

Palestinian Circus Association
(Non- Governmental Organization)

Independent Auditor's Report and Financial Statements

31 December 2025

**Palestinian Circus Association
Berzeit Ramallah- Palestine**

Table of Contents

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 Association)**, which comprise the statement of financial position as at **December 31, 2025**, 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, 2025**, 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.

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

Bethlehem
 22 February 2026


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

Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

Statement of Financial Position
 (All amounts are in NIS)

	<u>Note</u>	<u>December 31,2025</u>	<u>December 31,2024</u>
<u>Assets</u>			
Current Assets			
Cash and Cash equivalents	3	2,442,338	2,260,037
Pledges receivable	4	1,883,376	3,338,352
Other current assets	5	69,780	53,978
Total Current Assets		4,395,495	5,652,367
Non-Current Assets			
Property, Plant and Equipment- Net	6	542,319	467,136
Total Non-Current Assets		542,319	467,136
Total Assets		4,937,814	6,119,503
<u>Liabilities and Net Assets</u>			
Current Liabilities			
Accrued expenses and other Payable accounts	7	95,723	9,763
Total Current Liabilities		95,723	9,763
Non-Current Liabilities			
Employees' Severance Pay Benefits	8	719,932	437,114
Total Non-current Liabilities		719,932	437,114
Total Liabilities		815,656	446,877
Net Assets			
Net Assets Unrestricted		1,829,233	2,176,911
Temporarily restricted net assets for Projects		2,292,925	3,495,716
Total Net Assets		4,122,158	5,672,627
Total Liabilities and Net Assets		4,937,814	6,119,504

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

Chairman, Board of Directors

Rawan talat nasef Boshah

Treasurer

Sinan fayez Dayab mansour



Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

Statement of Activities

(All amounts are in NIS)

	<u>Note</u>	<u>2025</u>	<u>2024</u>
Changes in unrestricted net assets			
Grants & Donations			
In-Kind Contribution		7,328	-
Membership Fees		1,700	1,550
Donations , Subsidies and others	9	719,826	646,949
Net assets released from temporary restriction	10	2,113,504	1,246,592
Total Unrestricted Grants and Donations		2,842,359	1,895,091
Expenditures			
Projects Expenses	11	1,900,398	1,221,577
General and administrative expenses	11	942,546	562,795
Depreciation	6	161,925	176,132
Currency differential, net		185,168	38,484
Total expenses and the Unrestricted Net Assets		3,190,036	1,998,989
Changes in Net Assets		(347,678)	(103,898)
Changes in Temporary restricted net assets			
Additions on Temporarily restricted Grants and Donations	10	1,247,943	4,386,384
Released from Temporarily Restricted Net Assets	10	(2,113,504)	(1,246,592)
Write off Pledge Receivables		(29,830)	-
Currency differentials, net		(307,399)	(40,708)
Changes in the Temporary Restricted Net Assets		(1,202,791)	3,099,083
Total Changes in Net Assets for the year		(1,550,469)	2,995,185

Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

Statement of Changes in Net Assets
(All amounts are in NIS)

	Unrestricted Net Assets	Temporarily Used for projects	Total
Net Assets as of December 31, 2023	2,280,808	396,633	2,677,441
Changes in Net Assets for the year	(103,897)	3,099,083	2,995,186
Net Assets as of December 31, 2024	2,176,911	3,495,716	5,672,627
Changes in Net Assets for the year	(347,678)	(1,202,791)	(1,550,469)
Net Assets as of December 31, 2025	1,829,233	2,292,925	4,122,158

Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

Statement of Cash Flows

(All amounts in NIS)

	2025	2024
	NIS	NIS
Cash Flows from Operating Activities		
Changes in net assets for the year	(1,550,469)	2,995,185
Adjustments to Reconcile Current Year Changes in Net Assets with cash flow from Operating Activities:		
Depreciation	161,925	176,132
Prior Year Adjustments		
Decrease (Increase) in pledges receivable	1,454,976	(2,655,917)
(Increase) in other current assets	(15,802)	20,085
Increase in accounts payable and accrued expenses	85,961	981
Increase (Decrease) in accumulated employees' severance	282,818	46,644
Net Cash Provided by Operating Activities	419,409	583,110
Cash Flows from Investing Activates		
Acquisition of property, plant and equipment	(237,108)	(45,694)
Net Cash (Used in) Investing Activities	(237,108)	(45,694)
Increase (Decrease) in Cash and Cash Equivalents	182,301	537,417
Cash and cash equivalents at the beginning of the year	2,260,036	1,722,619
Cash and Equivalents at the end of Year	2,442,337	2,260,036

Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

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 2025

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:

Furniture & Equipment	20-30%
Building Renovation	10%
Improvements	10%
Computers	20%
Cars	14%

Property, plant and equipment related to the programs and 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 2025

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, 2025</u>	<u>Dec 31, 2024</u>
USD	3.179	3.659
EUR	3.740	3.811

(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 2025</u>	<u>December 31,2025</u>	<u>December 31,2024</u>
Cash on hand	-	7,691	-
Petty Cash Custody - Administration	-	7,000	7,000
Petty Cash Custody - Trainers	-	-	-
Check box	-	21,398	21,956
TNB - General - USD - 0075544/002/2000/000	66,239	210,599	30,107
TNB - General - NIS - 0075544/003/2000/000	-	40,230	146,058
TNB - End of service - NIS - 0075544/003/2000/001	-	-	41,247
TNB - Drosos - NIS - 0075544/003/2000/002	-	-	29
TNB - MAP - NIS - 0075544/003/2000/003	-	-	100,032
TNB - NOVACT - NIS - 0075544/003/2000/004	-	320	102,943
TNB - Drosos - USD - 0075544/002/2000/001	335	1,064	-
TNB - General - Euro - 0075544/004/2000/000	2,350	8,789	-
TNB - General - Euro - 0075544/004/2000/001	11,108	41,541	32,430
TNB - NOVACT - Euro - 75544 - 004 - 2000 - 002	-	(0)	6
Quds - General- USD - 8008442/002/0010/000	70,629	224,555	7,550
Quds - Time deposit - USD - 8008442/002/0045/000	250,000	794,838	914,838
Quds - General - NIS - 8008442/042/0010/000	-	29,410	34,270
Quds - Novact - NIS - 8008442/042/0010/001	-	7,935	58,470
Quds - Drosos - NIS - 8008442/042/0010/002	-	7,013	281,457
Quds - Time deposit - NIS - 0487/8008442/042/004:	-	400,000	300,000
Quds - General - Euro - 8008442/043/0010/000	160,609	600,663	252,125
Quds - Drosos Gaza - USD - 8008442/002/0010/003	27,994	89,002	-
Quds - Drosos - USD - 8008442/002/0045/001	15,399	48,958	-
Outstanding Checks	-	(98,664)	(70,479)
		<u>2,442,338</u>	<u>2,260,037</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 2025

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:

Year 2025	Beginning Balance	Additions During the Year	Amount received During the year	Write-Off	Currency Exchange Diff.	Ending Balance
CARITAS	381,143	451,650	(813,804)	-	(18,989)	-
Palestinian performing art network (PPAN)	23,603	5,362	(26,869)	-	(2,096)	-
Drosos Foundation	2,048,322	-	(437,460)	-	(221,109)	1,389,753
Ministry of culture	45,000	-	-	-	-	45,000
Medical Aid for Palestinians (MAP)	210,471	325,092	(197,602)	-	(20,026)	317,935
Clowns without Borders Sweden (CWB)	43,143	76,893	(113,447)	-	(6,590)	-
Presence et Action Culturelles - PAC	95,133	-	(55,523)	(17,585)	(2,361)	19,664
NOVCAT	152,922	-	(115,585)	-	(12,328)	25,009
The Danish House in Palestine (DHIP)	298,603	-	(280,043)	-	(18,560)	-
Red Noses International	40,011	-	(27,660)	(12,245)	(109)	(3)
Flanders government / Flemish government	-	431,889	(345,512)	-	(360)	86,018
Total	3,338,352	1,290,886	(2,413,505)	(29,830)	(302,528)	1,883,376

Note (5) Other current assets

	December 31,2025	December 31,2024
Employee Receivables	62,850	43,300
Prepaid Expenses	473	410
Employee Custody	6,457	10,268
	69,780	53,978

Note (6) Property, Plant and Equipment, Net

Property, Plant and Equipment, Net consist of:

	Furniture & Equipment	Renovated Old building	Building Improvments	Vehicles	Computers & System	2025	2024
Cost							
Beginning Balance	1,213,943	606,374	47,021	192,350	96,086	2,155,774	2,110,080
Additions	101,692	116,116	-	-	19,300	237,108	45,694
	1,315,635	722,490	47,021	192,350	115,386	2,392,882	2,155,774
Accumulated Depreciation							
Opening Balance	934,795	566,339	45,459	75,912	66,133	1,688,638	1,512,506
Depreciation	75,880	47,641	1,561	26,929	9,914	161,925	176,132
	1,010,675	613,979	47,021	102,841	76,047	1,850,563	1,688,638
Net book value at year end	304,959	108,511	0	89,509	39,339	542,319	467,136

Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

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 31,2025</u>	<u>December 31,2024</u>
Accrued Expenses	9,787	9,763
Accounts payables	85,936	-
	<u>95,723</u>	<u>9,763</u>

Note (8) Employees' Severance Pay Benefits

Accumulated Employees' severance Pay Benefits consists of:

	<u>December 31,2025</u>	<u>December 31,2024</u>
Beginning Balance	437,114	390,470
Provision for severance benefits during the year	282,818	87,459
Payment of severance benefits during the year	-	(40,815)
Ending Balance	<u>719,932</u>	<u>437,114</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 31,2025</u>	<u>December 31,2024</u>
Donation from private sector/ Individuals & group	88,908	65,878
Donations and contributions from Circus students	15,532	13,899
Friends of the Palestinian Circus School	15,942	128,556
Klaprozen voor vrede - Popies	-	82,220
Ashtar for Theatre Education	-	48,336
AlQuds bank	41,327	22,476
Consult General De France	-	57,000
Medecine du monde Switzerland	-	45,831
Circusatelier Circolito vzw - Erasmus	-	88,245
YMCA	-	3,300
MoMu Mondo di Musica - Associazione Cultura	-	23,515
Sorin Sirkus ry	35,991	1,375
Red Noses International	41,476	39,898
Ecole de Cirque de Bruxelles	-	26,420
Cirkus Cirkör Rotemannavägen	2,126	-
Clowns without Borders Sweden (CWB)	4,400	-
community foundation for IREFOR ireland	18,703	-
Dati Azienda Arci APS Codice Destinatario	15,033	-
Galway Community Circus	9,636	-
German Red Cross	4,000	-
GIZ	10,200	-
Glastonbury Festival	29,705	-
Global Giving foundation	16,109	-
Internationale Jugendgemeinschaftsdienste (ijg	1,043	-
KNK children without borders	22,679	-
LVERSUMNETHERLAND	2,684	-
Medical Aid for Palestinians (MAP)	1,339	-
PAC / Friends of the Palestinian Circus School	117,293	-
Presence et Action Culturelles - PAC	25,899	-
ServiceBureau Jugendinformation	6,934	-
Showponies - glastonbery	73,528	-
Agora – Pôle national cirque Boulazac	119,341	-
	<u>719,826</u>	<u>646,949</u>

Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025

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

Note (10) Net assets released from temporary restriction

Grants & Donations:

	<u>December 31,2025</u>	<u>December 31,2024</u>
Caritas	451,650	400,063
Palestinian performing art network (PPAN)	5,362	76,851
Drosos Foundation	-	2,375,615
Medical Aid for Palestinians (MAP)	325,092	505,079
Clowns without Borders Sweden (CWB)	33,949	20,288
Presence et Action Culturelles - PAC	-	99,856
The Danish House in Palestine (DHIP)	-	381,141
NOVCAT	-	527,491
Flanders government / Flemish government	431,889	-
	<u>1,247,943</u>	<u>4,386,384</u>

Net assets released from temporary restriction:

Year 2025	Beginning Balance	Additions During the Year	Expenditures	Purchase of Fixed assets	Net assets Released from Restriction	write off Pledge receivable	Currency Exchange Diff.	Ending Balance
CARITAS	267,313	451,650	(440,488)	(31,192)	(471,680)	-	(6,908)	240,376
Palestinian performing art network (PPAN)	78,676	5,362	(8,646)	(75,122)	(83,767)	-	(270)	-
Drosos Foundation	2,192,499	-	(618,176)	-	(618,176)	-	(245,888)	1,328,436
Medical Aid for Palestinians (MAP)	307,572	325,092	(212,797)	(106,793)	(319,590)	-	(19,049)	294,025
Clowns without Borders Sweden (CWB)	43,143	33,949	(70,528)	-	(70,528)	-	(6,564)	-
Presence et Action Culturelles - PAC	67,871	-	(50,732)	-	(50,732)	(17,585)	447	-
NOVCAT	190,065	-	(182,853)	-	(182,853)	-	(7,212)	-
The Danish House in Palestine (DHIP)	335,038	-	(314,656)	-	(314,656)	-	(20,383)	-
Red Noses International	13,539	-	(1,522)	-	(1,522)	(12,245)	228	-
Flanders government / Flemish government	-	431,889	-	-	-	-	(1,801)	430,089
Total	3,495,715	1,247,943	(1,900,398)	(213,107)	(2,113,504)	(29,830)	(307,399)	2,292,925

Palestinian Circus Association

Financial Statements for the Year Ended 31 December 2025

Note (11) Functional Expenses- General & Projects Expenses - 2025

(All amounts in NIS)

	CARITAS	Marah - Red Noses International	Novact - Youth and woman leading human Rights Defense	A7MINA - Novact - ACCD - for Peace and Equality Feb 24 to Dec 25	CWB - Creative Arts for Peace and Equality - Jan to Dec 2025	Dross - Circus Arts for Socio-Economic Development in Palestine 24 - 29	DHIP - Next Generation of Circus in Palestine 10/2024 to 12/2025	PAC - Circus in support of economic and social development in Palestine	PPAN	Dross - Gaza - Circles of Joy: Healing Trauma Through Circus Arts	MAP - Circus as a tool for social change in Palestine Oct 24 to Sep 25	MAP - Circus as a tool for social change in Palestine Dec 25 to Sep 26	Total Projects Expense 2025	PCS General Fund Note (11)	For The Period Ended 2025
Licensee Training	31,192	-	-	-	-	-	75,122	-	-	-	105,793	-	213,107	24,001	237,108
Fixed Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Membership Assembly Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
International Transportation Expense	-	-	-	18,782	-	-	-	-	-	-	-	-	18,782	300	15,082
Travel Cost, Flight Tickets	3,316	-	-	-	-	148,150	-	32,565	15,560	-	-	-	199,191	245,164	444,755
Transportation Expenses	12,180	-	-	16,166	2,600	6,888	900	900	-	-	-	-	38,529	10,782	48,311
Visa Expense	-	-	-	-	-	9,896	8,155	570	-	-	-	-	12,581	33,794	46,375
International Accommodation Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Accommodation Expense	4,210	-	-	-	-	-	-	-	-	-	-	-	4,210	-	4,210
International Food Expense	-	-	-	-	-	-	-	-	-	-	-	-	9,655	15,924	15,924
Trainers Transportation Expense	248	-	-	-	-	-	-	-	-	-	-	-	248	248	248
Costumes, decor and props expense	-	-	-	-	-	-	-	-	-	-	-	-	980.00	980	980
Materials Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Artists Fees	-	-	-	57,410	-	85,710	40,870	2,090	-	-	-	-	2,090	5,019	7,109
Facilitator & Consultant Fees	-	-	-	-	-	41,296	-	-	-	-	15,960	-	147,710	125,740	273,450
Training Exp	40,400	-	-	-	18,050	13,480	53,140	-	-	-	-	-	41,906	41,906	41,906
Training and Capacity Building	-	-	-	-	-	4,400	-	-	-	60,285	-	-	187,335	11,004	198,339
Promotion and Marketing	-	-	-	-	3,151	17,427	11,293	6,556	-	-	-	-	4,400	4,400	4,400
Advertising, Promotion, Publication, Printing etc	-	-	-	-	-	-	-	-	-	-	-	-	88,427	7,094	45,521
Grant Exp	-	-	-	-	-	-	-	-	-	-	-	-	109,465	1,055	1,055
Salaries & Related Benefits	350,400	1,522	19,769	42,313	88,544	152,786	122,479	34,303	-	105,465	154,166	24,071	940,353	43,578	103,465
Tax Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	26,579	983,931
Severance Pay Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	282,819	282,819
Rental Expense	-	-	-	4,000	-	-	-	-	-	-	-	-	4,000	-	4,000
Electricity Expense	7,790	-	-	-	-	-	6,784	-	-	-	8,790	-	23,244	9,720	32,964
Water Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	4,941	4,941
Cleaning Expense	5,227	-	-	-	398	-	-	-	-	-	-	-	15,495	1,365	16,860
Stationary Expense	675	-	-	-	2,850	785	-	-	-	-	9,870	-	3,890	4,257	8,087
Office Supply	-	-	-	-	-	-	-	-	-	-	-	-	2,276	905	3,181
Office Consumables Exp	-	-	-	-	412	-	1,864	-	-	-	-	-	2,497	9,222	11,519
Telecommunication Exp	1,527	-	-	-	770	-	-	-	-	-	-	-	1,582	10,326	11,908
Maintenance Expense	4,223	-	-	-	-	717	-	-	-	-	-	-	4,940	26,929	31,869
Cars Maintenance Expense	-	-	-	-	650	-	-	-	-	-	-	-	630	3,373	4,003
Fuel Expense	-	-	-	-	-	10,398	-	299	-	-	-	-	46,647	8,570	9,570
Insurance Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	54,777	78,424
Car License	-	-	-	-	-	-	-	-	-	-	-	-	-	983	983
Subscription Fees	-	-	-	-	-	2,503	-	-	-	-	-	-	2,503	2,503	2,503
Interest & Bank Charges	-	-	-	-	-	-	-	-	-	-	-	-	7	2,249	2,249
Auditing Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	6,400	6,400
Currency Variance Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0
Hospitality Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	1,102	1,102
Meetings Hospitality & meals expense	8,770	-	-	14,771	3,643	7,000	595.00	-	-	-	-	-	34,779	11,027	45,806
Gifts Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	595	595
Medical Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	1,929	1,929
Miscellaneous Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	280	280
Membership Fees Exp	-	-	-	-	-	2,485	-	-	-	-	-	-	2,965	3,406	6,371
Total Projects Expenses	410,488	1,522	19,776	163,077	70,528	448,416	314,656	50,732	8,646	165,730	188,726	24,071	1,900,398	943,547	3,028,112
Currency Variance Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	165,168	165,168
Grand Total Released	471,680	1,522	19,776	163,077	70,528	448,416	314,656	50,732	8,646	165,730	295,519	24,071	2,113,504	1,151,715	3,265,220

**Palestinian Circus Association
Financial Statements for the Year Ended 31 December 2025**

**Note (11) Functional Expenses- General & Projects Expenses-2024
(All amounts in NIS)**

Expenses Type	CARITAS	Drosos Foundation	Medical Aid for Palestinians (MAP)	Clowns without Borders Sweden (CWB)	Présence et Action Culturelles (PAC)	Novact	The Danish House in Palestine (DHIP)	Red Noses international	Total Projects Expenses 2024	PCS General Fund Note (12)	For The Period Ended 2024
Fixed Assets	326,294	50,013	179,616	50,392	16,703	134,231	13,679	9,719	791,267	22,584	23,110
Salaries & Related Benefits	-	-	-	-	-	8,905	13,679	-	-	-	45,694
Taxes expense	-	-	-	-	-	-	-	-	-	-	882,311
Severance pay expenses	-	-	-	-	-	-	-	-	-	-	91,044
Accommodation Expense	1,100	-	4,950	900	-	3,300	-	-	-	-	22,305
Advertising, promotion, publication, printing etc.	-	-	-	-	-	-	-	-	10,250	-	87,460
Artists fees	-	18,300	-	-	-	101,330	-	6,640	-	1,910	10,250
Auditing Fees	-	-	-	1,852	-	-	-	-	1,852	6,400	183,527
Car license	-	-	-	-	-	-	-	-	-	800	800
Cars Maintenance Expense	-	-	-	-	-	-	-	-	-	1,750	1,750
Circus Equipment & Materials Expense	-	-	-	3,161	-	5,118	-	-	5,118	526	5,644
Cleaning Expense	1,365	-	2,730	-	945	-	-	-	8,201	7,864	16,065
Conference expense	-	-	-	-	-	-	-	-	-	440	440
Costumes,decor and props expense	-	-	-	-	-	-	-	1,043	1,043	4,028	5,071
Electricity Expense	-	-	4,468	-	-	-	-	-	4,468	19,174	23,642
Employees Rewards	-	-	-	-	-	-	-	-	-	5,770	5,770
Facilitator & Consultant Fees	-	4,231	-	3,555	-	20,714	-	-	28,500	3,648	32,148
Fuel Expense	-	-	-	-	-	-	-	-	-	7,650	7,650
Gifts expense	-	2,610	-	-	-	-	-	-	2,610	540	3,150
Insurance Expenses	34,591	955	-	-	-	-	-	-	35,546	30,813	66,359
Interest & Bank Charges	-	-	-	-	-	501	-	-	501	2,201	2,702
Maintenance Expense	-	-	-	-	5,599	-	-	-	5,599	19,846	25,445
Materials expense	-	-	-	-	-	-	-	-	-	348	348
Medical Expense	-	-	5,100	1,705	2,140	25,477	-	-	34,422	3,660	3,660
Meetings Hospitality & meals expense	-	-	-	-	-	-	-	-	-	6,488	40,890
Membership Fees Exp	-	-	-	500	2,073	-	-	-	3,992	363	363
Office Consumables expense	1,419	-	-	-	-	-	-	-	10,068	14,060	14,060
Office Supply	-	-	-	-	-	-	-	-	-	365	365
Other Expense	-	-	-	-	-	-	-	-	-	25	25
Per Diems	-	-	-	-	-	-	-	-	-	12,000	12,000
Promotion and marketing	850	10,234	-	3,246	-	3,230	4,412	-	21,972	4,285	26,257
Rental Expense	-	-	-	-	-	4,111	-	-	4,111	-	4,111
Stationary Expense	-	-	-	-	-	-	-	-	-	2,205	2,205
Subscription Fees	393	-	-	-	-	-	-	-	393	4,126	4,519
Telecommunication Exp	1,199	-	-	-	1,202	-	-	-	2,401	9,283	11,684
Training Exp	-	-	-	17,846	-	1,350	4,920	-	24,116	23,796	47,912
Translation Expense	-	-	-	270	-	-	-	-	270	25	295
Transportation Expenses	6,730	-	-	7,393	-	26,098	-	-	40,221	14,271	54,492
Travel Cost, flight tickets	-	68,454	-	-	-	-	-	-	68,454	74,129	142,583
Visa Expense	-	-	-	-	-	-	-	-	-	21,631	21,631
Water Expense	-	-	-	-	-	-	-	-	-	4,321	4,321
Total Projects Expenses	373,941	154,797	196,864	90,820	28,662	325,460	33,631	17,402	1,221,577	562,795	1,784,372
Currency Variances Expense	-	-	2,431	-	-	-	-	-	2,431	36,054	38,485
Grand Total Released	373,941	154,797	199,295	90,820	28,662	334,365	47,310	17,402	1,246,592	621,959	1,868,551

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 Association 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.