

**Palestinian Circus Association**  
**(Non- Governmental Organization)**

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**Independent Auditor's Report and Financial Statements**

**31 December 2023**

**Palestinian Circus Association  
Berzeit Ramallah- Palestine**

**Table of Contents**

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Independent Auditor’s Report.....	3
Independent Auditor’s Report (Cont.).....	4
Statement of Financial Position.....	5
Statement of Activities.....	6
Statement of Changes in Net Assets.....	7
Statement of Cash Flows.....	8
Notes to the Financial Statements.....	9

## **Independent Auditor's Report**

**To the Board of Trustees of  
Palestinian Circus Association  
Berzeit Ramallah– Palestine**

### ***Opinion***

We have audited the financial statements of **Palestinian Circus Association (Not for Profit Centre)**, which comprise the statement of financial position as at **December 31, 2023**, and the statement of activities, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at **December 31, 2023**, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

### ***Basis for Opinion***

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the association in accordance with the ethical requirements that are relevant to our audit of the financial statements in areas under the jurisdiction of Palestinian Authority, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### ***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial 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 related 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.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

### ***Auditors' Responsibilities 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 auditors' 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.

**Independent Auditor’s Report (Cont.)**

***Auditors’ Responsibilities for the Audit of the Financial Statements(cont.)***

As part of an audit in 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 auditors’ 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 auditors’ 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, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

**Other matters**

The Financial Statements for “**Palestinian Circus Association**” as of 31 December 2023 have been audited by another auditor who issued an unqualified audit opinion dated 13/05/2023 on the Financial Statements for the period ended from 01/01/2023 till 31/12/2023.

**AlShayeb Auditing & Accountancy Co.**  
 Independent Member of Geneva Group International  
**Jamal Abu Farha**  
 Engagement Partner

**Bethlehem**  
 23 March 2024

  
**Jamal AlShayeb Abu Farha**  
 C.P.A  
 Licence No: 106/2017

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Statement of Financial Position**  
(All amounts are in NIS)

	<u>Note</u>	<u>December 31,2023</u>	<u>December 31,2022</u>
<b><u>Assets</u></b>			
<b>Current Assets</b>			
Cash and Cash equivalents	3	1,722,619	2,501,769
Pledges receivable	4	682,435	370,028
Other current assets	5	74,063	11,536
<b>Total Current Assets</b>		<b>2,479,117</b>	<b>2,883,333</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment- Net	6	597,575	577,283
<b>Total Non-Current Assets</b>		<b>597,575</b>	<b>577,283</b>
<b>Total Assets</b>		<b>3,076,692</b>	<b>3,460,616</b>
<b><u>Liabilities and Net Assets</u></b>			
<b>Current Liabilities</b>			
Accrued expenses and other Payable accounts	7	8,782	38,060
<b>Total Current Liabilities</b>		<b>8,782</b>	<b>38,060</b>
<b><u>Non-Current Liabilities</u></b>			
Employees' Severance Pay Benefits	8	390,470	296,540
<b>Total Non-current Liabilities</b>		<b>390,470</b>	<b>296,540</b>
<b>Total Liabilities</b>		<b>399,252</b>	<b>334,600</b>
<b>Net Assets</b>			
Net Assets Unrestricted		2,280,807	2,568,487
Temporarily restricted net assets for Projects		396,632	557,529
<b>Total Net Assets</b>		<b>2,677,440</b>	<b>3,126,016</b>
<b>Total Liabilities and Net Assets</b>		<b>3,076,692</b>	<b>3,460,616</b>

The accompanying notes constitute an integral part of the financial statements.



Chairman, Board of Directors



Treasurer



**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Statement of Activities**

(All amounts are in NIS)

	Note	2023	2022
<b>Changes in unrestricted net assets</b>			
<b>Grants &amp; Donations</b>			
In-Kind Contribution		80,676	241,949
Membership Fees		950	1,370
Donations , Subsidies and others	9	388,828	1,073,859
Net assets released from temporary restriction	10	1,191,185	1,048,388
<b>Total Unrestricted Grants and Donations</b>		<b>1,661,638</b>	<b>2,365,567</b>
<b>Expenditures</b>			
Projects Expenses	11	1,087,621	1,047,488
General and administrative expenses	12	661,828	961,256
Depreciation	6	179,198	172,831
Currency differential, net		20,671	(271,937)
<b>Total expenses and the Unrestricted Net Assets</b>		<b>1,949,318</b>	<b>1,909,638</b>
<b>Changes in Net Assets</b>		<b>(287,680)</b>	<b>455,929</b>
<b>Changes in Temporary restricted net assets</b>			
Additions on Temporarily restricted Grants and Donations	10	999,499	1,007,881
Released from Temporarily Restricted Net Assets	10	(1,191,185)	(1,048,388)
Adjustments		-	(27,452)
Currency differentials, net		30,789	7,899
<b>Changes in the Temporary Restricted Net Assets</b>		<b>(160,897)</b>	<b>(60,060)</b>
<b>Total Changes in Net Assets for the year</b>		<b>(448,576)</b>	<b>395,869</b>

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

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**Statement of Changes in Net Assets**

(All amounts are in NIS)

	<b>Unrestricted Net Assets</b>	<b>Temporarily Used for projects</b>	<b>Total</b>
<b>Net Assets as of December 31, 2021</b>	<b>2,147,741</b>	<b>617,588</b>	<b>2,765,329</b>
Prior Year Adjustments	(35,182)	-	(35,182)
Changes in Net Assets for the year	455,928	(60,059)	395,869
<b>Net Assets as of December 31, 2022</b>	<b>2,568,487</b>	<b>557,529</b>	<b>3,126,016</b>
Changes in Net Assets for the year	(287,680)	(160,897)	(448,576)
<b>Net Assets as of December 31, 2023</b>	<b>2,280,807</b>	<b>396,632</b>	<b>2,677,440</b>

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Statement of Cash Flows**

(All amounts in NIS)

	<b>2023</b>	<b>2022</b>
	<b>NIS</b>	<b>NIS</b>
<b>Cash Flows from Operating Activities</b>		
Changes in net assets for the year	(448,576)	395,869
<b>Adjustments to Reconcile Current Year Changes in Net Assets with cash flow from Operating Activities:</b>		
Depreciation	179,198	172,831
Prior Year Adjustments		(35,182)
Decrease (Increase) in pledges receivable	(312,407)	270,330
(Increase) in other current assets	(62,527)	21,852
Increase in accounts payable and accrued expenses	(29,278)	30,449
Increase ( Decrease) in accumulated employees' severance	93,930	68,680
<b>Net Cash Provided by Operating Activities</b>	<b>(579,660)</b>	<b>924,829</b>
<b>Cash Flows from Investing Activates</b>		
Acquisition of property, plant and equipment	(199,490)	(251,049)
<b>Net Cash (Used in) Investing Activities</b>	<b>(199,490)</b>	<b>(251,049)</b>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(779,150)</b>	<b>673,780</b>
Cash and cash equivalents at the beginning of the year	2,501,769	1,827,989
<b>Cash and Equivalents at the end of Year</b>	<b>1,722,619</b>	<b>2,501,769</b>



**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Notes to the Financial Statements**

(All amounts in NIS)

**Note (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.

**Note (2) Significant Accounting Policies**

The financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS).

The following significant accounting policies are adopted by the Association:

**a) Cash and Banks**

For the purpose of the preparation of the statement of cash flows, cash and banks consist of cash on hand and bank balances.

**b) Pledges receivable**

Represents amounts receivable from donors upon signed agreement, including the equivalent amount spent on projects before the receipts of grants.

**c) Revenue Recognition**

Donor's unconditional pledges are those pledges where the donor does not specify prerequisites that have to be carried out by the recipient before obtaining the fund. The recognition of the revenue from grants is limited to the extent of payments for the projects in accordance with signed agreements with the donors. Donations received in excess of payments for the projects are restricted as temporarily restricted net assets in the statement of financial position.

**d) Estimates and assumptions**

Financial statements contain some estimates made by management relating to the assets and liabilities as at the date of the statement of financial position, and the others are reflected as income in the statement of activities for the year. Actual results may differ from the estimates approved by management. Estimates used in the preparation of financial statements include depreciation rates of Property, Plants & Equipment and other provisions.

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Notes to the Financial Statements (continued)**

(All amounts in NIS)

**e) Property, Plant and Equipment**

Property, Plants & Equipment are recorded at original cost price less accumulated depreciation and any impairment in value. Cost minus the residual value of the property, plant and equipment is depreciated annually according to the straight-line method over the estimated useful life of the assets.

Annual depreciation rates used are:

<b>Furniture &amp; Equipment</b>	20-30%
<b>Building Renovation</b>	10%
<b>Improvements</b>	10%
<b>Computers</b>	20%
<b>Cars</b>	14%

Property, plant and equipment related to the programs ad restricted projects, are recorded as an expense at the time of purchase and subsequently are reclassified as property, plant and equipment in the statement of financial position at the end of the year.

**f) Contingencies**

Contingencies are recognized if there is any obligation against the Association (legal or constructive) arising from past events and the potential cost to settle the obligation, and can also be measured objectively.

**g) Accumulated Employees' Severance Pay Benefits**

Provision is made for employees' severance pay benefits at the end of their services are provided for in accordance with the Palestinian labor laws, by accruing of one month's salary for each year of service based on the last salary paid to cover future liabilities.

**h) Unrestricted net assets**

Unrestricted net assets will be used by PALESTINIAN CIRCUS ASSOCIATION that are not restricted by the donor.

**i) Temporarily restricted net assets**

Temporarily restricted net assets will be used by PALESTINIAN CIRCUS ASSOCIATION, restricted by the donor under the terms of the agreement, and which terminate with the passage of time or the completion of the purpose as required by the donor.

**j) Income tax**

The Association is exempt of income tax, being registered as a non-profit organization.

**k) Foreign currency differentials**

PALESTINIAN CIRCUS ASSOCIATION maintains accounting records in NIS, while the balances expressed in terms of other currencies are translated into NIS as follows:

- Financial transactions that are expressed in currencies other than the NIS are translated to NIS according to the exchange rate prevailing at the date of the transaction.
- Assets and liabilities expressed in terms of other foreign currencies and presented in the statement of financial position are reported according to the prevailing exchange rate against the NIS as of December 31 (year-end).
- Currency differentials arising from the translation of balances at the end of the year are reflected in the statement of activities.

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Notes to the Financial Statements (continued)**

(All amounts in NIS)

Exchange rates prevailing at the date of the Statement of Financial Position were as follows:

	<u>Dec 31, 2023</u>	<u>Dec 31, 2022</u>
USD	3.596	3.516
EUR	3.968	3.753

**(L)- Impairment of tangible assets**

At each balance sheet date, the Institution reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets suffered impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognized immediately in profit and loss, unless the relevant asset is carried at the revalued amount, in which case the impairment loss is treated as a revaluation loss.

**Note (3) Cash and cash equivalents**

Cash and cash equivalents consist of:

	<u>F.C</u>	<u>December 31,2023</u>	<u>December 31,2022</u>
Cash on hand	442	2,579	14,000
Petty Cash Custody - Administration	-	5,000	5,000
Petty Cash Custody - Trainers	-	3,000	3,000
Check box	-	20,024	17,594
TNB - End of service - NIS - 1002166999	-	390,596	68,011
TNB - MAP - NIS - 1004822346	-	58,246	89,918
TNB - General - NIS - 1002167049	-	88,962	530,467
Al Quds bank - General - NIS - 8008442	-	336	89
TNB - General - USD - 1002167022	79,826	287,024	296,124
Al Quds bank - Time deposit - USD 0487/8008442/0	200,000	719,120	703,166
TNB - MAP - USD - 1004822303	-	-	54,369
Al Quds bank - General- USD - 8008442	18,523	66,601	43,735
TNB - EOSB - USD - 1006128269	-	-	251,991
TNB - General - Euro - 1002167014	35,825	142,163	479,934
Outstanding Checks		(61,032)	(55,629)
		<u>1,722,619</u>	<u>2,501,769</u>

\*Cash at banks designated for the Employees' Provident Fund and Accumulated Severance Pay Benefits at the end of service, are deposited in a separate bank account to cover future liability.

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Notes to the Financial Statements (continued)**

(All amounts in NIS)

**Note (4) Pledges receivable**

Pledges receivable consist of grants pledged but not received by the year-end:

	<b>Beginning Balance</b>	<b>Additions During the Year</b>	<b>Amount received During the year</b>	<b>Currency Exchange Diff.</b>	<b>Ending Balance</b>
CARITAS	0	412,235	-	(15,410)	396,825
Open Society Foundations ( OSF)	84,964	-	(89,405)	4,441	0
Flanders government / Flemish government	(0)	-	-	-	(0)
Drosos Foundation	26,568	-	-	(26,568)	0
Ministry of culture	45,000	-	-	-	45,000
Medical Aid for Palestinians ( MAP)	170,201	109,439	(249,315)	12,736	43,061
Clowns without Borders Sweden ( CWB)	-	134,016	(47,704)	(1,839)	84,473
Presence et Action Culturelles - PAC	-	71,419	-	-	71,419
Zaltimbanq	43,295	-	(45,741)	2,446	0
DHIP	-	107,315	(110,472)	3,157	-
Circusatelier Circolito vzw - Erasmus	-	120,247	(117,480)	(2,767)	(0)
Red Noses international	-	44,829	-	(3,172)	41,658
<b>Total</b>	<b>370,028</b>	<b>999,499</b>	<b>(660,117)</b>	<b>(26,975)</b>	<b>682,435</b>

**Note (5) Other current assets**

	<b>December 31,2023</b>	<b>December 31,2022</b>
Employee Receivables	61,000	8,100
Prepaid Expenses	424	436
Employee Custody	12,639	3,000
	<b>74,063</b>	<b>11,536</b>

**Note (6) Property, Plant and Equipment, Net**

Property, Plant and Equipment, Net consist of:

	<b>Furniture &amp; Equipment</b>	<b>Renovated Old building</b>	<b>Building Improvements</b>	<b>Vehicles</b>	<b>Compusters &amp; System</b>	<b>2023</b>	<b>2022</b>
<b>Cost</b>							
Beginning Balance	1,021,568	606,374	47,021	180,000	55,627	1,910,590	1,659,541
Additions	155,594	-	-	12,350	31,546	199,490	251,049
	<b>1,177,162</b>	<b>606,374</b>	<b>47,021</b>	<b>192,350</b>	<b>87,173</b>	<b>2,110,080</b>	<b>1,910,590</b>
<b>Accumulated Depreciation</b>							
Opening Balance	781,752	444,896	36,443	23,060	47,156	1,333,307	1,160,476
Depreciation	73,208	65,786	4,502	25,849	9,854	179,198	172,831
	<b>854,960</b>	<b>510,682</b>	<b>40,945</b>	<b>48,909</b>	<b>57,010</b>	<b>1,512,505</b>	<b>1,333,307</b>
<b>Net book value at year end</b>	<b>322,202</b>	<b>95,692</b>	<b>6,076</b>	<b>143,441</b>	<b>30,163</b>	<b>597,575</b>	<b>577,283</b>

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Notes to the Financial Statements (continued)**

(All amounts in NIS)

**Note (7) Accounts payable and accrued expenses**

Accounts payable and accrued expenses consist of:

	<u>December 31,2023</u>	<u>December 31,2022</u>
Accrued Expenses	8,782	6,179
Accounts payables	(0)	31,881
	<u>8,782</u>	<u>38,060</u>

**Note (8) Employees' Severance Pay Benefits**

Accumulated Employees' severance Pay Benefits consists of:

	<u>December 31,2023</u>	<u>December 31,2022</u>
Beginning Balance	296,540	227,860
Provision for severance benefits during the year	108,858	68,680
Payment of severance benefits during the year	(14,928)	-
<b>Ending Balance</b>	<u><b>390,470</b></u>	<u><b>296,540</b></u>

PALESTINIAN CIRCUS ASSOCIATION has maintained a restricted bank account to finance the Accumulated Employees' Severance Pay Benefits at the end of their service.

**Note (9) Donations , Subsidies and others**

	<u>December 31,2023</u>	<u>December 31,2022</u>
Donation from private sector/ Individuals & groups	127,786	619,818
Presence et Action Culturelles - PAC	-	121,933
Donations and contributions from Circus students	43,677	54,362
Friends of the Palestinian Circus School	-	51,063
Caritas	18,002	47,325
Klaprozen voor vrede - Popies	-	37,756
Clowns Sans Frontieres	-	20,614
ACCADEMIA NAZIONALE DI DANZA	-	19,278
Al Quds bank	20,401	19,072
LunchGood	-	16,683
ZAVOD SALESIANUM - Sakala Circus	-	13,132
GIZ	-	11,615
Direction financière de la Province du Hainaut	-	10,758
Sziget Cultural Management Ltd	-	9,959
Palestinian performing art network (PPAN)	-	5,589
Sorin Sirkus ry	-	5,562
Caroline Finke Lstein	-	3,321
Tampereen Korkeakoulusaatio SR	-	3,265
ServiceBureau Jugendinformation	-	2,755
Teatronas	92,370	-
Humanity & Inclusion	38,400	-
Media Pack	15,620	-
British Consulate General	10,255	-
Project Hope	5,655	-
Cirkus in Beweging vzw	5,300	-
Train Theatre	4,300	-
Weltworts South - North	3,600	-
ASSOCIACIÓ CIUTADANA MOSTRA	-	-
VIVA DEL MEDITERRANI	3,462	-
	<u><b>388,828</b></u>	<u><b>1,073,859</b></u>

**Palestinian Circus Association**  
**Financial Statements for the Year Ended 31 December 2023**

**Note (10) Net assets released from temporary restriction**

**Grants & Donations :**

	<u>December 31,2023</u>	<u>December 31,2022</u>
Caritas	425,269	295,110
Palestinian performing art network (PPAN)	85,450	83,697
Flanders government / Flemish government	-	48,133
Drosos Foundation	-	138,926
A M Qattan Foundation	-	127,202
Medical Aid for Palestinians ( MAP)	345,235	246,156
Clowns without Borders Sweden ( CWB)	27,109	34,756
Presence et Action Culturelles - PAC	73,021	48,552
Circusatelier Circolito vzw - Erasmus	113,851	25,856
DHIP	111,290	-
Red Noses international	9,960	-
	<u>1,191,185</u>	<u>1,048,388</u>

**Net assets released from temporary restriction :**

	<u>Beginning Balance</u>	<u>Additions During the Year</u>	<u>Expenditures</u>	<u>Net assets Released from Restriction</u>	<u>Currency Exchange Diff.</u>	<u>Ending Balance</u>
CARITAS	261,692	412,235	(425,269)	(425,269)	4,985	253,644
Open Society Foundations ( OSF)	86,762	-	(85,450)	(85,450)	(1,311)	0
Medical Aid for Palestinians ( MAP)	202,295	109,439	(345,235)	(345,235)	32,638	(864)
Clowns without Borders Sweden ( CWB)	6,780	134,016	(27,109)	(27,109)	(1,533)	112,154
Presence et Action Culturelles - PAC	-	71,419	(73,021)	(73,021)	1,602	(0)
DHIP	-	107,315	(111,290)	(111,290)	3,975	(0)
Circusatelier Circolito vzw - Erasmus	-	120,247	(113,851)	(113,851)	(6,396)	(0)
Red Noses international	-	44,829	(9,960)	(9,960)	(3,172)	31,698
<b>Total</b>	<b>557,529</b>	<b>999,499</b>	<b>(1,191,185)</b>	<b>(1,191,185)</b>	<b>30,789</b>	<b>396,632</b>

Palestinian Circus Association  
Financial Statements for the Year Ended 31 December 2023

**Note (10) Functional Expenses- General & Projects Expenses -2023**  
(All amounts in NIS)

Expenses Type	CARITAS	Circusateller Circolito vzw- Erasmus	Clowns without Borders Sweden	DHIP	Red Noses International	Medical Aid for Palestinians	Open Society Foundations	Présence et Action Culturelles	Total Projects Expenses 2023	PCS General Fund- Note (12)	For The Period Ended 2023
Fixed Assets	-	-	-	-	-	89,870	-	13,694	103,564	95,926	199,490
Salaries & Related Benefits	367,394	36,934	13,520	82,357	-	153,424	85,450	-	739,079	186,878	925,956
Severance pay expenses	-	-	-	-	-	-	-	-	-	108,860	108,860
Employees Rewards	-	-	-	-	-	-	-	-	-	16,586	16,586
Taxes Expenses	-	-	-	-	-	-	-	-	-	25,440	25,440
Accommodation Expense	-	41,588	-	-	-	18,060	-	56,382	116,030	2,340	118,370
Travel Cost, flight tickets	399	-	4,715	-	-	-	-	-	5,114	74,209	79,323
Insurance Expenses	15,148	-	384	-	-	-	-	-	15,532	54,655	70,187
Artists fees	-	-	-	21,521	9,960	-	-	-	31,481	32,192	63,673
Meetings Hospitality & meals expense	4,357	3,061	-	-	-	20,880	-	-	28,298	12,938	41,236
Building & Land Improvement expense	10,340	-	-	-	-	-	-	-	10,340	15,430	25,770
Training Exp	10,059	-	3,362	-	-	8,229	-	-	21,650	2,360	24,010
Promotion and marketing	-	4,760	1,681	3,722	-	-	-	-	10,163	11,942	22,105
Transportation Expenses	5,998	1,854	-	3,690	-	-	-	-	11,542	7,991	19,533
Electricity Expense	4,264	-	-	-	-	12,617	-	-	16,881	1,644	18,525
Circus Equipment & Materials Expense	-	-	580	-	-	10,054	-	2,945	13,579	3,913	17,492
Cleaning Expense	303	1,282	1,470	-	-	9,567	-	-	12,622	4,599	17,220
Maintenance Expense	-	-	-	-	-	14,500	-	-	14,500	200	14,700
Telecommunication Exp	963	-	-	-	-	587	-	-	1,549	13,004	14,553
Consumables expense	340	2,300	1,398	-	-	-	-	-	4,038	8,678	12,716
Advertising, promotion, publication etc.	-	6,270	-	-	-	5,036	-	-	11,306	992	12,298
Fuel Expense	875	3,556	-	-	-	-	-	-	4,431	6,486	10,917
Medical Expense	372	2,711	-	-	-	-	-	-	3,083	4,808	7,891
Translation Expense	-	-	-	-	-	-	-	-	-	7,350	7,350
Stationary Expense	732	-	-	-	-	2,150	-	-	2,882	3,916	6,798
Membership Fees Exp	-	-	-	-	-	-	-	-	-	6,659	6,659
Costumes,decor and props expense	-	6,586	-	-	-	-	-	-	6,586	-	6,586
Cars Maintenance Expense	2,425	-	-	-	-	-	-	-	2,425	4,145	6,570
Auditing Fees	-	-	-	-	-	-	-	-	-	6,400	6,400
Per Diems	-	-	-	-	-	-	-	-	-	5,560	5,560
Computers & Software Expense	-	-	-	-	-	-	-	-	-	4,750	4,750
Water Expense	1,300	-	-	-	-	-	-	-	1,300	3,123	4,423
Materials expense	-	-	-	-	-	-	-	-	-	4,110	4,110
Subscription Fees	-	-	-	-	-	-	-	-	-	4,054	4,054
PCS publications design & Printing Exp	-	2,400	-	-	-	-	-	-	2,400	1,508	3,908
Fees For Workers,Service	-	-	-	-	-	-	-	-	-	3,890	3,890
Interest & Bank Charges	-	-	-	-	-	261	-	-	261	2,261	2,521
Consultant Fees	-	-	-	-	-	-	-	-	-	2,407	2,407
Rental Expense	-	-	-	-	-	-	-	-	-	2,193	2,193
Visa Expense	-	-	-	-	-	-	-	-	-	1,503	1,503
Car license	-	-	-	-	-	-	-	-	-	1,000	1,000
Light & Sound Design Expense	-	550	-	-	-	-	-	-	550	-	550
International Accomodation Expense	-	-	-	-	-	-	-	-	-	432	432
Gifts expense	-	-	-	-	-	-	-	-	-	313	313
Other Expense	-	-	-	-	-	-	-	-	-	110	110
<b>Total Projects Expenses</b>	<b>425,269</b>	<b>113,851</b>	<b>27,109</b>	<b>111,290</b>	<b>9,960</b>	<b>255,365</b>	<b>85,450</b>	<b>59,327</b>	<b>1,087,621</b>	<b>661,828</b>	<b>1,749,448</b>
<b>Grand Total Released</b>	<b>425,269</b>	<b>113,851</b>	<b>27,109</b>	<b>111,290</b>	<b>9,960</b>	<b>345,235</b>	<b>85,450</b>	<b>73,021</b>	<b>1,191,185</b>	<b>757,754</b>	<b>1,948,938</b>

**Palestinian Circus Association  
Financial Statements for the Year Ended 31 December 2023**

**Note (11) Functional Expenses- General & Projects Expenses-2022**  
(All amounts in NIS)

Expense Type	CARITAS	Clowns without Borders Sweden (CW/B)	Drosos Foundation	Flanders government / Flemish government	Open Society Foundations (OSF)	Présence et Action Culturelles (PAC)	Zaitimbank	A M Qattan Foundation	Medical Aid for Palestinians (MAP)	PCS General Fund	Grand Total
Salaries & Related Benefits	235,441	23,794	52,352	28,726	83,697	-	5,050	27,626	157,282	250,492	864,460
End of Service Expense	-	-	-	-	-	-	-	-	-	68,680	68,680
Employee Tax Expense	-	-	-	-	-	-	-	-	-	20,215	20,215
Artists fees	-	-	2,470	-	-	6,625	-	21,431	-	240,748	271,273
Travel Cost; flight tickets	-	1,445	62,547	11,726	-	24,101	18,887	-	36,842	100,652	256,200
Insurance Expenses	29,258	182	8,231	1,534	-	3,914	406	-	-	31,928	75,454
grant exp	-	-	-	-	-	-	-	65,292	-	-	65,292
Meetings Hospitality & meals expense	3,816	1,180	-	-	-	-	-	673	950	-	34,768
Accommodation Expense	-	840	-	-	-	-	-	-	-	38,141	38,981
Transportation Expenses	3,332	1,731	3,549	838	-	560	-	2,141	300	23,143	35,594
Advertising, promotion, publication, printing etc.	-	-	-	-	-	-	-	-	-	29,318	29,318
Training Exp	3,507	2,521	1,965	-	-	-	-	-	16,947	4,332	29,271
Circus Equipment & Materials Expense	4,791	-	-	-	-	-	-	-	7,820	6,309	18,920
Promotion and marketing	300	-	5,621	-	-	-	-	780	-	9,762	16,463
Cleaning Expense	2,730	-	-	-	-	-	-	-	11,490	1,740	15,960
Electricity Expense	-	518	-	-	-	5,430	-	-	6,131	2,344	14,423
Per Diems	-	-	-	-	-	1,510	-	-	-	10,378	12,756
Building & Land Improvement expense	-	868	-	-	-	-	-	-	-	12,293	12,293
Maintenance Expense	-	-	-	-	-	-	-	-	-	8,857	11,127
Fuel Expense	1,750	60	700	460	-	-	-	263	-	5,847	10,954
Office Consumables expense	2,739	-	549	1,405	-	-	-	-	-	4,878	10,560
Telecommunication Exp	947	326	285	-	2,338	-	-	6,896	1,521	7,899	17,721
Currency Variances Expense	-	-	-	-	-	-	-	-	-	6,209	6,209
International Accomodation Expense	-	-	-	-	-	-	1,513	-	-	6,462	6,462
Materials expense	-	-	-	-	-	-	-	-	-	4,086	5,324
Visa Expense	-	-	-	1,238	-	-	-	-	-	5,000	5,000
Light & Sound Design Expense	-	-	-	-	-	-	-	-	-	4,331	4,652
Membership Fees Exp	321	-	-	-	-	-	-	-	-	4,500	4,500
Auditing Fees	-	-	-	-	-	-	-	-	-	2,992	4,330
Water Expense	1,101	237	-	-	-	-	-	-	-	1,844	4,144
Rental Expense	2,300	-	-	-	-	-	-	-	-	3,714	3,714
Consultant Fees	-	-	-	-	-	-	-	-	-	2,339	3,493
Stationary Expense	-	80	657	-	-	417	-	-	-	578	3,431
Subscription Fees	648	-	-	2,205	-	-	-	-	-	2,581	3,122
Interest & Bank Charges	19	141	-	-	42	-	-	1,500	339	790	2,900
Translation Expense	610	-	-	-	-	-	-	-	-	2,283	2,798
Office Supply	-	-	-	-	-	515	-	-	-	2,169	2,492
Medical Expense	-	323	-	-	-	-	-	-	-	-	1,145
Cars Maintenance Expense	700	445	-	-	-	-	-	600	-	500	1,100
Costumes, decor and props expense	-	-	-	-	-	-	-	-	-	-	800
Car license	800	-	-	-	-	-	-	-	-	-	800
Gifts expense	-	-	-	-	-	-	-	-	-	651	651
Office Equipment & Materials Expense	-	65	-	-	-	2,200	-	-	-	-	-
<b>Total Expense</b>	<b>295,110</b>	<b>34,756</b>	<b>138,926</b>	<b>48,133</b>	<b>83,697</b>	<b>47,652</b>	<b>25,856</b>	<b>127,202</b>	<b>246,156</b>	<b>961,255</b>	<b>2,008,743</b>
Purchase Of Fixed Assets	-	-	-	-	900	-	-	-	-	-	250,049
<b>Grand Total</b>	<b>295,110</b>	<b>34,756</b>	<b>138,926</b>	<b>48,133</b>	<b>83,697</b>	<b>48,552</b>	<b>25,856</b>	<b>127,202</b>	<b>246,156</b>	<b>1,211,404</b>	<b>2,259,792</b>



**Notes to the Financial Statements (continued)**

(All amounts in NIS)

**Note (12) Risk management**

**Interest rate risk**

Interest rate risk is the risk that the value of financial instruments fluctuates due to changes in interest rates prevailing in the market. The Association is subject to fluctuations in interest rates on liabilities, if any.

**Credit risk**

Credit risk is the risk that one of the parties fails to fulfill the obligations and will cause the other party to incur a financial loss. At the balance sheet date, no credit risk was identified.

**Currency risk**

The Association is subject to the fluctuation in foreign exchange rates through its activities. The Association did not take significant transactions in foreign currencies other than New Israeli Shekel (NIS) and the U.S. dollar during the year. In addition, the Centre does not hedge its currency exposure by means of hedging financial instruments.

**Other risk factors**

The Association is located in Palestine and work in an environment where a high risk in the political and economic field, which may increase the risk of the Association's operational and thus influence the Association in a negative way.

**Note (13) Fair values of financial instruments**

Fair value is the amount by which the exchange assets or financial liabilities that are settled between knowledgeable, willing parties in fair deals. Financial instruments comprise financial assets and financial liabilities.

Financial assets consist of the Association of the cash and balances with banks and grants receivables. While financial liabilities consist of accounts payable.

The fair value of financial instruments is not significantly different from the book value at the balance sheet date.

**Note (14)-Comparative Figures**

Certain prior-year amounts have been reclassified to conform with the presentation in the current year.

-The foregoing Notes to Financial Statement Constitute an integral part of these statements.