

Bat Melech (R.A.)

Financial Statements as of December 31, 2025

Bat Melech (R.A.)

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Auditors' Report
to the Members of the Association
Bat Melech (R.A.)

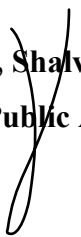
We have audited the accompanying balance sheets of Bat Melech (R.A.) (hereinafter: "the Association") as of December 31, 2025 and 2024 and the statements of activities and statements of changes in net assets for each of the years then ended. These financial statements are the responsibility of the Association's Executive and Management. 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 an 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 statements 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, 2025 and 2024 and the results of its activities, the changes in net assets for each of the years ended, according to Israeli GAAP.

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

Jerusalem July 21 2026



BEN DAVID SHALVI KOP & CO.
Certified Public Accountants
23 Kanfei Nesharim St. Jerusalem

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

		As of December 31	
	Note	2025	2024
<u>Current Assets</u>			
Cash and cash equivalents	3	561,896	431,097
Bank deposit	4	499,725	423,551
Deposits and marketable securities	5	629,439	349,518
Debtors and debit balances	6	328,618	298,114
		2,019,678	1,502,280
<u>Non-current Assets</u>			
Cash designated for investment in fixed assets	12	1,777,607	1,651,335
Fixed assets, net	7	4,321,117	3,933,346
		6,098,724	5,584,681
		8,118,402	7,086,961
<u>Current Liabilities</u>			
Current maturities of a long-term bank loan	10	47,786	38,690
Suppliers and service providers	8	216,377	106,927
Creditors and credit balances	9	428,920	236,284
		693,083	381,901
<u>Long-term Liabilities</u>			
Long-term loan from bank	10	34,118	71,868
Provision for severance pay, net	11	96,318	225,946
		130,436	297,814
<u>Net Assets</u>			
<u>Unrestricted</u>			
Used for activities		1,050,359	818,914
Invested in fixed assets		4,186,498	3,933,346
		5,236,857	4,752,260
<u>Capital fund from translation differences</u>		595,010	(17,622)
<u>Restricted</u>	12	1,463,016	1,672,608
		7,294,883	6,407,246
		8,118,402	7,086,961

21/7/26

Date



Board Member



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>Note</u>	<u>2025</u>	<u>2024</u>
Activities turnover	13	5,351,896	4,544,092
Cost of activities	14	5,176,603	3,971,278
Net income from activities		<u>175,293</u>	<u>572,814</u>
General and administrative expenses	22	383,948	456,685
Net income (expenses) before financing		<u>(208,655)</u>	<u>116,129</u>
Net finance income	23	154,079	144,688
Net income (expenses) before other expenses		<u>(54,576)</u>	<u>260,817</u>
Capital loss on disposal of a vehicle		-	(4,567)
Net income (deficit) for the year		<u>(54,576)</u>	<u>256,250</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		Restricted*	Capital Fund from Translation Differences	Total
	Used for Activities	Invested in Fixed Assets			
Balance as of January 1, 2024	333,582	4,163,992	1,888,155	(204,488)	6,181,241
<u>Changes during the year</u>					
Net income for the year	256,250	-	-	-	256,250
Capital fund from translation differences	-	(1,564)	(215,547)	186,866	(30,245)
<u>Transfer of unrestricted sums</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)	-	-	-
Balance as of December 31, 2024	818,914	3,933,346	1,672,608	(17,622)	6,407,246
Balance as of January 1, 2025	818,914	3,933,346	1,672,608	(21,276)	6,403,592
<u>Changes during the year</u>					
Deficit for the year	(54,576)	-	-	-	(54,576)
Capital fund from translation differences	-	539,173	(209,592)	616,286	945,867
<u>Transfer of unrestricted sums</u>					
Invested in fixed assets	(107,906)	107,906	-	-	-
To cover depreciation expenses	393,927	(393,927)	-	-	-
Balance as of December 31, 2025	1,050,359	4,186,498	1,463,016	595,010	7,294,883

* 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 the 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.

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.

(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

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

Note 2 - Significant Accounting Policies (Cont.)

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

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

G. Translation into US dollars

- Assets and liabilities in all balance sheets presented are translated at the closing rate as of the balance sheet presented.
- Income and expenses for every period presented in the statements of income are translated at the average exchange rates for each of the periods presented.
- All translation differences are recorded as a separate item in unrestricted net assets ("foreign currency translation adjustments of foreign operations").

The dollar exchange rates are as follows:

Closing rate as of	31.12.2025	3.190
Closing rate as of	31.12.2024	3.647
Average rate for	1-12.2025	3.419
Average rate for	1-12.2024	3.637

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

Note 2 - Significant Accounting Policies (Cont.)

H. Donation in kind and value of volunteers

In the association donations received in monetary value, the evaluation of the value of the money is 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	
	2025	2024
Cash in the bank - Israeli currency	304,395	45,224
Cash on hand - Israeli currency	16,743	13,003
Bank deposits - foreign currency	240,758	372,870
	561,896	431,097

Note 4 - Deposit

Part of the deposit is pledged in favor of Mizrahi Bank up to half of the mortgage taken from the bank during 2015.

Note 5 - Deposits and marketable securities

	As of December 31	
	2025	2024
Foreign currency deposits	20,128	18,213
Marketable securities	2,386,918	1,982,640
Net of cash held for investment in fixed assets	(1,777,607)	(1,651,335)
	629,439	349,518

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

Note 6 - Debtors and debit balances

	As of December 31	
	2025	2024
Checks for collection and credit companies	256,543	195,776
Prepaid expenses	50,320	90,677
Deposit leasing company	21,755	11,661
	328,618	298,114

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

Note 7 - Fixed assets, net

	<u>Buildings</u> <u>*</u>	<u>Furniture</u> <u>and</u> <u>equipment</u>	<u>Leasehold</u> <u>improvements</u>	<u>Computers</u>	<u>Building under</u> <u>construction**</u>	<u>Vehicles</u>	<u>Total</u>
<u>Cost</u>							
Balance as of January 1, 2025	6,297,976	1,445,192	1,523,013	11,322	24,320	64,719	9,366,542
Additions	-	107,906	-	-	110,299	-	218,205
Balance as of December 31, 2025	<u>6,297,976</u>	<u>1,553,098</u>	<u>1,523,013</u>	<u>11,322</u>	<u>134,619</u>	<u>64,719</u>	<u>9,584,747</u>
<u>Accumulated Depreciation</u>							
Balance as of January 1, 2025	2,911,355	871,280	1,056,379	10,580	-	20,109	4,869,703
Depreciation	155,774	80,810	147,138	497	-	9,708	393,927
Balance as of December 31, 2025	<u>3,067,129</u>	<u>952,090</u>	<u>1,203,517</u>	<u>11,077</u>	<u>-</u>	<u>29,817</u>	<u>5,263,630</u>
Fixed Assets, Net as of December 31, 2025	<u>3,230,847</u>	<u>601,008</u>	<u>319,496</u>	<u>245</u>	<u>134,619</u>	<u>34,902</u>	<u>4,321,117</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>

* In 2016, a building in Jerusalem was donated to the Association by a donor from the United States. The Association recognized this property in a symbolic value.

** The Association received an allocation of land from the Jerusalem Municipality. In 2024, the Association began the planning of a building on the allocated land.

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

Note 8 - Suppliers and service providers

	As of December 31	
	2025	2024
Open accounts	179,318	74,834
Checks payable	37,059	32,093
	216,377	106,927

Note 9 - Creditors and credit balances

	As of December 31	
	2025	2024
Employees and related institutions	354,262	227,209
Accrued expenses	7,398	5,500
Income in advance	67,260	3,575
	428,920	236,284

Note 10 - Long-term loan from bank

		As of December 31	
		2025	2024
<u>Composition:</u>	<u>Interest</u>		
	<u>rate</u>		
Loan from Bank Mizrahi	3.1%	81,904	110,558
Less current maturities		(47,786)	(38,690)
		34,118	71,868

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

Second year - 2027	34,118
	34,118

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

Note 11 - Provision for severance pay, net

	As of December 31	
	2025	2024
Reserve for severance pay, net	134,098	255,318
Amounts deposited in designated funds	(37,780)	(29,372)
	96,318	225,946

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 designated amounts for severance pay represent amounts deposited in a central severance pay fund, which is owned by the Association.

Note 12 - Restricted

The following is the composition of the movement in restricted donations for fixed assets:

	As of December 31
	2025
restricted donations for renovation of the building	1,912,226
of -	
capital expenditures on fixed assets not yet placed in service	(134,619)
balance of cash restricted for investment in fixed assets	1,777,607

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

Note 13 - Activities turnover

	Year ended December 31	
	2025	2024
Ministry of welfare	3,676,691	2,567,648
Donations in Israel	1,060,642	1,022,688
Donations from abroad	392,861	797,032
Volunteer value *	134,215	74,578
participations	44,299	6,240
Donations in kind *	43,188	75,906
	5,351,896	4,544,092

*see note 2H.

Note 14 - Cost of activities

		Year ended December 31	
		2025	2024
Operation of women's shelter (A) *	15	1,268,184	1,065,241
Operation of women's shelter (B) *	16	1,217,791	1,123,936
Operation of women's shelter (C) *	17	1,059,076	736,203
Depreciation		393,927	334,538
Operating a Nigunim Hostel	18	391,695	-
Operation and maintenance of transition apartments			
- Women leaving *	19	293,721	275,747
Legal aid department for women	20	234,356	217,426
Education and explanation	21	177,028	126,721
Volunteer value*		134,215	74,578
Project "Itach"		6,610	16,888
		5,176,603	3,971,278

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

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

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

	Year ended December 31	
	2025	2024
Salaries and related expenses	834,364	709,278
Food and living expenses	182,429	129,436
Shelter maintenance	70,532	63,243
Social activities and training	53,391	54,838
Transportation and vehicle maintenance	45,286	45,175
Supporting expenses	23,265	20,146
Telephone and postage	19,186	3,924
Office expenses and computer maintenance	15,309	14,730
Participation in tuition fees	10,742	10,569
National service fees	8,701	6,735
Women and children clothing	4,979	7,167
	<u>1,268,184</u>	<u>1,065,241</u>

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

	Year ended December 31	
	2025	2024
Salaries and related expenses	717,354	679,767
Food and living expenses	203,803	186,035
Shelter maintenance	122,466	103,361
Social activities and training	68,819	62,233
Transportation and vehicle maintenance	42,369	31,119
Office expenses and computer maintenance	21,235	13,768
Postage and communication	9,555	7,040
Supporting expenses	9,398	5,532
Participation in tuition fees	8,166	11,879
Women and children clothing	7,619	18,177
National service fees	7,007	5,025
	<u>1,217,791</u>	<u>1,123,936</u>

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

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

	Year ended December 31	
	2025	2024
Salaries and related expenses	657,733	481,745
Rent	187,677	84,806
Food and living expenses	122,168	90,192
Shelter maintenance	32,938	32,387
Social activities and training	30,307	17,956
Supporting expenses	13,008	5,226
Transportation and vehicle maintenance	9,731	20,081
Women and children clothing	4,503	2,477
Medical	1,011	1,333
	<u>1,059,076</u>	<u>736,203</u>

Note 18 - Operating a Nigunim Hostel

	Year ended December 31	
	2025	2024
Salaries and related expenses	283,606	-
Food and living expenses	30,677	-
Hostel maintenance	22,107	-
Social activities and training	19,612	-
Transportation and vehicle maintenance	15,392	-
Office expenses and computer maintenance	8,397	-
Supporting expenses	5,499	-
National service fees	2,701	-
Postage and communication	1,868	-
clothing	1,836	-
	<u>391,695</u>	<u>-</u>

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

Note 19 - Operation and maintenance of transition apartments - Women leaving

	Year ended December 31	
	2025	2024
Supporting expenses	106,954	126,375
Salaries and related expenses	80,224	60,711
Apartment maintenance	56,753	56,398
Transportation and vehicle maintenance	23,986	12,044
Trips and activities	21,610	14,242
Postage and communication	3,521	3,554
Insurance	673	2,423
	293,721	275,747

Note 20 - Legal aid department for women

	Year ended December 31	
	2025	2024
Salaries and related expenses	191,347	184,480
Legal fees	23,653	19,818
Office expenses and computer maintenance	6,134	2,570
Professional literature and fees	4,667	3,979
Maintenance	3,909	5,443
Insurance	3,791	411
Postage and communication	855	725
	234,356	217,426

Note 21 - Education and explanation

	Year ended December 31	
	2025	2024
Salaries and related expenses	106,189	55,476
Publicity activities and lectures	59,057	60,075
Advertising	11,069	7,286
Office expenses	713	3,884
	177,028	126,721

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

Note 22 - General and administrative expenses

	Year ended December 31	
	2025	2024
Salaries and related expenses	294,738	370,108
Office expenses and computer maintenance	28,176	27,691
Advertising and public relations	16,924	4,146
Vehicle maintenance	14,804	9,063
Fundraising	12,064	27,213
Professional services	7,490	7,678
Postage and communication	7,027	5,497
Insurance	1,468	4,359
Fees	1,257	930
	383,948	456,685

Note 23 - Net finance income (expenses)

	Year ended December 31	
	2025	2024
Income from marketable securities	199,990	145,632
Income from revaluation of deposits	14,519	13,061
Income (expenses) from foreign exchange differences	(48,038)	4,952
Interest and fees	(12,392)	(18,957)
	154,079	144,688