

Bat Melech (R.A.)

Financial Statements as of December 31, 2024

Bat Melech (R.A.)

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Auditors' Report
To the members of
Bat Melech (R.A.)

We have audited the accompanying balance sheets of Bat Melech (R.A.) (hereafter: "the Association") as of December 31, 2024 and 2023, the statements of activities, and the statements of changes in net assets for each of the years then ended. These financial statements are the responsibility of the Association's management Committee. 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. 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 board of Association's management Committee, 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 respects, the financial position of the Association as of December 31, 2024 and 2023, and the results of its activities, and the changes in net assets for each of the years then ended, in conformity with generally accepted accounting principles in Israel (Israeli GAAP).

Ben David Shalvi Kop & Co.
Certified Public Accountants

Jerusalem, 2025 Jul 27

Bat Melech (R.A.)
Balance Sheets
(In U.S. Dollar)

	<u>Note</u>	<u>As of December 31</u>	
		<u>2024</u>	<u>2023</u>
<u>Current Assets</u>			
Cash and cash equivalents	3	431,097	259,827
Deposit	4	423,551	412,680
Deposits and marketable securities	5	349,518	-
Debtors and debit balances	6	298,114	211,995
		<u>1,502,280</u>	<u>884,502</u>
<u>Non-current Assets</u>			
Cash designated for investment in fixed assets	5	1,651,335	1,681,831
Fixed Assets, Net	7	3,933,346	4,163,993
		<u>5,584,681</u>	<u>5,845,824</u>
		<u>7,086,961</u>	<u>6,730,326</u>
<u>Current Liabilities</u>			
Short-term credit from banks	10	38,690	36,802
Suppliers and service providers	8	106,927	84,083
Creditors and credit balances	9	236,285	187,040
		<u>381,902</u>	<u>307,925</u>
<u>Long-term Liabilities</u>			
Long-term loan from banks	10	71,868	110,683
Liabilities for employee severance benefits, net	11	225,946	130,477
		<u>297,814</u>	<u>241,160</u>
<u>Net Assets</u>			
<u>Unrestricted Net Assets</u>			
Used for activities		818,913	333,582
Invested in fixed assets		3,933,346	4,163,992
		<u>4,752,259</u>	<u>4,497,574</u>
<u>Foreign currency translation adjustments</u>		(17,622)	(204,488)
<u>Restricted</u>	12	1,672,608	1,888,155
		<u>6,407,245</u>	<u>6,181,241</u>
		<u>7,086,961</u>	<u>6,730,326</u>

Jul 27 2025
Date



Zilit Jacobson
Board Member



Tehila Zimer
Board Member

The attached notes are an integral part of these statements

Bat Melech (R.A.)
Balance Sheets
(In U.S. Dollar)

	<u>Note</u>	<u>As of December 31</u>	
		<u>2024</u>	<u>2023</u>
<u>Current Assets</u>			
Cash and cash equivalents	3	431,097	259,827
Deposit	4	423,551	412,680
Deposits and marketable securities	5	349,518	-
Debtors and debit balances	6	298,114	211,995
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Jul 27 2025
Date



Zilit Jacobson
Board Member



Tehila Zimer
Board Member

The attached notes are an integral part of these statements

Bat Melech (R.A.)
Statements of Activities
(In U.S. Dollar)

		Year ended	
		December 31	
		<u>2024</u>	<u>2023</u>
Activities turnover	13	4,544,091	5,099,493
Cost of activities	14	3,971,278	3,500,874
Net income from activities		<u>572,813</u>	<u>1,598,619</u>
General and administrative expenses	21	456,685	271,701
Net income before financing		<u>116,128</u>	<u>1,326,918</u>
Net financial income	22	144,688	185,380
Net income before other expenses		<u>260,816</u>	<u>1,512,298</u>
Capital loss on disposal of vehicle		4,567	-
Net income for the year		<u><u>256,249</u></u>	<u><u>1,512,298</u></u>

The attached notes are an integral part of these statements

Bat Melech (R.A.)
Statements of Changes in Net Assets
(In U.S. Dollar)

	Net Assets				
	Unrestricted Net Assets		Restricted*	Capital fund from translation differences	Total
	Used for Activities	Invested in fixed assets			
Balance as of January 1, 2023	249,365	2,819,878	1,888,155	(170,947)	4,786,451
<u>Changes during the year</u>					
Net income for the year	1,512,298	-	-	-	1,512,298
<u>Amounts released from restrictions:</u>					
Invested in fixed assets	(1,734,903)	1,734,903	-	-	-
Arising from the disposal of fixed assets	-	-	-	-	-
To cover depreciation expenses	306,822	(306,822)	-	-	-
Capital fund from translation differences	-	(83,967)	-	(33,541)	(117,508)
Balance as of December 31, 2023	333,582	4,163,992	1,888,155	(204,488)	6,181,241
<u>Changes during the year</u>					
Net income for the year	256,249	-	-	-	256,249
<u>Amounts released from restrictions:</u>					
Invested in fixed assets	(135,355)	135,355	-	-	-
Arising from the disposal of fixed assets	25,129	(25,129)	-	-	-
To cover depreciation expenses	339,308	(339,308)	-	-	-
Capital fund from translation differences	-	(1,564)	(215,547)	186,866	(30,245)
Balance as of December 31, 2024	818,913	3,933,346	1,672,608	(17,622)	6,407,245

* The association has limited donations for the building fund, see note 12.

The attached notes are an integral part of these statements

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 1 - General

Bat Melech (R.A.) (hereafter: "the Association") is registered as an Association at the Registrar of Public, Nonprofit Associations in accordance with Associations' Law. Its number is 580270395.

The Association's goals are: To work for women from the religious sector in every possible way. Among other things: Establishment of a shelter for battered women, the construction of shelters for women in distress, assistance to battered women, the establishment of support groups.

The Association is recognized as a "public institution" as defined in section 9(2) and section 46 of the Income Tax Ordinance until December 2026.

The association has a Proper Management Approval from the registrar of Association for the 2026.

In October 2023, the "Iron Swords" war broke out in Israel. Due to the war, the organization's activity has significantly decreased. As of the date of the preparation of the financial reports, it is not possible to assess the potential further implications, if any, on the organization's activities in particular and on the Israeli economy as a whole.

Note 2 - Significant Accounting Policies

A. The financial statements were prepared according to generally accepted accounting principles for non profit organizations and in accordance with Standard No. 40 of the Israeli Accounting Standard Board, regarding "accounting principles and financial reporting by nonprofit organizations".

B. Historical Cost Convention

The financial statements were prepared on the basis of the historical cost convention and do not include the effect of changes in the general purchasing power of the Israeli currency on the results of the activities.

C. Presentation of the financial statements:

(1) Definitions:

"Net assets" - the difference between the Company's assets and its liabilities.

"Restriction" - a restriction on the use of net assets imposed by donors or other external parties

"Net assets in respect of which there is no restriction" - that portion of the Company's net assets arising from donations, allowances or other income, the use of which has not been restricted by external parties.

(2) In accordance with the guidelines of Accounting Standard 40, all the Company's accounts are presented in the financial statements in only one comprehensive framework, classifying all fund balances under the heading "Net assets".

The balances included in the net assets group are sorted with a distinction between:

-Net assets for which there is no restriction.

-Net assets for which there is a restriction.

Net assets for which there is no restriction are presented with a distinction between:

-Net assets used for activities - not designated by non-profit institutions.

-Net assets used for activities - Designated by non-profit institutions.

-Net assets invested in fixed assets.

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 2 - Significant Accounting Policies (Cont.)

(3) The report on the activities and the report on the changes in net assets:

The statement of activities includes all income and expenses during the reporting period.

"Income" includes all income received and accrued in the period without any restriction on their use as well as amounts released from groups of net assets for which there is a restriction following the existence, or cancellation, of the restrictions imposed on the use of those net assets.

"Expenses" also include expenses financed from sources restricted by their giver.

The statement of changes in net assets, including in addition to the net result transmitted from the statement of activities, also all the sources obtained while restricting their use and the amounts released from restrictions. Amounts released from restrictions due to use for operations or acquisition of fixed assets that can be used are transferred as income to the statement of activities.

D. Cash and Cash Equivalents

The company considers all highly liquid investments, including short-term bank deposits (up to three months from date of deposit) that are not restricted as to withdrawal or use, to be cash equivalents.

E. Marketable Securities

The marketable securities are stated according to the market value on the dates of the financial statements.

F. Fixed Assets

Fixed assets are stated at cost and are depreciated by the straight-line method over the estimated useful lives of the assets. Annual rates of depreciation are as follows:

Buildings	2%
Vehicles	15%
Furniture and equipment	6%-33%
Leasehold Improvements	10%
Computers	33%
Building under construction*	0%

* During 2024, the Association began planning a building, to be depreciated when construction is completed.

G. Translation of the Statements Into U.S. Dollars

The figures in the statements of activities were converted using an average rate of exchange for the Israeli Shekel (2023 - \$1 = NIS 3.687; 2022 - \$1 = NIS 3.3577), or the actual dollar rate at the date of transaction. Figures in the balance sheets were calculated at the representative rate of exchange at the 31.12.23 1 = NIS 3.627; 31.12.22 1=3.519.

H. Value of money and value of volunteers

In the association donations received in monetary value, the evaluation of the value of the money is

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 2 - Significant Accounting Policies (Cont.)

carried out by the management of the association according to the market value. The association received notes for food, clothing and more for women and their children, and gifts for the holidays. Also, the association has income for the value of volunteers who provided a valuable service that requires professional skill and expertise, and if they had not been accepted, the non-profit would have been forced to purchase them in return through direct employment. Valuation of volunteers is done by the association's management and is based on an acceptable rate per hour of work. The volunteers are engaged in running summer camps and diverse activity.

I. Statement of cash flows

A report on the cash flows was not prepared since it does not add any meaningful information beyond what is found in the financial statements.

Note 3 - Cash and cash equivalents

	As of December 31	
	2024	2023
Cash in the bank - Israeli currency	45,224	103,949
Cash on hand - Israeli currency	13,003	9,755
Short-term bank deposits - foreign currency	372,870	146,123
	431,097	259,827

Note 4 - Deposit

A part of the deposit is lien in favor of Bank Mizrahi for a mortgage that was taken from the bank during 2015.

Note 5 - Deposits and marketable securities

	As of December 31	
	2024	2023
Deposits	18,213	18,224
Marketable securities	1,982,640	1,582,330
Net of Cash held for investment in fixed assets	(1,651,335)	(1,600,554)
	349,518	-

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 6 - Debtors and debit balances

	As of December 31	
	2024	2023
Checks and credit cards	195,776	125,160
Prepaid expenses	90,677	76,026
Deposit leasing company	11,661	10,809
	<u>298,114</u>	<u>211,995</u>

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 7 - Fixed Assets, Net

	<u>Buildings</u>	<u>Furniture and office equipment</u>	<u>Leasehold Improvements</u>	<u>Computers</u>	<u>Building under construction**</u>	<u>Vehicles</u>	<u>Total</u>
<u>Cost</u>							
Balance as of January 1, 2024	5,508,785	1,129,416	1,332,166	9,230	-	99,053	8,078,650
Additions	-	134,680	-	674	21,272	-	156,626
Disposals	-	-	-	-	-	(42,443)	(42,443)
Balance as of December 31, 2024	<u>5,508,785</u>	<u>1,264,096</u>	<u>1,332,166</u>	<u>9,904</u>	<u>21,272</u>	<u>56,610</u>	<u>8,192,833</u>
<u>Accumulated Depreciation</u>							
Balance as of January 1, 2024	2,411,017	702,626	794,575	9,230	-	20,046	3,937,494
Depreciation for the year	135,520	59,475	129,430	25	-	14,858	339,308
Disposals	-	-	-	-	-	17,315	17,315
Balance as of December 31, 2024	<u>2,546,537</u>	<u>762,101</u>	<u>924,005</u>	<u>9,255</u>	<u>-</u>	<u>17,589</u>	<u>4,259,487</u>
Fixed Assets, Net as of December 31, 2024	<u>2,962,248</u>	<u>501,995</u>	<u>408,161</u>	<u>649</u>	<u>21,272</u>	<u>39,021</u>	<u>3,933,346</u>

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 8 - Suppliers and service providers

	As of December 31	
	2024	2023
Open accounts	74,834	52,896
Checks payable	32,093	31,187
	106,927	84,083

Note 9 - Creditors and credit balances

	As of December 31	
	2024	2023
Employees and related institutions	227,210	181,554
Accrued expenses	5,500	5,486
Income in advance	3,575	-
	236,285	187,040

Note 10 - Long-term loan from banks

	<u>Interest</u> <u>rate</u>	As of December 31	
		2024	2023
<u>Composition:</u>			
Loan from Bank Mizrahi	3.1%	110,558	147,486
Less current maturities		(38,690)	(36,802)
		71,868	110,684

Outstanding loan balance after the balance sheet date are as follows:

Second year - 2026	41,798
Third year - 2027	30,070
	71,868

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 11 - Liabilities for employee severance benefits, net

	As of December 31	
	2024	2023
Reserve for severance pay	255,318	157,030
A designated deposit	(29,372)	(26,553)
	225,946	130,477

A. The liability for severance pay was calculated on the basis of the employees' last salary and their seniority, for employees who are employed by the Amuta beyond one year and who are not signed under Section 14.

B. The reserve listed in the balance sheet together with the insurance policies covers the association's obligation for retirement compensation for its employees as of the balance sheet date.

C. The allocation for retirement compensation reflects amounts deposited in a central fund for compensation, and is owned by the association

Note 12 - Restricted

The association has limited donations for the building fund.

	As of December 31
	2024
; for renovation of the building	1,672,608
; on fixed assets not yet placed in service	(21,272)
stricted for investment in fixed assets	1,651,336

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 13 - Activities turnover

	Year ended December 31	
	2024	2023
Allocations from ministry of labor and welfare	2,567,647	1,964,241
Donations in Israel	1,022,688	2,216,026
Donations from abroad	797,032	708,720
Donations in kind *	75,906	70,476
Volunteer value *	74,578	48,751
Other income and participations	6,240	91,279
	4,544,091	5,099,493

*see note 2I.

Note 14 - Cost of activities

		Year ended December 31	
		2024	2023
Operation of Women's Shelter (A) *	15	1,065,241	1,144,611
Operation of Women's Shelter (B) *	16	1,123,936	1,161,694
Operation of Women's Shelter (C)	17	736,203	267,858
Depreciation		334,538	301,829
Operation and maintenance of transition apartments - Women leaving *	18	275,747	257,359
Department for legal aid for women	19	217,426	155,812
Education and explanation	20	126,721	148,555
Volunteer value*		74,578	48,751
Project "Itach"		16,888	14,405
		3,971,278	3,500,874

*Including expenses in cash equivalent, see note 2I.

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 15 - Operation of Women's Shelter (A)

	Year ended December 31	
	2024	2023
Salaries and related expenses	709,278	744,804
Food and living expenses	129,436	134,822
Shelter maintenance	63,243	75,109
Social activities and workshops	54,838	58,566
Transportation and vehicle maintenance	45,175	57,564
Supporting expenses	20,146	27,545
Office expenses and computer maintenance	14,730	18,182
Participation in tuition fees	10,569	9,952
Women and children clothing	7,167	8,536
Girls service fees	6,735	5,679
Telephone and postage	3,924	3,852
	1,065,241	1,144,611

Note 16 - Operation of Women's Shelter (B) *

	Year ended December 31	
	2024	2023
Salaries and related expenses	679,767	709,733
Food and living expenses	186,035	168,572
Shelter maintenance	103,361	114,642
Social activities and workshops	62,233	52,274
Transportation and vehicle maintenance	31,119	57,079
Women and children clothing	18,177	7,878
Office expenses and computer maintenance	13,768	12,906
Participation in tuition fees	11,879	18,066
Postage and communication	7,040	6,285
Supporting expenses	5,532	8,580
Girls service fees	5,025	5,679
	1,123,936	1,161,694

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 17 - Operation of Women's Shelter (C)

	Year ended December 31	
	2024	2023
Salaries and related expenses	481,745	138,106
Food and living expenses	90,192	53,117
Rent	84,806	36,235
Shelter maintenance	32,387	21,000
Transportation and vehicle maintenance	20,081	6,641
Social activities and workshops	17,956	3,652
Supporting expenses	5,226	1,993
Women and children clothing	2,477	5,605
Medical	1,333	1,509
	<u>736,203</u>	<u>267,858</u>

Note 18 - Operation and maintenance of transition apartments - Women leaving

	Year ended December 31	
	2024	2023
Supporting expenses	126,375	118,332
Salaries and related expenses	60,711	66,631
Rent and maintenance	56,398	51,356
Trips and activities	14,242	16,199
Traveling, deliveries and car maintenance	12,044	-
Postage and communication	3,554	2,549
Insurance	2,423	2,292
	<u>275,747</u>	<u>257,359</u>

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 19 - Department for legal aid for women

	Year ended December 31	
	2024	2023
Salaries and related expenses	184,480	143,758
Legal fees	19,818	-
Maintenance	5,443	3,771
Professional literature and fees	3,979	3,823
Office expenses and computer maintenance	2,570	695
Postage and communication	725	840
Insurance	411	2,925
	217,426	155,812

Note 20 - Education and explanation

	Year ended December 31	
	2024	2023
Publicity activities and lectures	60,075	-
Salaries and related expenses	55,476	132,802
Advertising	7,286	14,675
Office expenses	3,884	1,078
	126,721	148,555

Bat Melech (R.A.)
Notes to Financial Statements
(In U.S. Dollar)

Note 21 - General and administrative expenses

	Year ended December 31	
	2024	2023
Salaries and related expenses	370,108	208,156
Office expenses and computer maintenance	27,691	16,623
Fundraising	27,213	4,812
Vehicle maintenance	9,063	8,389
Professional services	7,678	7,885
Postage and communication	5,497	4,818
Insurance	4,359	2,630
Advertising and public relations	4,146	18,010
Fees	930	378
	<u>456,685</u>	<u>271,701</u>

Note 22 -

	Year ended December 31	
	2024	2023
Income from securities	145,631	124,507
Income from revaluation	13,061	13,226
Exchange rate differences	7,040	64,425
Interest rates and fees	(21,044)	(16,778)
	<u>144,688</u>	<u>185,380</u>