

Auditors' Report
To the members of
Machshava Tova (R.A.)

We have audited the accompanying balance sheets of Machshava Tova (R.A.) (hereafter "the Association") as of December 31 2016 and 2015, the statements of activities and the statements of changes in net assets for the years then ended. These financial statements are the responsibility of the Association's executive. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards in Israel, including those prescribed by the Auditors (Auditor's Mode of Performance) Regulations, 1973. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Executive and management of the association, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material aspects, the financial position of the Association as of December 31 2016 and 2015, the results of its activities and the changes in its net assets for the years then ended, in conformity with accounting principles generally accepted in Israel (Israeli GAAP).


Ben David Shalvi Kop & Co.
Certified Public Accountants, (Isr.)

Jerusalem, 5 7 2017

Machshava Tova (R.A.)
Balance Sheets
(New Israeli Shekels)

	Note	As of December 31	
		2016	2015
<u>Curret Assets</u>			
Cash and cash equivalents	3	877,169	1,321,193
Debtors and debit balances	4	57,535	65,336
		<u>934,704</u>	<u>1,386,529</u>
<u>Long Term Deposits</u>	5	2,535,768	4,107,172
<u>Fixed Assets, Net</u>	6	1,272,168	1,380,792
		<u>4,742,640</u>	<u>6,874,493</u>
<u>Current Liabilities</u>			
Suppliers and service providers	7	441,947	425,937
Creditors and credit balances	8	572,350	633,775
		<u>1,014,297</u>	<u>1,059,712</u>
<u>Long Term Liabilities</u>			
Provision for severance pay, Net	9	64,036	195,184
<u>Net Assets</u>			
<u>Unrestricted Net Assets</u>			
Used for current activities		392,139	238,805
Used for fixed assets		1,272,168	1,380,792
		<u>1,664,307</u>	<u>1,619,597</u>
<u>Temporarily Restricted Net Assets</u>	10	2,000,000	4,000,000
		<u>3,664,307</u>	<u>5,619,597</u>
		<u>4,742,640</u>	<u>6,874,493</u>

5.7.17
Date


Board Member
Moshe Farber


Board Member
Astora Modena

The attached notes are an integral part of these statements