Israel.
 2. Democracy, liberty and equality, including through provision of legal and other assistance, with emphasis on this with economic means, and through education, research and public activity.
 3. Advancement and fulfillment of the values of human rights, co-existence and peace.
- B) The company's assets and income will be used for its goals only.
- C) The company is incorporated as limited company with share capital. The company was established to achieve public goals only and its bylaws forbid disbursement of profits to the shareholders. The registered share capital of the company is 100 divided in to 100 regular shares with NIS 1 nominal value. The responsibility of the shareholders for the company's debts is limited.
- D) The company operates as a “public institution” as defined in article 9(2) of the Income Tax Order and as a non-profit institution for the purposes of the Value Added Tax Law.
- E) As defined in article 9(2) above, the company's income is tax-exempt.

Note 2 – Accounting policy

The Company registers its assets, liabilities and income on accrual basis.

Note 3 – Fixed Assets

Fixed assets are presented according to cost with the deduction of the accrued depreciation.

	<u>Cost</u>	<u>Accrued depreciation</u>	<u>Depreciated cost</u>	<u>Depreciated cost</u>
	<u>NIS</u>	<u>NIS</u>	<u>Dec. 31st, 2020</u>	<u>Dec. 31st, 2019</u>
			<u>NIS</u>	<u>NIS</u>
Computer Equipment	<u>53,146</u>	<u>41,264</u>	<u>11,882</u>	<u>9,819</u>

Note 4 – Reserve for severance payments, net

	<u>For December 31</u>	
	<u>2020</u>	<u>2019</u>
	<u>NIS</u>	<u>NIS</u>
Reserve for severance payment	--	93,710
Minus funds assigned for severance payment	<u>--</u>	<u>99,679</u>
	<u>--</u>	<u>(5,969)</u>

Note 5 – Cash flow report

The financial statements do not include a cash flows report, since the report does not add significant information about the information contained in the other parts of the financial statements.

Note 6 - Contributions from "Foreign Entities"

Donor Name	Donation purpose	Donation Conditions	Amount in NIS
Department of Foreign Affairs, through BREAKING THE SILENCE	Protecting Human Rights Defenders & Advocacy	According to Contract	126,359.00
The Swiss Federal Department of Foreign Affairs	Protecting Human Rights Defenders & Advocacy	According to Contract	222,444.00
The European Union	Protecting Human Rights Defenders & Advocacy	According to Contract	86,331.82
KURVE Wustrow	Protecting Human Rights Defenders & Advocacy	According to Contract	11,765.00
Civicus	Protecting Human Rights Defenders & Advocacy	According to Contract	17,975.00
Dan Church aid	Protecting Human Rights Defenders & Advocacy	According to Contract	106,673.00
DanChurchAid (DCA) and Norwegian Church Aid (NCA)	Protecting Human Rights Defenders & Advocacy	According to Contract	124,436.00
Bread for the World	Protecting Human Rights Defenders & Advocacy	According to Contract	63,094.00
The Norwegian Human Rights Fund	Protecting Human Rights Defenders & Advocacy	According to Contract	49,960.00