

Messrs.' Humanities Opportunities for Peace and Education

### **Independent Auditor's Report**

We have audited the accompanying Financial Statements of Activities, Cash Flow Statement of Humanities Opportunities for Peace and Education for the year 2012.

#### **Management's Responsibility for the financial statements**

The management of Humanities Opportunities for Peace and Education is responsible for the preparation and fair presentation of the financial statements. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statement of that is free from material misstatement, whether due to fraud or error: selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

#### **Auditor's Responsibility:**

*Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statement is free from material misstatement.*

*An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the HP preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the HP internal control. An audit also includes evaluating the appropriateness of accounting policies used*



*and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.*

*We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.*

**In Our Opinion:**

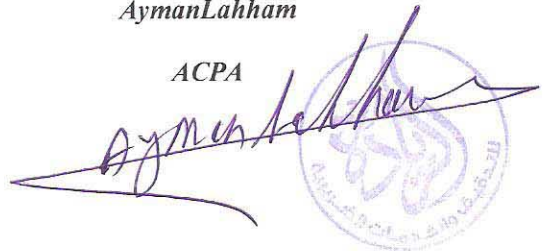
*The accompanying financial statements were correctly drawn up from the books of accounts on the basis of original vouchers, invoices, or other documents and present a true and fair view of contributions and expenses. The commonly accepted standard principles of bookkeeping and documentation were observed.*

*Date: 15/4/2013*

*Al-Reyada for Auditing & Tax Services*

*Ayman Lahham*

*ACPA*



*Humanitarian Opportunities for Peace and Education*

**Statement of Activities**

**For the period ending December 31<sup>st</sup> 2012**

Description	Notes	GN	IVP	EP	PH	IDRF	Total
		(ILS)	(ILS)	(ILS)	(ILS)	(ILS)	(ILS)
<b>Revenues</b>							
Contributions received		150,954	364,966	300,431	97,701	-	914,052
Fees Revenues		-	41,244	20,000	-	-	61,244
Other revenues		-	-	-	30,045	-	30,045
Donated Services		-	1,600	-	-	-	1,600
<b>Total Revenues</b>		<b>150,954</b>	<b>407,810</b>	<b>320,431</b>	<b>127,746</b>	<b>-</b>	<b>1,006,941</b>
<b>Capital Expenditures</b>							
Washing Machine		-	-	-	2,000	-	2,000
Blankets		-	4,517	-	-	-	4,517
Oven		-	1,800	-	-	-	1,800
Doors		-	-	-	1,000	-	1,000
<b>Total Programs</b>		<b>-</b>	<b>6,317</b>	<b>-</b>	<b>3,000</b>	<b>-</b>	<b>9,317</b>
<b>Expenses:</b>							
Salaries&Benefits		115,290	39,550	61,617	67,690	12,600	296,747
Travel& Transportation		5,281	2,281	4,556	17,506	3,168	32,792
Communications		6,787	549	6,316	-	1,485	15,137
Stationery		3,197	-	7,023	-	-	10,220
Teaching Materials		-	-	3,899	-	-	3,899
Translation		-	-	-	3,000	-	3,000
Utilities		4,408	12,363	3,419	4,803	-	24,993
Rent		-	60,894	22,646	-	-	83,540
Maintenance& Repair		229	1,091	-	1,727	-	3,047
Advertisement &Printing		25,000	-	-	5,600	-	30,600
Hospitality Exp.		-	430	-	1,806	-	2,236
Insurance		-	-	-	600	-	600
Newspapers& Books		-	230	-	1,651	-	1,881
House Keeping		-	8,080	-	-	-	8,080
Tools& Kitchen supplies		234	1,493	-	1,586	-	3,313
Customs & Taxes		-	-	-	2,740	-	2,740
Bank Charges		-	-	-	310	-	310
Accrued Audit Fees		-	-	-	5,610	-	5,610
Miscellaneous		-	104	-	2,020	-	2,124
Currency Exchange Losses		197	445	398	128	-	1,168
Depreciation		-	737	-	10,969	-	11,706
<b>Total Expenses &amp; Programs</b>		<b>160,623</b>	<b>134,564</b>	<b>109,874</b>	<b>130,746</b>	<b>17,253</b>	<b>553,060</b>
<b>Deduct: Balance Sheet items</b>		<b>-</b>	<b>(6,317)</b>	<b>-</b>	<b>(3,000)</b>	<b>-</b>	<b>(9,317)</b>
<b>Surplus(Deficit) as of Dec 31<sup>st</sup> 2012</b>		<b>(9,669)</b>	<b>279,563</b>	<b>210,557</b>	<b>0</b>	<b>(17,253)</b>	<b>463,198</b>