

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

**Financial Statements as of December 31 2016**

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

We have audited the accompanying balance sheets of The National Project for the Ethiopian Community in Israel Ltd (PBC) (hereinafter: "the Company") as of December 31 2016 and 2015, the statement of activities 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 2016 and 2015, the results of its activities for each of the years then ended, in conformity with generally accepted accounting principles in Israel (Israeli GAAP).

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

Jerusalem, \_\_\_\_\_ 2016

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

		<b>As at December 31</b>	
		<b>2016</b>	<b>2015</b>
<b><u>Curret Assets</u></b>			
Cash and cash equivalents	3	5,761,848	4,706,944
Debtors and debit balances	4	64,536	1,807,398
		<b>5,826,384</b>	<b>6,514,342</b>
<b><u>Fixed Assets, Net</u></b>	5	<b>29,597</b>	<b>21,626</b>
		<b>5,855,981</b>	<b>6,535,968</b>
<b><u>Current Liabilities</u></b>			
Creditors and credit balances	6	73,846	108,071
Suppliers and service providers		831,219	4,666,330
		<b>905,065</b>	<b>4,774,401</b>
<b><u>Long Term Liabilities</u></b>			
Provision for severance pay	7	<b>13,701</b>	<b>20,271</b>
<b><u>Net assets</u></b>			
<b><u>Unrestricted assets</u></b>			
Used for current activites		4,471,822	1,313,383
Used for fixed assets		29,597	21,626
		<b>4,501,419</b>	<b>1,335,009</b>
<b><u>Temporarily restricted net assets</u></b>		<b>435,789</b>	<b>406,280</b>
<b><u>Capital Share</u></b>	8	<b>7</b>	<b>7</b>
		<b>5,855,981</b>	<b>6,535,968</b>

\_\_\_\_\_  
Date

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Director-General

**The National Project for the Ethiopian Community in Israel Ltd**  
**(PBC)**  
**Statemens of Activities**  
**(New Israeli Shekels)**

		<b>Year ended December 31</b>	
		<b>2016</b>	<b>2015</b>
Activities turnover	9	18,981,849	19,907,831
Cost of activities	10	13,247,443	19,154,545
Net income from activities		5,734,406	753,286
Administrative and general expenses	11	2,531,567	2,579,263
Net income (expenses) before financing		3,202,839	(1,825,977)
Financial expenses, net	12	36,429	61,462
Net income (deficit) for the year		<b>3,166,410</b>	<b>(1,887,439)</b>