

**Suleiman & Co. Certified Public Accountants - License No. 205
Correspondent Firm of RSM International in Palestine**

**Palestinian Circus Association
Birzeit – Palestine**

**Financial Statements
For the Year Ended December 31, 2022
And Independent Auditor's Report**

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Index

	<u>Page No.</u>
Independent Auditor's Report	2-3
Statement of Financial Position	4
Statement of Activities and Changes in Net Assets	5
Statement of Functional Expenses	6-7
Statement of Cash Flows	8
Notes to the Financial Statements	9-18

Independent Auditor's Report

TO THE BOARD OF DIRECTORS OF PALESTINIAN CIRCUS ASSOCIATION

Report on the Audit of the Financial Statements

We have audited the accompanying Financial Statements of **Palestinian Circus Association** (hereinafter the "Association or PCS") which comprise the Financial Position as of December 31, 2022 and the related Statements of Activities and Changes in Net Assets, Functional Expenses, and Cash Flows for the year then ended, and the related summary of significant accounting policies and other explanatory notes.

In our opinion, the Financial Statements taken as a whole present fairly, in all material respects, the Financial Position of **Palestinian Circus Association** as of December 31, 2022 and its Activities and Changes in Net Assets and Cash Flows for the year then ended in accordance with the basis of accounting described in Note (2) to the Financial Statements.

Basis for Opinion

We conduct our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of Accounting

We draw attention to Note (2) to the Financial Statements, which describe the basis of accounting. The Financial Statements are prepared to provide information to **Palestinian Circus Association**. As a result, the Financial Statements may not be suitable for another purpose.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of these Financial Statements in accordance to standards set out in note (2), and for such internal control as management determines is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Association's financial reporting process.

Suleiman & Co. Certified Public Accountants - License No. 205
Correspondent Firm of RSM International in Palestine

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit with accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements represents the underlying transactions and events in a manner that achieves fair presentations.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Suleiman & Co. - Certified Public Accountants

License number 205/2012

Ismail M. Suleiman

License number 131/2000



Ramallah, Palestine

May 13, 2023

Ramallah Al Masyoun Taj Mahal building No. 10 phone 970 2 297-5576 Fax 970 2 297-5577 E-mail: info@suleimanco.com



Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Statement of Financial Position
(All amounts in NIS)

	Note	2022	2021
Assets			
Current assets			
Cash and cash equivalent	4	2,501,769	1,827,989
Grants receivable	5	370,028	640,358
Other current assets	6	11,536	33,388
Total current assets		2,883,333	2,501,735
Non-current assets			
Fixed assets, Net	7	577,283	499,065
Total assets		3,460,616	3,000,800
Liabilities and net assets			
Current liabilities			
Accrued expenses and other accounts payables	8	38,060	7,611
Total Current liabilities		38,060	7,611
Non-current liabilities			
Provision for end of service indemnity	9	296,540	227,860
Total non-current liabilities		296,540	227,860
Total liabilities		334,600	235,471
Net assets			
Net assets at end of the year		2,568,487	2,147,741
Temporary restricted net assets	10	557,529	617,588
Total net assets at end of the year		3,126,016	2,765,329
Total liabilities and net assets		3,460,616	3,000,800



Chairman of the Board




Treasurer

سیرک فلسطين
The Palestinian Circus

The accompanying notes constitute an integral part of the Financial Statements

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Statement of Activities and Changes in Net Assets
(All amounts in NIS)

	Note	2022			2021
		Unrestricted	Temporary restricted	Total	Total
Revenues					
Grants and donation	11,10	-	1,048,388	1,048,388	1,092,333
In-kind contribution		241,949	-	241,949	20,492
Membership fees		1,370	-	1,370	800
Other donation	12	1,073,859	-	1,073,859	367,116
Net assets released from restrictions	11,10	1,048,388	(1,048,388)	-	-
Total revenues		2,365,566	-	2,365,566	1,480,741
Expenses					
Projects expenses	13	1,047,488	-	1,047,488	1,080,116
General and administrative expenses	13	961,256	-	961,256	306,615
Currency differences		(271,937)	-	(271,937)	129,113
Depreciation expenses		172,831	-	172,831	148,530
Total expenses		1,909,638	-	1,909,638	1,664,374
Change in net assets during the year		455,928	-	455,928	(183,633)
Net assets, beginning of year		2,147,741	-	2,147,741	2,331,374
Prior years adjustments		(35,182)	-	(35,182)	-
Net assets, end of year		2,568,487	-	2,568,487	2,147,741

The accompanying notes constitute an integral part of the Financial Statements.

**Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022**

Statement of Functional Expenses
(All amounts in NIS)

	CARTAS	Clowns without Borders Sweden (CWB)	Drosos Foundation	Flanders government / Flemish government	Open Society Foundations (OSF)	Présence et Action Culturelles (PAC)	Zaitimbang	A M Qattan Foundation	Medical Aid for Palestinians (MAP)	PCS General Fund	Grand Total 2022	Grand Total 2021
Salaries & related benefits*	235,441	23,794	52,352	28,726	83,697	-	5,050	27,626	157,282	339,387	953,355	908,562
Building & land improvement expense	-	868	-	-	-	1,510	-	-	-	10,378	12,756	4,250
Costumes,decor and props expense	-	-	-	-	-	-	-	600	-	500	1,100	2,223
Travel insurance expense	-	-	-	-	-	-	-	-	-	-	-	517
Currency variances expense	-	-	285	-	-	-	-	6,896	-	718	7,899	3,911
Accommodation expense	-	840	-	-	-	-	-	-	-	38,141	38,981	29,295
Advertising, promotion, publication, printing etc.	-	-	-	-	-	-	-	-	-	29,318	29,318	2,988
Artists fees	-	-	2,470	-	-	6,625	-	21,431	-	240,748	271,274	68,570
Auditing fees	-	-	-	-	-	-	-	-	-	4,500	4,500	4,500
Building & equipment insurance expense	-	-	-	-	-	-	-	-	-	-	-	1,000
Circus equipment & materials expense	4,791	-	-	-	-	-	-	-	7,820	6,309	18,920	23,351
Civil liability insurance	-	-	-	-	-	-	-	-	-	-	-	557
Cleaning expense	2,730	-	-	-	-	-	-	-	11,490	1,740	15,960	16,800
Consumables expense	2,739	-	700	1,405	-	-	-	263	-	5,847	10,954	9,840
Electricity expense	-	518	-	-	-	5,430	-	-	6,131	2,344	14,423	11,537
Fuel expense	1,750	60	-	460	-	-	-	-	-	8,857	11,127	685
Transportation expenses	3,332	1,731	3,549	838	-	560	-	2,141	300	23,143	35,594	35,111
Gifts expense	-	-	-	-	-	-	-	-	-	651	651	235
Insurance expenses	29,258	182	8,231	1,534	-	3,914	-	-	-	31,928	75,453	34,483
Interest & bank charges	19	141	-	-	-	42	-	-	339	2,581	3,122	2,503
International accommodation expense	-	-	-	-	-	-	1,513	-	-	6,209	7,722	335
Maintenance expense	-	-	-	-	-	-	-	-	-	12,293	12,293	3,858
Materials expense	-	-	-	-	-	-	-	-	-	6,462	6,462	1,061
Medical expense	-	323	-	-	-	-	-	-	-	2,169	2,492	3,469
Meetings hospitality & meals expense	3,816	1,180	-	-	-	-	-	673	950	34,768	41,387	31,730
Membership fees	321	-	-	-	-	-	-	-	-	4,331	4,652	5,152

**Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022**

**Statement of Functional Expenses- continued
(All amounts in NIS)**

	CARTAS	Clowns without Borters Sweden (CWB)	Drosos Foundation	Flanders government / Flemish government	Open Society Foundations (OSF)	Présence et Action Culturelles (PAC)	Zaltimbang	A M Qattan Foundation	Medical Aid for Palestinians (MAP)	PCS General Fund	Grand Total 2022	Grand Total 2021
Office equipment & materials expense	-	65	-	-	-	2,200	-	-	-	(2,265)	-	660
Office supplies	-	-	-	-	-	515	-	-	-	2,283	2,798	1,764
Per diems	-	-	-	-	-	-	-	-	6,534	6,950	13,484	9,326
Promotion and marketing	300	-	5,621	-	-	-	780	-	-	9,762	16,463	24,092
Rental expense	2,300	-	-	-	-	-	-	-	-	1,844	4,144	20,250
Stationary expense	-	80	657	-	-	417	-	-	-	2,339	3,493	4,594
Subscription fees	648	-	-	2,205	-	-	-	-	-	578	3,431	5,758
Telecommunication expense	947	326	549	-	-	2,338	-	-	1,521	4,878	10,559	9,688
Training expense	3,507	2,521	1,965	-	-	-	-	-	16,947	4,332	29,272	34,965
Translation expense	610	-	-	-	-	-	-	1,500	-	790	2,900	1,173
Travel cost, flight tickets	-	1,445	62,547	11,726	-	24,101	18,887	-	36,842	100,652	256,200	22,174
Visa expense	-	-	-	1,239	-	-	-	-	-	4,085	5,324	421
Water expense	1,101	237	-	-	-	-	-	-	-	2,992	4,330	4,584
Cars maintenance expense	700	445	-	-	-	-	-	-	-	-	1,145	-
Consultant fees	-	-	-	-	-	-	-	-	-	3,714	3,714	-
Light & sound design expense	-	-	-	-	-	-	-	-	-	5,000	5,000	-
Grant expense	-	-	-	-	-	-	-	65,292	-	-	65,292	-
Car license	800	-	-	-	-	-	-	-	-	-	800	-
Other expenses	-	-	-	-	-	-	-	-	-	-	-	722
Circus equipment transportation	-	-	-	-	-	-	-	-	-	-	-	800
Hospitality expenses	-	-	-	-	-	-	-	-	-	-	-	4,417
Material shipping & clearing expenses	-	-	-	-	-	-	-	-	-	-	-	570
Equipment maintenance	-	-	-	-	-	-	-	-	-	-	-	880
Students insurance expense	-	-	-	-	-	-	-	-	-	-	-	19,359
Trainers transportation	-	-	-	-	-	-	-	-	-	-	-	14,011
Total expenses	295,110	34,756	138,926	48,133	83,697	47,652	25,856	127,202	246,156	961,256	2,008,744	1,386,731
Purchase of fixed assets	-	-	-	-	-	900	-	-	-	250,149	251,049	12,217
Grand Total	295,110	34,756	138,926	48,133	83,697	48,552	25,856	127,202	246,156	1,211,405	2,259,793	1,398,948

**This item consists of basic salaries in the amount of NIS 864,460 and the related expenses which represent end of service expenses in the amount of NIS 68,680 and tax expenses in the amount of NIS 20,215.*

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Statement of Cash Flows

(All amounts in NIS)

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Changes in net assets during the year	455,928	(183,633)
Adjustments to reconcile changes in net assets to net cash from operating activities		
Depreciation	172,831	148,530
Prior years adjustments	(35,182)	-
Provision for the end of service indemnity	68,680	68,680
Change in current assets and current liabilities		
Decrease in grants receivable	270,330	247,607
Decrease (increase) in other current assets	21,852	(19,101)
Increase in accrued expenses & other accounts payable	30,449	421
(Decrease) in temporary restricted contribution	<u>(60,059)</u>	<u>(300,954)</u>
Net cash provided by operating activities	<u>924,829</u>	<u>(38,450)</u>
Cash flows from investing activities		
Purchase of fixed assets	<u>(251,049)</u>	<u>(32,709)</u>
Net cash (used in) investing activities	<u>(251,049)</u>	<u>(32,709)</u>
Increase (decrease) in cash and cash equivalents	673,780	(71,159)
Cash and cash equivalents, beginning of year	<u>1,827,989</u>	<u>1,899,148</u>
Cash and cash equivalents end of year	<u>2,501,769</u>	<u>1,827,989</u>

The accompanying notes constitute an integral part of the Financial Statements.

Notes to the Financial Statements

(All amounts in NIS)

1- GENERAL

The Palestinian Circus Association (hereinafter “Association or PCS”) is a charitable association, non-profit, non-governmental organization, established in 2006 and registered with the Palestinian Authority since February 2007.

The Palestinian Circus Association- Birzeit office was registered as a non profit organization with the Palestinian Interior on February 18, 2007 under registration number RA-22480-S.

The association started with a group of volunteers that were introduced a simple training to few students. It has quickly turned into an effective institution in Birzeit, it carries out many weekly circus activities through its clubs in the West Bank, as well as numerous local and international shows.

The Palestinian Circus Association considered as one of the most important cultural institutions in Palestine after six years of its founding.

Vision

The Palestinian Circus Association dreams of a society in which Palestinians engage in a dynamic cultural and artistic life that embraces creativity, freedom of expression and diversity as the main pillars for a just and inclusive society.

Mission

By training Palestinian children and youth in circus arts, the association wants to develop a new art form in Palestine and strengthen the creative and physical potential of the Palestinians, seeking to engage and empower them to become constructive members of society. By creating and performing circus productions, we want to instill hope among the population, promote the freedom of expression and raise local and international awareness about the many challenges of the Palestinian society.

The Financial Statements for the year ended December 31, 2022 were approved from the management of the association on May 13, 2023.

2- THE FOLLOWING PROJECTS IMLEMENTED BY THE PALESTINE CIRCUS ASSOCIATION:

- **Open Society Foundation through Palestinian Performing Arts Network for the period from January 1, 2022 to December 31, 2023:**
Grant amount: USD 48,332.
- **Clowns without Borders Sweden (CWB) in cooperation with the Freedom Theatre for the months from May 2022 to December 2022:**
Creative Arts for Peace and Equality- CAPE
Total grant amount: USD 21,000 (PCS share USD 12,476 & The Theatre share USD 8,524).

Notes to the Financial Statements – continued
(All amounts in NIS)

- **Medical Aid for Palestinians (MAP) for the periods from September 1, 2022 to August 31, 2023:** Promoting the health and wellbeing of children with disabilities in the West Bank and East Jerusalem. **Grant amount: USD 95,150.** During 2022, the grant was reduced by USD 5,000 to become USD 90,150
- **Medical Aid for Palestinians (MAP) for the periods from September 1, 2021 to August 31, 2022:**
Promoting the health and wellbeing of children with disabilities in the West Bank and East Jerusalem. **Grant amount: USD 59,663.8.** The grant was amended with an amount USD 3,000 to become USD 62,663.8.
- **DROSOS FOUNDATION for the periods from March 1, 2019 to December 31, 2021:**
Securitizing the long-term Sustainability of the Palestinian Circus Association.
Grant amount: USD 302,617. The project was amended with an amount of USD 18,000 to cover additional cost due to Covid-19 crisis on July 29, 2020.

During 2021, the project was amended with an amount of USD 22,000 to cover additional cost due to Covid-19 crisis.

During 2022, the project was amended with an amount of USD 20,000 to cover additional technical circus training.
- **Source Catholic/Caritas France for the period from September 1, 2022 to August 31, 2025:**
The main objectives of the project:
The project aims at strengthening the role of social circus to contribute to improving the mental, emotional and physical health of children, youth and women of all ages, backgrounds and abilities, as well as their inclusion in society.
Grant amount: EUR 300,000 (100,000 annually).
- **Source Catholic/Caritas France for the period from September 1, 2019 to August 30, 2022:**
The main objectives of the project:
The project aims at strengthening the role of circus in empowering the personal, social and national identity of Palestinian children and youth, through their participation in circus trainings and performances based on values such as inclusion, creativity, team work, and unity in diversity, freedom of expression and gender equality.
Grant amount: EUR 120,000.

The project was amended with an amount of EUR 40,000 on February 23, 2021

During December 2021, the project was amended with an amount of EUR 15,000 to become an amount of EUR 175,000.

Notes to the Financial Statements – continued
(All amounts in NIS)

- **Erasums plus program through Zaltimbanq for the period from September 1, 2019 to August 31, 2021: Grant amount: EUR 12,126.5.**

Circus as Inter-cultural Encounter. The project period was amended to August 31, 2022.

- **Cultural Presence and Action (PAC) for the period from July 1, 2019 to December 31, 2023:**

The main objectives of the project:

Strengthen the capacities and skills of artists, and circus trainers to sensitize children in their communities to the impact of art to spread the values of cooperation, solidarity, conviviality, freedom, cooperation and equality and contribute to the protection of children, by reaching out to children in marginalized areas where shows and artistic activities will be offered.

Grant amount: EUR 100,000 with an annual budget of EUR 20,000.

- **A M Qattan Foundation & Swiss Agency for Development and Cooperation SDC for the months from October 2021 to October 2022:**

Circus for All: United for Freedom Project.

Grant amount: USD 40,000.

During 2022, the grant was reduced by USD 3,000 to become USD 37,000.

3- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Financial Statements have been prepared on the accrual basis of accounting and in conformity with International Financial Reporting Standards.

3.1 Cash and banks

For the purposes of the Cash Flow Statements, cash and banks include cash on hand and bank balances.

3.2 Contribution receivable

Contribution receivable are stated at the original amount of uncollected pledges made by donors, less amounts received and any uncollected contributions. An estimate/provision of uncollectable amount is made when collection of the unconditional contribution is no longer probable.

3.3 Revenues recognition

Revenues received for matching general and administrative expenses and recorded in the Statement of Activities and Changes in Net Assets as donation revenues.

Notes to the Financial Statements – continued
(All amounts in NIS)

3.4 Donation Revenues

Donor's unconditional contributions are those contributions where donors do not prerequisites that have to be carried out by the recipient before obtaining the fund.

Contribution revenues from unconditional contributions are recognized as follows:

- Unrestricted net assets represent net assets whose use by the association is not subject to donor imposed restrictions.
- Temporarily restricted net assets whose use by the association is limited by donor imposed and restriction that either expire by passage of time or can be fulfilled and released by actions of the association pursuant to those donor-imposed stipulations.

3.5 Fixed assets/depreciation

Fixed assets are stated at cost less accumulated depreciation and any impairment in value. The cost less estimated residual value of the fixed assets is depreciated on a straight line basis over the estimated useful life as follows:

	%
Furniture & equipment	20-33
Renovated old building	10
Improvements	10
Computer & System	20
Cars	14

3.7 Provision for end of service indemnity

It's consists of one month's salary for every year of services for employees to cover future obligations. By labor-law applied in Palestine.

3.8 Income tax

The association is exempted from income tax since it is registered as non-for-profit organization.

3.9 Expenses

Expenses are recorded/recognized when incurred based on the accrual basis of accounting.

3.10 Foreign currency transactions

The books of accounts are maintained in NIS. Transactions which are denominated in other currencies are converted into NIS as follows:

- Transactions which are expressed or denominated in other currencies are converted into NIS at the exchange rate prevailing on transaction date;
- Monetary assets and liabilities which are denominated or expressed in other currencies are presented in NIS equivalent using the exchange rate prevailing on December 31, 2022.
- Exchange differences arising from the translation of year end balances are charged to the Statement of Activities and Changes of Net Assets.

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Notes to the Financial Statements – continued
 (All amounts in NIS)

The exchange rates at the date of the Statement of Financial Position were:

	<u>2022</u>	<u>2021</u>
USD	0.28445	0.32080
EUR	0.26645	0.28325
JOD	0.20510	0.22765
GBP	0.23470	0.23893

3.11 The net assets of the association are classified as follows:

- Unrestricted net assets: net assets used by the association are not subject to donor-imposed restrictions.
- Temporarily restricted net assets: net assets used by the association is limited by donor-imposed stipulations, which could be removed either by passage of time or can be fulfilled and released by actions of the association pursuant to those donor-imposed stipulations.

4- CASH AND CASH EQUIVALENTS

	<u>2022</u>	<u>2021</u>
Cash on hand	14,000	-
Petty cash	8,000	8,000
Check box	17,594	-
TNB-General -NIS	530,467	48,817
TNB-EOSB-NIS	68,011	-
TNB-MAP-NIS	89,918	5,014
TNB-MAP-USD	54,369	-
Al Quds bank-NIS	89	129
TNB-General -USD	296,124	814,020
TNB-Drosos -USD	-	16,518
TNB-EOSB-USD	251,991	223,559
Al Quds bank-Time deposit-USD	703,166	623,432
Al Quds bank-General-USD	43,735	18,705
TNB-General -Euro	479,934	109,395
Outstanding checks	(55,629)	(39,600)
	<u>2,501,769</u>	<u>1,827,989</u>

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Notes to the Financial Statements – continued
(All amounts in NIS)

5- GRANTS RECEIVABLE

	Balance January 1, 2022	Addition during year	Adjustments	Amount received during the year	Currency Variance	Balance December 31, 2022
Caritas	229,475	342,879	(35,182)	(542,980)	5,808	-
PPAN- OSF	-	170,459	-	(82,573)	(2,922)	84,964
Flemish Government	37,069	-	-	(34,182)	(2,887)	-
DROSOS FOUNDATION	65,424	65,514	-	(115,574)	11,204	26,568
Ministry of Culture	45,000	-	-	-	-	45,000
MAP 2020	144,134	325,934	(17,066)	(307,750)	24,949	170,201
Clowns without Borders Sweden	-	69,916	-	(74,042)	4,126	-
Présence et Action Culturelles (PAC)	-	47,469	-	(47,469)	-	-
Erasmus Plus Program through Zaltimbang	25,741	14,091	-	-	3,463	43,295
A M Qattan Foundation	93,515	-	(10,385)	(91,445)	8,315	-
	<u>640,358</u>	<u>1,036,262</u>	<u>(62,633)</u>	<u>(1,296,015)</u>	<u>52,056</u>	<u>370,028</u>

6- OTHER CURRENT ASSETS

	2022	2021
Employees receivable	8,100	13,500
Prepaid expenses	436	-
Partner receivable- advances	-	16,815
Employees custody	3,000	2,835
Other	-	238
	<u>11,536</u>	<u>33,388</u>

7- FIXED ASSETS, NET

	Furniture & Equipment	Renovated Old Building	Improvements	Cars	Computers & System	Total
Cost						
Beginning balance	950,519	606,374	47,021	-	55,627	1,659,541
Additions	71,049	-	-	180,000	-	251,049
	<u>1,021,568</u>	<u>606,374</u>	<u>47,021</u>	<u>180,000</u>	<u>55,627</u>	<u>1,910,590</u>
Accumulated Depreciation						
Beginning balance	704,593	384,259	31,941	-	39,683	1,160,476
Charge for the year	77,159	60,637	4,502	23,060	7,473	172,831
	<u>781,752</u>	<u>444,896</u>	<u>36,443</u>	<u>23,060</u>	<u>47,156</u>	<u>1,333,307</u>
Net book value						
At December 31, 2022	<u>239,816</u>	<u>161,478</u>	<u>10,578</u>	<u>156,940</u>	<u>8,471</u>	<u>577,283</u>
At December 31, 2021	<u>245,926</u>	<u>222,115</u>	<u>15,080</u>	<u>-</u>	<u>15,944</u>	<u>499,065</u>

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Notes to the Financial Statements – continued
(All amounts in NIS)

8- ACCRUED EXPENSES AND OTHER ACCOUNTS PAYABLE

	<u>2022</u>	<u>2021</u>
Accrued expenses	6,179	6,873
Accounts payable - partners	31,881	-
Others	-	738
	<u>38,060</u>	<u>7,611</u>

9- PROVISION FOR END OF SERVICE INDEMNITY

Movement of this account is as follows:

	<u>2022</u>	<u>2021</u>
Beginning balance	227,860	159,180
Additions during the year	68,680	68,680
Payments during the year	-	-
Year-end balance	<u>296,540</u>	<u>227,860</u>

10- TEMPORARILY RESTRICTED NET ASSETS

This schedule comprises of temporarily restricted net assets subject to donors' restrictions. These amounts represent excess of donations pledged over expenditures incurred to satisfy the purposes of funding stipulated by the donors. Movements of such account for year 2022 are as follows:

	Balance January 1, 2022	Addition during the year	Expenses including assets	Temp. restricted		Balance December 31, 2022
				Adjustment	Currency Variance	
Caritas	213,922	342,879	(295,110)	-	-	261,691
PPAN- OSF	-	170,459	(83,697)	-	-	86,762
Flemish Government	53,644	-	(48,133)	-	(5,511)	-
DROSOS FOUNDATION	67,681	65,514	(138,926)	-	5,731	-
MAP 2020	139,584	325,934	(246,156)	(17,066)	-	202,296
Clowns without Borders Sweden	-	41,536	(34,756)	-	-	6,780
Présence et Action Culturelles (PAC)	-	47,469	(48,552)	-	1,083	-
Erasmus Plus Program through Zaltimbang	12,985	14,091	(25,856)	-	(1,220)	-
A M Qattan Foundation	129,772	-	(127,202)	(10,385)	7,815	-
	<u>617,588</u>	<u>1,007,882</u>	<u>(1,048,388)</u>	<u>(27,451)</u>	<u>7,898</u>	<u>557,529</u>

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Notes to the Financial Statements – continued
(All amounts in NIS)

11- GRANTS AND DONATIONS

	<u>2022</u>	<u>2021</u>
Caritas	295,110	203,084
PPAN-OSF	83,697	106,567
Flemish Government	48,133	60,831
DROSOS FOUNDATION	138,926	375,318
A M Qattan Foundation	127,202	-
MAP 2020	246,156	184,294
Clowns without Borders Sweden	34,756	8,173
Présence et Action Culturelles (PAC)	48,552	76,731
Erasmus Plus Program through Zaltimbang	25,856	24,702
Spanish Agency for International Development Cooperation (AECID) through NOVACT	-	44,447
DHIP	-	8,186
	<u>1,048,388</u>	<u>1,092,333</u>

12- OTHER DONATIONS

	<u>2022</u>	<u>2021</u>
Friends of PCS	51,063	58,275
Klaprozen voor Vrede- Popies	37,756	42,207
ACCADEMIA NAZIONALE DI DANZA	19,278	-
Donations and contributions from Circus students	54,362	83,294
Présence et Action Culturelles (PAC)	121,933	-
LunchGood	16,683	-
ZAVOD SALESIANUM -Sakala Circus	13,132	-
PROVINCE DE HAINAUT- BRUSSELS	-	6,968
Caritas	47,325	-
Clowns Sans Frontieres	20,614	-
GIZ	11,615	-
Direction financière de la Province du Hainaut	10,758	-
Sziget Cultural Management Ltd	9,959	-
Sorin Sirkus ry	5,562	-
Caroline Finke Lstein	3,321	-
Tampereen Korkeakouluasatio SR	3,265	-
ServiceBureau Jugendinformation	2,755	-
Donations from private sector and individuals	619,817	53,270
Italian Agency for Development Cooperation (AICS)	-	69,316
Al Quds bank	19,072	18,610
Palestinian Performing Art Network (PPAN)	5,589	15,699
Charlie Wheeler	-	8,462
The Parent Theatre Group	-	7,970
Palestina solidariteit VZW	-	1,938
Cirkus in Beweging VZW	-	1,107
	<u>1,073,859</u>	<u>367,116</u>

**Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022**

**Notes to the Financial Statements – continued
(All amounts in NIS)**

13- EXPENSES

	CARITAS	Clowns without Borders Sweden (CWB)	Drosos Foundation	Flanders government / Flemish government	Open Society Foundations (OSF)	Présence et Action Culturelles (PAC)	Zaltimbanq	A M Qattan Foundation	Medical Aid for Palestinians (MAP)	PCS General Fund	Grand Total 2022	Grand Total 2021
Salaries & related benefits*	235,441	23,794	52,352	28,726	83,697	-	5,050	27,626	157,282	339,387	953,355	908,562
Building & land improvement expense	-	868	-	-	-	1,510	-	-	-	10,378	12,756	4,250
Costumes,decor and props expense	-	-	-	-	-	-	-	600	-	500	1,100	2,223
Travel insurance expense	-	-	-	-	-	-	-	-	-	-	-	517
Currency variances expense	-	-	285	-	-	-	-	6,896	-	718	7,899	3,911
Accommodation expense	-	840	-	-	-	-	-	-	-	38,141	38,981	29,295
Advertising, promotion, publication, printing etc.	-	-	-	-	-	-	-	-	-	29,318	29,318	2,988
Artists fees	-	-	2,470	-	-	6,625	-	21,431	-	240,748	271,274	68,570
Auditing fees	-	-	-	-	-	-	-	-	-	4,500	4,500	4,500
Building & equipment insurance expense	-	-	-	-	-	-	-	-	-	-	-	1,000
Circus equipment & materials expense	4,791	-	-	-	-	-	-	-	7,820	6,309	18,920	23,351
Civil liability insurance	-	-	-	-	-	-	-	-	-	-	-	-
Cleaning expense	2,730	-	-	-	-	-	-	-	11,490	1,740	15,960	16,800
Consumables expense	2,739	-	700	1,405	-	-	-	263	-	5,847	10,954	9,840
Electricity expense	-	518	-	-	-	5,430	-	-	6,131	2,344	14,423	11,537
Fuel expense	1,750	60	-	460	-	-	-	-	-	8,857	11,127	685
Transportation expenses	3,332	1,731	3,549	838	-	560	-	2,141	300	23,143	35,594	35,111
Gifts expense	-	-	-	-	-	-	-	-	-	651	651	235
Insurance expenses	29,258	182	8,231	1,534	-	3,914	406	-	-	31,928	75,453	34,483
Interest & bank charges	19	141	-	-	-	42	-	-	339	2,581	3,122	2,503
International accomodation expense	-	-	-	-	-	-	1,513	-	-	6,209	7,722	335
Maintenance expense	-	-	-	-	-	-	-	-	-	12,293	12,293	3,858
Materials expense	-	-	-	-	-	-	-	-	-	6,462	6,462	1,061
Medical expense	-	323	-	-	-	-	-	-	-	2,169	2,492	3,469
Meetings hospitality &meals expense	3,816	1,180	-	-	-	-	-	673	950	34,768	41,387	31,730
Membership fees	321	-	-	-	-	-	-	-	-	4,331	4,652	5,152

Palestinian Circus Association
Financial Statements for the Year Ended December 31, 2022

Notes to the Financial Statements – continued
(All amounts in NIS)

13- EXPENSES- continued

	CLOWNS without Borders Sweden (CWB)	DROSOS Foundation	Flanders government / Flemish government	Open Society Foundations (OSF)	Présence et Action Culturelles (PAC)	Zalimbanq	A M Qattan Foundation	Medical Aid for Palestinians (MAP)	PCS General Fund	Grand Total 2022	Grand Total 2021
Office equipment & materials expense	65	-	-	-	2,200	-	-	-	(2,265)	-	660
Office supplies	-	-	-	-	515	-	-	-	2,283	2,798	1,764
Per diems	-	-	-	-	-	-	-	6,534	6,950	13,484	9,326
Promotion and marketing	300	5,621	-	-	-	780	-	-	9,762	16,463	24,092
Rental expense	2,300	-	-	-	-	-	-	-	1,844	4,144	20,250
Stationary expense	80	657	-	-	417	-	-	-	2,339	3,493	4,594
Subscription fees	648	-	2,205	-	-	-	-	-	578	3,431	5,758
Telecommunication expense	947	549	-	-	2,338	-	-	1,521	4,878	10,559	9,688
Training expense	3,507	1,965	-	-	-	-	-	16,947	4,332	29,272	34,965
Translation expense	610	-	-	-	-	-	1,500	-	790	2,900	1,173
Travel cost, flight tickets	-	62,547	11,726	-	24,101	18,887	-	36,842	100,652	256,200	22,174
Visa expense	1,101	-	1,239	-	-	-	-	-	4,085	5,324	421
Water expense	237	-	-	-	-	-	-	-	2,992	4,330	4,584
Cars maintenance expense	700	-	-	-	-	-	-	-	-	1,145	-
Consultant fees	-	-	-	-	-	-	-	-	-	3,714	-
Light & sound design expense	-	-	-	-	-	-	-	-	5,000	5,000	-
Grant expense	-	-	-	-	-	-	65,292	-	-	65,292	-
Car license	800	-	-	-	-	-	-	-	-	800	-
Other expenses	-	-	-	-	-	-	-	-	-	-	722
Circus equipment transportation	-	-	-	-	-	-	-	-	-	-	800
Hospitality expenses	-	-	-	-	-	-	-	-	-	-	4,417
Material shipping & clearing expenses	-	-	-	-	-	-	-	-	-	-	570
Equipment maintenance	-	-	-	-	-	-	-	-	-	-	880
Students insurance expense	-	-	-	-	-	-	-	-	-	-	19,359
Trainers transportation	-	-	-	-	-	-	-	-	-	-	14,011
Total expenses	295,110	34,756	138,926	48,133	47,652	25,856	127,202	246,156	961,256	2,008,744	1,386,731