

**The National Project for the Ethiopian Community
in Israel Ltd (CIC)**

Financial Statements as of December 31 2013

The National Project for the Ethiopian Community in Israel Ltd (CIC)

Financial Statements as of December 31 2013

Table of Contents

	<u>Page</u>
Auditors' Report to the Shareholders	1
Balance Sheets	2
Statements of Income	3

Auditors' Report
To the shareholders of
The National Project for the Ethiopian Community in Israel Ltd
(CIC)

We have audited the accompanying balance sheets of The National Project for the Ethiopian Community in Israel Ltd (CIC) (hereinafter: "the Company") as of December 31 2013 and 2012, 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 2013 and 2012, 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, _____ 2014

The National Project for the Ethiopian Community in Israel Ltd
(CIC)
Balance Sheets
(New Israeli Shekels)

	As at December 31	
	2013	2012
<u>Curret Assets</u>		
Cash and cash equivalents	9,535,781	13,722,347
Debtors and Debit Balances	142,949	761,384
	9,678,730	14,483,731
<u>Fixed Assets, Net</u>	22,289	23,655
	9,701,019	14,507,386
<u>Current liabilities</u>		
Service Providers	3,966,584	5,679,741
Creditors and Credit balances	81,329	176,319
	4,047,913	5,856,060
<u>Long Term Liabilities</u>		
Provision for Severance Pay	10,243	2,665
<u>Net assets</u>		
<u>Unrestricted Assets</u>		
Used for Current Activites	4,679,340	8,396,434
Used for Fixed Assets	22,289	23,655
	4,701,629	8,420,089
<u>Temporarily restricted net assets</u>	941,227	228,565
<u>Capital Share</u>	7	7
	5,642,863	8,648,661
	9,701,019	14,507,386

Date

Director-General

The National Project for the Ethiopian Community in Israel Ltd
(CIC)
Statements of Income
(New Israeli Shekels)

	Year ended December 31	
	2013	2012
Activities Turnover	18,411,645	22,112,111
Cost of Activities	<u>19,465,202</u>	<u>20,208,743</u>
Net Income (expenses) from Activities	(1,053,557)	1,903,368
Administrative and General Expenses	<u>2,555,153</u>	<u>2,400,323</u>
Net expenses for the year before Finance	(3,608,710)	(496,955)
Financial expenses, net	<u>109,750</u>	<u>39,025</u>
Net expenses for the year after Finance	(3,718,460)	(535,980)
Other expenses from previous years	<u>-</u>	<u>18,999</u>
	<u>(3,718,460)</u>	<u>(554,979)</u>