

IDF Widows and Orphans Organization (Nonprofit)

Financial Statements as of December 31 2015

Contents

	<u>Page</u>
Independent Auditors' Report	2
Financial Statements:	
Balance Sheets	3
Statements of Activities	4
Reports on Net Changes in Assets	5
Cash Flow Reports	6-7
Notes to the Financial Statements	8-14
Comparison to Other Budget and Information	15-17

Independent Auditors' Report

For the Members of the IDF Widows and Orphans Organization (Nonprofit)

We have audited the attached balance sheets of the **IDF Widows and Orphans Organization (Nonprofit)** (hereinafter: "the Organization") as of December 31 2015 and 2014, its reports on changes in net assets and cash flow reports for each of the years ending those dates. These financial statements are the responsibility of the Organization's managing committee and management. Our responsibility is to express our opinion on these financial statements based on our audits.

We prepared our audit in accordance with generally accepted Israeli accounting standards, including standards defined in the Accounting Regulations (Accountant's Method of Operation), 1973. These regulations require that we plan and perform the audit with the aim of achieving reasonable assurance the Financial Statements are free of material misrepresentations. The audit includes samplings of evidence supporting the sums and information in the Financial Statements. An audit also includes assessing the accounting principles used and significant estimates made by the Organization's managing committee and management, as well as an evaluation of the overall financial statement presentation. We believe that our audit provides adequate basis for our opinion.

As noted in Note 2a to the Financial Statements, these Financial Statements have been prepared in nominal sums and are not presented in reported sums as required by Israeli GAAP.

In our opinion, with the exception of that stated in the previous paragraph, these Financial Statements adequately reflect, in all material respects, the financial status of the Organization as of December 31 2015 and 2014, and the results of the Organization's activities, changes in its net assets and cash flows for each of the years ending those dates in accordance with generally accepted Israeli accounting practices – in nominal sums.

Avidor Bardichev Gazit
Certified Public Accountants

Ramat Gan,

_____, 2016

IDF Widows and Orphans Organization (Nonprofit)

Balance Sheets

		<u>December 31</u>	
		<u>2015</u>	<u>2014</u>
	<u>Note</u>		<u>NIS</u>
<u>Current Assets</u>			
Cash and cash equivalents	3	721,567	1,430,698
Tradable securities		2,179,193	114,909
Other accounts receivable	4	804,239	567,024
		<u>3,704,999</u>	<u>2,112,631</u>
<u>Excess reserve for severance pay liability, net</u>	5	35,083	68,950
		<u>-----</u>	<u>-----</u>
<u>Investments and long-term assets</u>			
Attala Scholarships Fund dedication	6	3,060,806	3,088,511
Assistance funds	7	4,914,378	4,797,304
Activity center construction fund	8	4,000,000	4,000,000
Scholarship distribution fund	9	605,850	848,431
		<u>12,581,034</u>	<u>12,734,246</u>
		<u>-----</u>	<u>-----</u>
<u>Fixed assets, net</u>	10	322,595	363,506
		<u>-----</u>	<u>-----</u>
		<u>16,643,711</u>	<u>15,279,333</u>
		<u>=====</u>	<u>=====</u>
<u>Current Liabilities</u>			
Trade payables	11	400,679	250,249
Other payables and credit balances	12	304,453	217,343
		<u>705,132</u>	<u>467,592</u>
		<u>-----</u>	<u>-----</u>
<u>Assets, net</u>			
Unrestricted net assets			
Not designated by the Organization's institutions		3,034,949	1,713,989
Designated by the Organization's institutions		4,348,537	4,348,537
Used for fixed assets		322,595	363,506
		<u>7,706,081</u>	<u>6,426,032</u>
Temporarily restricted net assets		5,171,692	5,297,198
Permanently restricted net assets	6	3,060,806	3,088,511
		<u>15,938,579</u>	<u>14,811,741</u>
		<u>-----</u>	<u>-----</u>
		<u>16,643,711</u>	<u>15,279,333</u>
		<u>=====</u>	<u>=====</u>

_____, 2016
Approval Date of
The Financial Statements

Racheli Tzipper
Committee Member

Nava Shoham Solan
Chairwoman of the
Organization

The attached notes constitute an integral part of these Financial Statements.

IDF Widows and Orphans Organization (Nonprofit)

Reports on Activities

		<u>For the Year Ending</u>	
		<u>December 31</u>	
		<u>2 0 1 5</u>	<u>2 0 1 4</u>
	<u>Note</u>	<u>NIS</u>	
<u>Activity Turnover</u>			
Donations		4,589,474	6,689,645
Ministry of Defense allocations		1,760,000	1,710,000
Membership fees		1,662,843	1,704,563
Newsletter publication		13,000	10,400
Revenues from the organization of activities		1,587,556	1,370,755
Sums released from restricted net assets		745,708	529,079
Total activity turnover		<u>10,358,581</u>	<u>12,014,442</u>
Cost of activities	13	7,605,194	7,322,466
Net revenues from activities		<u>2,753,387</u>	<u>4,691,976</u>
Administrative and general expenses	14	1,446,203	1,580,233
Net revenues before financing		<u>1,307,184</u>	<u>3,111,743</u>
Finance revenues (expenses), net	15	(27,135)	69,757
Net yearly revenues		<u>1,280,049</u>	<u>3,181,500</u>

The attached notes constitute an integral part of these Financial Statements.

IDF Widows and Orphans Organization (Nonprofit)

Reports on Net Changes in Assets

	<u>Unrestricted Net Assets (Deficit)</u>		<u>Restricted Net Assets</u>			
	Not Designated by the Organization's <u>Institutions</u>	Designated by the Organization's <u>Institutions</u>	Used for Fixed Assets <u>NIS</u>	<u>Temporary</u>	<u>Permanent</u>	<u>Total</u>
<u>Balance as of January 1 2014</u>	(55,570)	2,848,537	451,565	5,125,737	3,091,536	11,461,805
Net yearly expenses	3,181,500	-	-	-	-	3,181,500
Financing revenues – funds	-	-	-	(3,180)	-	(3,180)
Withdrawal from funds	-	-	-	(480,079)	(49,000)	(529,079)
Re-designating activity center construction fund	(1,500,000)	1,500,000	-	-	-	-
Adapting the value of the Attala Fund to the terms of the dedication	-	-	-	-	(37,331)	(37,331)
Increase in value of designated funds	-	-	-	83,380	83,306	166,686
Transfer to the assistance and loans fund	-	-	-	571,340	-	571,340
Sums released from net assets used for fixed assets	(3,977)	-	3,977	-	-	-
Sums transferred to cover depreciation expenses	92,036	-	(92,036)	-	-	-
<u>Balance as of December 31 2014</u>	<u>1,713,989</u>	<u>4,348,537</u>	<u>363,506</u>	<u>5,297,198</u>	<u>3,088,511</u>	<u>14,811,741</u>
Net yearly revenues	1,280,049	-	-	-	-	1,280,049
Financing expenses – funds	-	-	-	(283)	-	(283)
Withdrawal from funds	-	-	-	(745,708)	-	(745,708)
Adapting the value of the Attala Fund to the terms of the dedication	-	-	-	-	(28,071)	(28,071)
Increase in value of designated funds	-	-	-	4,025	366	4,391
Transfer to the assistance and loans fund	-	-	-	616,460	-	616,460
Sums released from net assets used for fixed assets	(16,422)	-	16,422	-	-	-
Sums transferred to cover depreciation expenses	57,333	-	(57,333)	-	-	-
<u>Balance as of December 31 2015</u>	<u>3,034,949</u>	<u>4,348,537</u>	<u>322,595</u>	<u>5,171,692</u>	<u>3,060,806</u>	<u>15,938,579</u>

The attached notes constitute an integral part of these Financial Statements.

IDF Widows and Orphans Organization (Nonprofit)

Cash Flow Reports

For the Year Ending
December 31

2015 **2014**

NIS

Cash Flow from Current Activities

Net yearly revenues	1,280,049	3,181,500
Adjustments needed to present cash flows from current activities – see appendix	149,241	(533,958)
Net cash from current activity	<u>1,429,290</u>	<u>2,647,542</u>

Cash Flow for Investment Activity

Deposit in activity center construction fund	-	(1,500,000)
Purchase of securities, net	(2,121,999)	-
Purchase of fixed assets	(16,422)	(3,977)
Net cash used in investment activities	<u>(2,138,421)</u>	<u>(1,503,977)</u>

Increase (decrease) in cash and cash equivalents	(709,131)	1,143,565
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Balance of cash and cash equivalents at the beginning of the year	1,430,698	287,133
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Balance of cash and cash equivalents at the end of the year	<u>721,567</u>	<u>1,430,698</u>
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The attached notes constitute an integral part of these Financial Statements.

IDF Widows and Orphans Organization (Nonprofit)

Cash Flow Reports (Continued)

Adjustments Required for the Presentation of Cash Flow from Current Activities

	<u>For the Year Ending</u>	
	<u>December 31</u>	
	<u>2 0 1 5</u>	<u>2 0 1 4</u>
	<u>NIS</u>	
Income and expenses not involving cash flows:		
Depreciation	57,333	92,036
Decrease in excess reserve for severance pay liability, net	33,866	45,866
Revaluation of tradable securities, net	57,718	(114,909)
Changes in asset and liability items:		
Increase in other receivables	(237,216)	(436,526)
Decrease (increase) in trade payables	150,430	(104,828)
Increase in other payables	87,110	12,711
	<u>149,241</u>	<u>(533,958)</u>
	=====	=====

The attached notes constitute an integral part of these Financial Statements.

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

1. General

- a. The IDF Widows and Orphans Organization (Nonprofit) (hereinafter: “the Organization”) was founded on December 22 1991 and operates in accordance with the Associations Law, 1980. The Organization was originally registered as “the Association for the Survivors of the Fallen in Israel’s Wars”, and in 1999 it changed its name to its current name of “the IDF Widows and Orphans Organization”. In 1996 the Organization was recognized by the Minister of Defense as the representative organization for by virtue of the Families of Soldiers Fallen in Battle (Remuneration and Rehabilitation) Law, 1950. The meaning of this decision, among other things, was the receipt of a yearly budget from the Ministry of Defense.

The Organization’s goals, as set in the Organization’s bylaws, are to act with any person or entity, organization or government authority or the public in general, in order to rehabilitate the condition of the Organization’s members, as a public and as individuals, and in order to organize and raise assistance and help from various entities in the social and economic fields, connected to education and employment, and submitting medical, mental, legal and financial assistance to its members. In order to achieve these goals the Organization works to receive donations, grants, estates, loans, membership fees and other budgets in order to finance its activity and assist its members.

The Organization’s actions were intended for public purposes as defined in the Income Tax Ordinance, and therefore, its income is not taxable by virtue of Section 9.(2) of the Income Tax Ordinance.

The Organization has approval in accordance with Section 46 of the Income Tax Ordinance, according to which a donation given the Organization grants the individual donor with a credit of 35% of the sum of the donation (Company – credit to the corporate tax rate).

b. Government Support

The Organization is supported by Ministry of Defense budgets.

- c. The definitions in these Financial Statements are in accordance with Opinion 69 of the Institute of Certified Public Accountants in Israel and Accounting Standard 5 of the Israeli Accounting Standards Board.

Net Restricted Assets

Net assets, deriving from donations received or from some other inflow of assets, use of which by the Organization has been restricted by donor stipulations.

Temporary Restriction

Stipulations that expire upon the occurrence of a certain event or upon the passing of time, or which can be met or removed by taking some actions in accordance with these stipulations.

Permanent Restriction

Donor stipulations that do not expire with time, and which cannot be met or removed by taking some actions in accordance with these stipulations. Such a restriction allows the use of the fruits of the donations only.

Other Information

As defined in Opinion 75 of the Institute of Certified Public Accountants in Israel on “Other Information in Documents Containing Controlled Financial Statements.”

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

1. General (continued)

d. In preparing the Financial Statements according to generally accepted accounting practices, management is required to use estimates and assessments that may influence the reported information on assets and liabilities, on data on contingent assets and pending liabilities disclosed in the books and on revenue and expense data for the reported period. Actual results may differ from these estimates.

2. Principal Accounting Policies

The principal accounting policies, which were consistently applied in the preparation of the Financial Statements, are:

a. Influence of Changes in Purchasing Power of Israeli Currency

The Financial Statements have been prepared according to generally accepted accounting principles, on the historical cost convention basis. No disclosure is provided in these reports regarding the impact of the changes to the general purchasing power of Israeli currency on the Organization's activity. Furthermore, the Financial Statements are not presented in reported sums in accordance with generally accepted Israeli accounting rules.

b. Restricted Donations

Donations and/or other inflow of assets, received with usage of them restricted by donor stipulations and used for activity during the reported year, are presented in the Reports on Activity as income.

Donations, received with restrictions on their use by donors and which were not used for activity in the reported year, are presented in the Report on Changes as net assets, as an addition to restricted net assets. Upon achieving the goals for which these donations were received, the donations are presented, in the Report on Changes in Net Assets and the Report on Activities, as sums released from restricted net assets – for use for activities.

c. Cash and Cash Equivalents

Cash and cash equivalents include highly liquid investments, including bank deposits the amount of time until their repayment upon investment does not exceed three months, and which are not restricted use or pledged.

Balances in foreign currency or linked to foreign currency were included according to representative exchange rates as of the balance sheet date, as follows:

	<u>December 31</u>	
	<u>2015</u>	<u>2014</u>
Consumer Price Index (in points)	131.45	132.78
Exchange rate in NIS of \$1 U.S.	3.902	3.889
Exchange rate in NIS of €1	4.2468	4.7246

d. Investments

Debentures, shares and options were included according to their value on the Securities Exchange as of the Balance Sheet Date. Certificates of participation in mutual funds were included according to redemption prices as of the Financial Statements. Bank deposits include linkage differences, exchange rate differences and accumulated interest as of the Financial Statements. Profits (losses) from these investments were included in the reports on financing revenues (expenses) activity, net.

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

2. Principal Accounting Policies (continued)

e. Fixed Assets

Fixed assets are included at cost net of accumulated depreciation.

Depreciation is calculated using the straight line method across the assets' estimated economic life span.

f. Liabilities

Include obligations the Organization took upon itself as of the Financial Statements date.

g. Recognition of Income

Income is recorded on a cumulative basis, including deferred donations receivable via credit cards and checks collectable, referring to the report period but which have not been received as of the balance sheet date, and collection of which is expected to take place after the balance sheet date, as well as donations referring to the reported period and received in practice as of the signing of the Financial Statements.

Donations, received in assets, were included in the Financial Statements in accordance with the fair value of the assets as estimated by an appraiser or the organization.

h. Expenses

Expenses are recorded on a cumulative basis and include provisions to liabilities, the organization took upon itself as of the Financial Statements date.

3. Cash and Cash Equivalents

Composition:

	<u>December 31</u>	
	<u>2 0 1 5</u>	<u>2 0 1 4</u>
	<u>NIS</u>	
Cash in Israeli currency	593,206	595,965
Cash in foreign currency	69,647	11,329
Short-term deposits	58,714	823,404
	<u>721,567</u>	<u>1,430,698</u>
	=====	=====

4. Other accounts receivable

Composition:

	<u>December 31</u>	
	<u>2 0 1 5</u>	<u>2 0 1 4</u>
	<u>NIS</u>	
Advance payments to suppliers	2,627	3,071
Credit companies and checks collectable	801,612	560,689
Other receivables	-	3,264
	<u>804,239</u>	<u>567,024</u>
	=====	=====

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

5. Excess reserve for severance pay liability, net

The Company's severance pay liabilities for its employees are covered in full by ongoing payments to insurance companies and by the balance of the retirement compensation reserve. The sums accumulated at the insurance company are not under the Organization's control and management and are therefore not presented in the balance sheet.

The Organization's severance pay commitments, not included in the pension or insurance plans, are included in full in the balance sheet in accordance with the law and work agreements, and are calculated on the basis of the employees' final salary as of the balance sheet date.

The reserve in the compensation fund includes profits that have accumulated and may be withdrawn, only after commitments in accordance with work agreements and the Severance Pay Law have been fulfilled.

	<u>December 31</u>	
	<u>2015</u>	<u>2014</u>
	<u>NIS</u>	
Composition:		
Fund deposited	114,789	133,735
Less – retirement pay reserve	(79,706)	(64,785)
	<u>35,083</u>	<u>68,950</u>

6. Attala Scholarships Fund Dedication

According to a court ruling, the Association has served as the trustee of the dedication in question starting 1994, with the sum of the dedication fund in nominal values as of February 8 1994, in which the money was transferred to the Fund to be kept in trust, is 1,446,160 NIS. The Organization serves as manager and trustee for the Attala Margalit Fund dedication. The terms of the dedication limit the organization to the distribution of academic scholarships to IDF orphans from the fruits of the deposit (from the real yield after linking to the CPI).

	<u>December 31</u>	
	<u>2015</u>	<u>2014</u>
	<u>NIS</u>	
Composition:		
Donation fund	1,446,160	1,446,160
Linkage differentials accumulated for the fund, net	1,614,646	1,642,351
	<u>3,060,806</u>	<u>3,088,511</u>

7. Assistance Funds

	<u>December 31</u>	
	<u>2015</u>	<u>2014</u>
	<u>NIS</u>	
Composition:		
Deposit of loans to Fund members (a)	3,634,564	3,328,675
Health grant assistance fund (b)	1,279,815	1,468,629
	<u>4,914,379</u>	<u>4,797,304</u>

- a) The Fund was founded in 2005 and is financed by monthly membership fees of 5 NIS, in accordance with the decision of the Knesset Labor and Welfare Committee, deducted from the membership fees and paid the Organization by its members. The deposits are deposited in a banking corporation and bears Prime-1.5% yearly interest. This deposit serves as the Organization's collateral for the planholders' loans, received at the Bank under preferred terms.

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

7. Assistance Funds (continued)

- b) The Fund was founded in 2005 and is financed by monthly membership fees of 5 NIS, in accordance with the decision of the Knesset Labor and Welfare Committee, deducted from the membership fees and paid the Organization by its members. The purpose of the Fund is to assist the organization's members on health issues through grants, approved by the Organization's Loans and Bonuses Committee.

8. Activity Center Construction Fund

According to a decision by the Organization's Managing Committee, it had been decided in the past to designate a total of 3,500,000 NIS from the organization's monetary balances to establish activity centers for widows who are members of the Organization. In 2013, in light of the Organization's needs, it was decided to place the Fund at a temporary sum of 2,500,000 NIS, and in 2014 it was decided to place the Fund at a sum of 4,000,000 NIS.

9. Scholarship Distribution Fund

- a. According to a decision by the Organization's Managing Committee, it had been decided in the past to designate a total of 1,000,000 NIS from the organization's monetary balances to distribute scholarships and wedding gifts. The Fund is presented according to the sum decided upon for dedication, less the sums withdrawn for the distribution of scholarships. No dividends were distributed in the reported year and in the preceding year from the Fund's money.
- b. The Fund includes a donation intended for the distribution of scholarships from the estate of the late Sarah and Yosef Graff, received in 2011. 242,300 NIS from the Fund was distributed in the reported year (previous year – 277,500 NIS).

10. Fixed assets, net

Composition:

	<u>Computers</u>	Office <u>Equipment and Furnishings</u>	<u>Leasehold Improvements</u>	<u>Total</u>
	<u>NIS</u>			
<u>Cost</u>				
Balance as of January 1 2015	363,248	423,936	462,119	1,249,303
Yearly additions	9,511	6,911	-	16,422
Balance as of December 31 2015	372,759	430,847	462,119	1,265,725
	-----	-----	-----	-----
<u>Accumulated Depreciation</u>				
Balance as of January 1 2015	354,675	298,466	232,656	885,797
Yearly depreciation	6,379	18,175	32,779	57,333
Balance as of December 31 2015	361,054	316,641	265,435	943,130
	-----	-----	-----	-----
<u>Depreciated cost</u>				
As of December 31 2015	11,705	114,206	196,684	322,595
	=====	=====	=====	=====
As of December 31 2014	8,573	125,470	229,463	363,506
	=====	=====	=====	=====
Depreciation rates	33%	15%-7%	10%	
	=====	=====	=====	

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

11. Trade Payables

Composition:

<u>December 31</u>	
<u>2 0 1 5</u>	<u>2 0 1 4</u>
<u>NIS</u>	
Outstanding debts	168,744
Checks redeemable	81,505
<u>400,679</u>	<u>250,249</u>
=====	=====

12. Other Payables and Credit Balances

Composition:

<u>December 31</u>	
<u>2 0 1 5</u>	<u>2 0 1 4</u>
<u>NIS</u>	
Employees and institutions in respect of salaries	133,967
Expenses payable	48,260
Others	35,116
<u>304,453</u>	<u>217,343</u>
=====	=====

13. Cost of Activities

Composition:

<u>For the Year Ending</u>	
<u>December 31</u>	
<u>2 0 1 5</u>	<u>2 0 1 4</u>
<u>NIS</u>	
Family events (hikes, summer camp, culture and so on)	4,532,970
Family support	362,971
Organization newsletter production	275,474
Distribution of grants and wedding gifts	585,500
Salary and associated	739,723
Rent and electricity	360,946
Municipal taxes	72,255
Administrative and office maintenance	175,595
Mail and communications	130,290
Depreciation expenses	82,832
Shipping and deliveries	3,910
<u>7,605,194</u>	<u>7,322,466</u>
=====	=====

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

14. Administrative and General Expenses

Composition:

For the Year Ending
December 31

	2 0 1 5	2 0 1 4
	<u>NIS</u>	
Payroll and benefits	608,205	769,070
Office rent and power	39,276	40,105
Municipal taxes	7,954	6,557
Communications	10,777	5,174
Legal	126,921	118,031
Accounting and auditing	161,616	158,905
Strategic consulting and public and government relations	97,833	108,463
Administrative and office maintenance	19,002	15,890
Gifts and hospitality	30,183	27,409
Fees, membership fees and supplementary education	21,935	22,329
Auto maintenance, parking, travel and deliveries	84,638	106,490
Office insurance	1,918	4,329
Executive liability insurance	10,025	8,765
Fundraising	128,632	177,768
Depreciation	5,733	9,204
Advertising	48,264	1,744
Organization's election expenses	37,391	-
Miscellaneous	5,900	-
	1,446,203	1,580,233

15. Finance revenues (expenses), net

Composition:

For the Year Ending
December 31

	2 0 1 5	2 0 1 4
	<u>NIS</u>	
Financing Income		
Interest and dividend income	108,422	108,372
Profits realized and revaluation of tradable securities, net	-	107,544
Exchange rate differences, net	-	23,466
	108,422	239,382
Less – some of the funds restricted with financing revenues	-	(119,471)
	108,422	119,911
Financing Expenses		
Commissions for banks and credit companies	(31,618)	(37,171)
Investment management and consulting	(9,461)	(12,983)
Exchange rate differences, net	(32,738)	-
Losses realized and revaluation of tradable securities, net	(85,420)	-
	(159,237)	(50,154)
Less – some of the funds restricted with financing expenses	23,680	-
Finance revenues (expenses), net	(135,557)	69,757
	27,135	-

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

Comparison with Budget

The budget was approved at the meeting of the Organization's elected representatives. Budget data that constitutes "other information" is not reviewed.

	<u>2016</u>	<u>December 31</u>	<u>2015</u>
		<u>2015</u>	<u>2015</u>
		<u>NIS</u>	
		<u>Actual</u>	
	<u>Budget</u>	<u>Performance</u>	<u>Budget</u>
Activity Turnover			
Ministry of Defense allocation	1,700,000	1,760,000	1,700,000
Membership fee revenues	2,280,000	(*) 1,662,843	1,710,000
Donations and estates	4,472,416	4,589,474	3,960,000
Sums released from restricted net assets	-	745,708	530,000
Revenues from the organization of activities	1,300,000	1,587,556	1,140,000
Other revenues	30,000	13,000	15,000
	<u>9,782,416</u>	<u>10,358,581</u>	<u>9,055,000</u>
	<u><u>9,782,416</u></u>	<u><u>10,358,581</u></u>	<u><u>9,055,000</u></u>
Organization's Operating Expenses			
Cost of activities			
Support for families of Organization members	1,635,000	1,713,644	1,522,000
Events and activities for Organization members	4,168,000	4,046,037	3,921,000
Organization newsletter production	350,000	382,850	350,000
Salary and associated	760,000	764,860	740,000
Rental fees and power	320,000	351,053	320,000
Municipal taxes	80,000	71,582	80,000
Office and maintenance expenses	150,000	94,214	190,000
Mail and communications	150,000	84,407	200,000
Computer and website maintenance	50,000	38,757	60,000
Deliveries	10,000	2,374	10,000
Travel and parking	10,000	3,816	10,000
Depreciation	-	51,600	-
Unplanned and miscellaneous	25,000	-	25,000
Financing expenses	40,000	27,135	40,000
	<u>7,748,000</u>	<u>7,632,329</u>	<u>7,468,000</u>
	<u><u>7,748,000</u></u>	<u><u>7,632,329</u></u>	<u><u>7,468,000</u></u>

(*) Revenues from membership fees, net, after deducting revenues from membership fees to the sum of 568,910 NIS for assistance funds, classified under temporarily restricted net assets.

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

	<u>For the Year Ending</u>		
	<u>December 31</u>		
	<u>2016</u>	<u>2015</u>	<u>2015</u>
		<u>NIS</u>	
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>
		<u>Performance</u>	
Administrative and General Expenses			
Payroll and benefits	660,000	553,513	640,000
Rental fees and power	40,000	39,276	40,000
Municipal taxes	10,000	7,954	10,000
Communications	15,000	10,777	19,000
Legal	130,000	126,921	130,000
Accounting and auditing	163,000	161,616	163,000
Administrative and office maintenance	55,000	20,920	55,000
Hospitality, gifts and entertainment	15,000	30,183	15,000
Membership fees and supplementary education	15,000	21,935	15,000
Vehicles, parking, travel and deliveries	95,000	84,638	95,000
Depreciation	-	5,733	-
Marketing strategy	110,000	97,833	100,000
Director insurance	15,000	10,025	-
Advertising	-	48,264	70,000
Remuneration for Managing Committee members for meetings	70,000	54,692	200,000
Fundraising cost	300,000	128,632	20,000
Unplanned and miscellaneous	20,000	5,900	-
Organization elections	321,416	37,391	-
Total general and administrative expenses	<u>2,034,416</u>	<u>1,446,203</u>	<u>1,587,000</u>
Financing revenues, net	-	-	-
Net yearly revenues	<u>-</u>	<u>1,280,049</u>	<u>-</u>

IDF Widows and Orphans Organization (Nonprofit)

Notes to the Financial Statements

Details for Donations of over 20,000 NIS in 2015

Donation data constitutes "other information" and is not audited.

<u>Source of Donation</u>	<u>Donation Date</u>	<u>Sum in NIS</u>
Matan Investors	January 4	60,000
PEF	January 21	58,710
PEF	January 21	95,112
Uzi Zeidman	February 22	224,973
HESEG	March 18	166,667
Uzi Zeidman	March 25	423,252
HESEG	March 25	23,333
PEF	April 13	22,447
FIDF	April 26	138,845
Uzi Zeidman	April 28	104,998
The Israeli Experience	May 25	35,670
Moshe Ben Amor	May 26	193,650
Katz Adela	June 9	100,000
Zemanei Israel	June 14	38,700
FIDF	June 16	774,000
The 1000 Club	June 30	37,982
Golda Academy	June 15	20,224
FIDF	June 28	369,298
PEF	August 13	30,520
Aipha Epsilon	August 19	76,580
Bank Hapoalim	September 29	20,000
FIDF	November 17	387,290
Mishmeret Hevra	November 18	21,459
FIDF	December 2	51,687
IDF WOCA	December 27	270,159