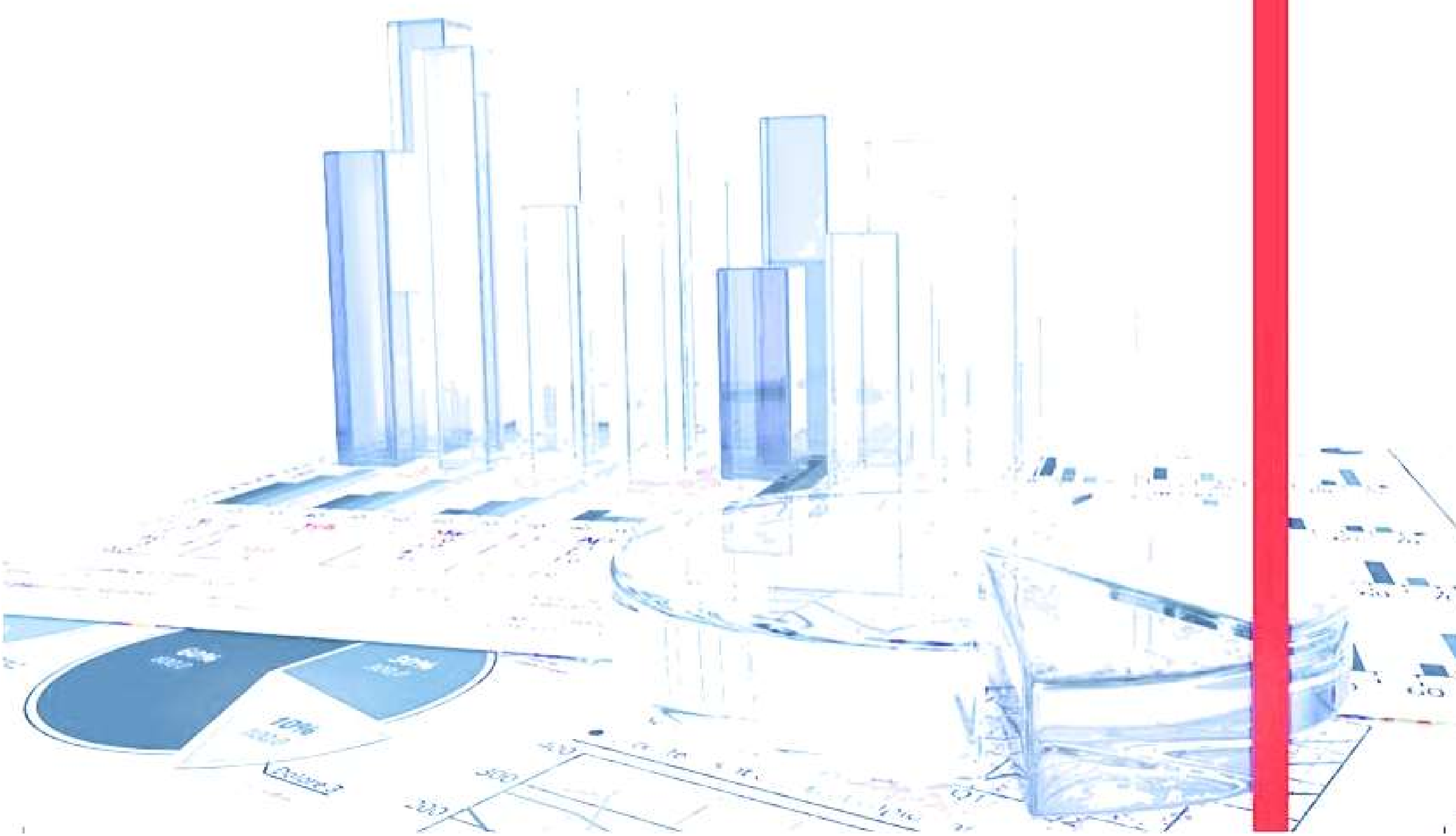
MATZMICHIM - The Israeli Violence Reduction Organization
(Registered Association)
Financial Statements as of December 31, 2023



MATZMICHIM - The Israeli Violence Reduction Organization

Financial Report as of December 31, 2023

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AUDITORS' REPORT TO THE MEMBERS OF MATZMICHIM - The Israeli Violence Reduction Organization (REGISTERED ASSOCIATION)

We have audited the accompanying balance sheets of MATZMICHIM - The Israeli Violence Reduction Organization (a Registered Association) (hereinafter - "the Association") as of December 31, 2023 and 2022 , and the related statements of activities, statements of changes in net assets and statements of cash flows for each one of the years ended on those dates . These financial statements are the responsibility of the executive committee and management of the Association. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in Israel, including standards prescribed by the Auditor's Regulations (Auditor's Mode of Performance), 1973. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 Association's executive committee and management, as well as evaluating the overall financial statement presentation . We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above, present fairly, in all material respects, the financial position of the Association as of December 31, 2023 and 2022, and the results of its activities, changes in net assets and cash flows for each of the years ended on those dates, in reported amounts, in accordance with generally accepted accounting principles in Israel (Israeli GAAP).

modiin ilit, July 30, 2024

BDO Ziv Haft
Certified Public Accountants (Isr.)

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MATZMICHIM - The Israeli Violence Reduction Organization (Registered Association)

Statement Of Financial Position (in the U.S. Dollar)

translated from Hebrew*

	As at December 31,	
	2023	**2022**
Curret Assets:		
Cash and cash equivalents	523,120	172,953
Short term investments	8,450	6,905
Accounts receivable and other receivables	197,909	223,893
	729,479	403,751
Fixed Assets, Net	16,632	15,643
	746,111	419,394
Current liabilities:		
Suppliers and Checks payable	9,225	20,296
Other accounts payables	117,962	104,088
	127,187	124,384
Severance pay liability, net	42,708	44,694
Net Assets:		
Net assets for which there is no restriction		
For use in operations	506,800	237,031
Used for fixed assets	14,274	13,285
	521,074	250,316
	55,142	-
	576,216	250,316
	746,111	419,394

* Calculated at exchange rate of 1 $ = 3.627 NIS

July 30, 2024		
Date of approval	Adi Vigodesky	Shlomi Ben Porat

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

MATZMICHIM - The Israeli Violence Reduction Organization (Registered Association)

Statement of Income (in the U.S. Dollar)

translated from Hebrew*

	Note	Year ended December 31, 2023	2022
Turnover from operations	1	2,838,070	2,000,472
Cost of operations	2	2,373,497	1,956,213
Operating income, net		464,573	44,259
General and administrative expenses	3	188,903	170,314
Net income (expenses) before financing		275,670	(126,055)
Financing expenses net		4,912	(946)
Net income (expenses) for the year		270,758	(127,001)

* Calculated at exchange rate of 1 $ = 3.627 NIS

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

MATZMICHIM - The Israeli Violence Reduction Organization (Registered Association)

Statement of Changes in Equity (in the U.S. Dollar)

translated from Hebrew*

	Unrestricted net assets			
	For use in operations Accumulated deficit from operations)	For use in operations designated by the management	Used for fixed assets	
Balance as of January 1, 2022	158,799	206,783	11,735	-
Additions (Deductions) during the year:				
Net expenses for the year	(127,001)	-	-	-
Amounts designated in previous periods by the managers and used for their purpose	206,783	(206,783)	-	-
Transfer of amounts used to purchase fixed assets	(6,949)	-	6,949	-
Amounts transferred to cover depreciation	5,399	-	(5,399)	-
Balance as of December 31, 2022	237,031	-	13,285	-
Additions (Deductions) during the year:				
	-	-	-	55,142
Net income for the year	270,758	-	-	-
Transfer of amounts used to purchase fixed assets	(8,067)	-	8,067	-
Amounts transferred to cover depreciation	7,078	-	(7,078)	-
Balance as of December 31, 2023	506,800	-	14,274	55,142

* Calculated at exchange rate of 1 $ = 3.627 NIS

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

MATZMICHIM - The Israeli Violence Reduction Organization (Registered Association)

Statement of Cash Flows (in the U.S. Dollar)

translated from Hebrew*

	Year ended December 31,	
	2023	**2022**
Cash Flows from Operating Activities		
Net income for the year	325,900	(127,003)
Adjustments required to reflect cash flows from operating activities - appendix A'	33,878	87,619
Net cash derived (used) from current activity (activity)	359,778	(39,384)
Cash Flows from Investing Activities		
Purchase of fixed assets	(8,067)	(6,949)
Short term investments	(1,545)	(11)
Net cash used from investment activities	(9,612)	(6,960)
Increase (Decrease) in cash	350,167	(46,344)
Cash at the beginning of the year	172,953	219,297
Balance of cash and cash equivalents at the end of the year	523,119	172,953

Appendix A' - Adjustments required to reflect cash flows from operating activities

Income and expenses not involving cash flows:		
Depreciation and amortization	7,078	5,399
increase (Decrease) in liability for employee severance benefits, net	(1,986)	9,291
	5,092	14,690
Changes in assets and liabilities:		
Decrease in accounts receivable	25,984	66,451
Increase (Decrease) in suppliers and checks payable	(11,071)	5,002
Increase in accounts payable	13,875	1,476
	28,788	72,929
	33,880	87,619

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

* Calculated at exchange rate of 1 $ = 3.627 NIS

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

Note 1 - Income:

A. Composition:

	Year ended December 31,	
	2023	**2022**
Workshops, courses and lectures	2,229,289	1,428,110
Donations	584,923	403,237
Allowances	-	145,266
Income in kind	23,858	23,859
	2,838,070	2,000,472

Note 2 - Cost of Activities:

	Year ended December 31,	
	2023	**2022**
Salaries and related expenses	776,869	685,697
Workshops, courses and lectures	1,571,278	1,246,260
Expenses in kind (See 1b above)	20,042	20,206
Depreciation	5,308	4,050
	2,373,497	1,956,213

Note 3 - General and administrative expenses:

	Year ended December 31,	
	2023	**2022**
Salaries and related expenses	123,064	110,504
Fund raising fee	16,669	14,492
Professional services	13,893	13,762
Rent and maintenance	9,123	8,801
Office supplies and printing	9,362	13,400
Maintenance of vehicles and rent	9,578	3,731
Mail, telephone and communications	2,121	1,736
Meals, refreshments and travel	1,786	1,676
Taxes and fees	1,538	862
Depreciation	1,769	1,350
	188,903	170,314