

**Right to Live Society**  
**Gaza - Palestine**

**Financial Statements**  
**and Independent Auditor's Report**  
**for the Year Ended December 31, 2022**

**Talal Abu Ghazaleh & Co. International**  
**Certified Public Accountants**  
**Member of Talal Abu Ghazaleh Global**



**Right to Live Society**  
**Gaza - Palestine**

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In preparing the financial statements, management is responsible for assessing the Society'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 Society or to cease operations, or have no realistic alternative but to do so Management is responsible for overseeing the Society's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

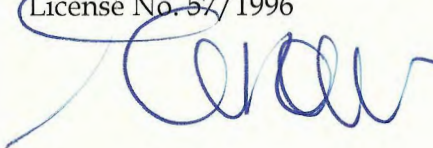
Our Objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 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 Society'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 Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Society 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 the management 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.

The authorized on the audit resulting in this independent auditor's report is the Executive Director, Muncer Alihassan.

For Talal Abu - Ghazaleh & Co. International  
License No. 57/1996



طالال أبو غزالة وشركاه الدوليه  
Talal Abu-Ghazaleh & Co. International  
مكتب غزة GAZA OFFICE

Muncer M. Alihassan  
License No. # (130/2003)  
Gaza on March 05, 2023

**Right to Live Association**  
**Gaza - Palestine**  
**Statement of Financial Position as at December 31, 2022** Exhibit (A)  
*(Amounts are expressed in USD)*

	Notes	December 31,	
		2022	2021
<b><u>Assets</u></b>			
<b><u>Current Assets</u></b>			
Cash and Cash Equivalents	3	3,280	104,952
Donors Contribution Receivables	4	99,063	55,098
Other Assets	5	12,874	16,197
Supplies in Store	6	37,451	42,682
Total Current Assets		<b>152,668</b>	<b>218,929</b>
<b><u>Non - Current Assets</u></b>			
Property, Plant and Equipment - Net	7	2,409,676	2,552,434
Total Non - Current Assets		<b>2,409,676</b>	<b>2,552,434</b>
<b>Total Assets</b>		<b>2,562,344</b>	<b>2,771,363</b>
<b><u>Liabilities and Net Assets</u></b>			
<b><u>Liabilities</u></b>			
<b><u>Current Liabilities</u></b>			
Temporarily Restricted Grants	8	84,475	88,513
Accounts Payable, Accruals	9	69,261	130,592
Outstanding Cheques		19,000	5,969
Total Current Liabilities		<b>172,736</b>	<b>225,074</b>
<b><u>Non - Current Liabilities</u></b>			
Deferred Revenue (Property)	10	2,409,675	2,552,434
Provision for Employee Benefits	11	21,313	30,061
Total Non - Current Liabilities		<b>2,430,988</b>	<b>2,582,495</b>
Total Liabilities		<b>2,603,724</b>	<b>2,807,569</b>
<b><u>Net Assets</u></b>			
Net Assets - Beginning of the Year		(36,206)	(52,708)
Net Assets - for the Year- Exhibit (B)		(22,179)	8,307
Prior Years Adjustment	19	17,005	8,195
Net Assets - End of the Year		<b>(41,380)</b>	<b>(36,206)</b>
<b>Total Liabilities and Net Assets</b>		<b>2,562,344</b>	<b>2,771,363</b>

The accompanying notes constitute an integral part of this statement

**Right to Live Society**  
**Gaza - Palestine**  
**Statement of Activities for the Year Ended**  
**December 31, 2022**

Exhibit (B)

*(Amounts are expressed in USD)*

	<u>Notes</u>	<u>December 31,</u>	
		<u>2022</u>	<u>2021</u>
<b><u>Revenues</u></b>			
Temporarily Restricted Grants Released from Restrictions	12	336,166	222,996
Funded Directly Salaries from Donors	13	226,406	243,868
In-Kind Donations	14	13,131	27,782
Revenues from Local Activities and Others	15	37,174	20,359
Fixed Assets Contributions Released from Restrictions	10	157,068	166,982
Local Community Contributions	16	28,155	82,990
<b>Total Revenues</b>		<b><u>798,100</u></b>	<b><u>764,977</u></b>
<b><u>Expenses</u></b>			
Project Expenses	17	336,166	222,996
Directly funded Salaries from Donors	13	226,406	243,868
In-Kind Donations		13,131	27,782
General and Administrative Expenses	18	86,617	93,653
Depreciation for the Year	7	157,068	166,982
Expenses Funded by Local Activities		891	1,389
<b>Total Expenses</b>		<b><u>820,279</u></b>	<b><u>756,670</u></b>
<b>Net Assets for the Year- Exhibit (A)</b>		<b><u>(22,179)</u></b>	<b><u>8,307</u></b>

The accompanying notes constitute an integral part of this statement

**Right to Live Society**  
**Gaza - Palestine**  
**Statement of Cash Flows for the**  
**Year Ended December 31, 2022**  
*(Amounts are expressed in USD)*

Exhibit (C)

	December 31,	
	2022	2021
<b><u>Cash Flows from Operating Activities</u></b>		
Net Assets for the Year	(22,179)	8,307
<u>Adjustments to Reconcile Net Assets to Net Cash Provided by Operating Activities:</u>		
Depreciation of property, plant and equipment	157,068	166,982
Change in Donors Contribution Receivables	(43,965)	19,703
Change in Other Assets	3,323	3,640
Change in Supplies in The Store	5,231	7,182
Change in Temporarily Restricted Grants	(4,038)	(150,110)
Change in Accounts Payable and Accruals	(61,331)	(14,376)
Change in Deferred Revenue (Property)	(142,759)	(159,287)
Change in Outstanding Cheques	13,031	(15,410)
Change in Provision for Employee Benefits	(8,748)	5,704
Disposals from Accumulated Depreciation of Property, Plant and Equipment	(48,457)	(4,276)
<b>Net Cash Flows (Used in) Operating Activities</b>	<b>(152,824)</b>	<b>(131,941)</b>
<b><u>Cash Flows from Investing Activities</u></b>		
Additions to Property, Plant and Equipment	(15,530)	(8,299)
Disposals from Property, Plant and Equipment	49,677	4,880
<b>Net Cash Flows Generated by (Used in) Investing Activities</b>	<b>34,147</b>	<b>(3,419)</b>
<b><u>Cash Flows from Financing Activities</u></b>		
Prior Years Adjustments	17,005	8,195
<b>Net Cash Flows Generated by Financing Activities</b>	<b>17,005</b>	<b>8,195</b>
<b>Net Cash Flows Resulted during the Year</b>	<b>(101,672)</b>	<b>(127,165)</b>
<b>Cash and Cash Equivalents - Beginning of the Year</b>	<b>104,952</b>	<b>232,117</b>
<b>Cash and Cash Equivalents - End of the Year - Exhibit (A) Note (3)</b>	<b>3,280</b>	<b>104,952</b>

The accompanying notes constitute an integral part of this statement



**Right to Live Society**  
**Gaza - Palestine**  
**Notes to the Financial Statements**

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*(Amounts are expressed in USD)*

**1. General Information**

Right to Live Society (Ottoman NGO) was established on August 8, 1993 to provide care for Down Syndrome Children in Gaza Strip and started its actual activity in November 1993 and its current headquarters in Gaza City in the eastern line in Khan Yunis Governorate.

**Society's Mission**

Association's mission is represented by qualifying of children with Down's Syndrome and to promote the Palestinian Community to respect them and treat them like other natural peers and to reintegrate them into Society regardless of their disability, and to make sure that the Society provides them a decent life, and to provide them with opportunities and means to become more self-reliant in their daily lives through the qualification program and the educational supervisors of a group of specialists to deal with victims of this case.

**Society's Goals**

The Society aims to qualify children with Down's Syndrome and reduce the negative impact of disability and make them more effective and self-reliant, and to provide adequate opportunities for education and development of appropriate syllabus to the invest maximum potential of Down's Syndrome children, as well as to raise community awareness about this case and its causes and how to deal with it, and the integrate the Down's Syndrome children in the community and ensure their human rights to live in dignity. In addition to continuous development of the services provided by the Society to raise the efficiency of the staff to provide distinctive services for children with Down's Syndrome, and develop the capacity of local community in the areas of academic, professional, health, psychological, social and economic of the interest of the Association.

**2. Summary of Significant Accounting Policies**

**2.1 Financial Statements Preparation Framework**

The financial statements have been prepared in accordance with International financial Reporting Standards.

**2.2 Basis of Preparation**

The financial statements have been prepared on the historical cost basis and accrual basis of accounting.

**2.3 Approval of the Financial Statements**

The financial statements for the financial year ended on December 31, 2022 were approved by the Society management on March 12, 2023.

## 2.4 Foreign Currencies

The financial statements are presented in the currency of the primary economic environment in which the Center operates which is USD. In preparing the financial statements, transactions in currencies other than USD are recorded at the rates of exchange prevailing at the dates of the transactions. At each statement of financial position date, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date (closing rate).

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the year or in previous financial statements were recognized in the statement of activities. Exchange rate at December 31, 2022 was as follows:

USD	=	3.50 NIS
USD	=	3.670 EUR

## 2.5 Property, Plant and Equipment

Property, plant and equipment held for use in the production or supply of goods or services, or for administrative purposes, are initially recognized at their cost being their purchase price plus any other costs directly attributable to bringing the assets to the location and condition necessary for them to be capable of operating in the manner intended by management.

After initial recognition, the property, plant and equipment are carried, in the statement of financial position, at their cost less any accumulated depreciation and any accumulated impairment. Land is not depreciated. The depreciation charge for each year is recognized in the statement of activities. Depreciation is calculated on a straight-line basis, which reflects the pattern in which the asset's future economic benefits are expected to be consumed by the Society over the estimated useful life of the assets as follows:

<u>Category</u>	<u>Depreciation Rate</u>
Buildings	2%
Electronic and Electrical Devices	20%
Vehicles	15%
Equipment	10%
Furniture and Fixtures	15%

## 2.6 Provisions

Provisions are present obligations (legal or constructive) resulted from past events, the settlement of the obligations is probable and the amount of those obligations can be estimated reliably. The amount recognized as a provision is the best estimate of the expenditure required to settle the present obligation at the statement of financial position date, that is, the amount that the Society would rationally pay to settle the obligation at the statement of financial position date or to transfer it to a third party.

- Provision for end of service Indemnity is calculated on the basis of one month's salary for each year of service, according to the Palestinian Labor Law.

## 2.7 Grants and Projects

- Grants are classified to restricted and unrestricted based on the imposed restrictions included in the agreements with donors.
- Unrestricted Net assets: Presented by net assets that is used by the Society and does not subject to donor-imposed restrictions.
- Restricted Net Assets: Presented by nets assets that its use by the Society is limited by donor-imposed restrictions that either expires by the passage of time or can be fulfilled and released by Society's actions in compliance with donor-imposed restrictions.

## 2-8 General and Administrative Expenses

They are the expenses related to the administration that are not included in the expenses of projects.

## 2-9 Revenues and Expenses

- Revenues are recognized when earned.
- Expenses are recognized when incurred and recorded including V.A.T.

## 2.10 Cash and Cash Equivalents

For the purpose of cash flow statement preparation, cash comprises cash on hand and demand deposits where cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

## 3. Cash and Cash Equivalents

	<u>December 31,</u>	
	<u>2022</u>	<u>2021</u>
Cash on Hand	848	442
Current accounts at bank - NIS	221	8,006
Current accounts at bank - USD	1,805	96,332
Current accounts at bank - JOD	406	172
<b>Total - Exhibit (A)</b>	<b><u>3,280</u></b>	<b><u>104,952</u></b>

#### 4. Donors Contribution Receivables

	Doner	December 31,	
		2022	2021
Palestine House Project	(Mr. Malik Melhim)	90,000	-
Addressing the needs of children with sight disabilities\ difficulties in kindergartens and school in Gaza	Tawoon	4,109	-
Palestinian Ministry of Education and Higher Education	Ministry of Education and Higher Education	4,954	-
Care and protection in poor and marginalized Net	Ministry of Social Affairs	-	-
Gaza emergency project Cash for work and support for self - employment	Institutional Development Centre	-	55,098
<b>Total - Exhibit (A)</b>		<b>99,063</b>	<b>55,098</b>

#### 4 1/Care and protection in poor and marginalized Net

	December 31,	
	2022	2021
Balance 1/1	26,168	26,168
Currency Differences	(2,168)	929
Provision for Doubtful Debts	(24,000)	(27,097)
<b>Total - Note (4)</b>	<b>-</b>	<b>-</b>

#### 5. Other Assets

	December 31,	
	2022	2021
Staff receivables and financial advances	2,895	5,675
Amounts held in Trust	3,749	4,233
lawsuits by Mr. Zahid Al-Zaim	2,900	3,661
Receivables of the Sons of the Jarrah Company	1,836	1,948
Other Receivables	1,294	351
Prepaid Expenses	200	329
<b>Total - Exhibit (A)</b>	<b>12,874</b>	<b>16,197</b>

#### 6. Supplies in Store

	December 31,	
	2022	2021
Supplies in store	19,368	20,427
Exhibition Handicrafts	18,083	19,581
Fuel store	-	2,674
<b>Total - Exhibit (A)</b>	<b>37,451</b>	<b>42,682</b>

\* The materials and supplies in stores and exhibitions were counted and evaluated by the Society's management for the financial year ending December 31, 2022.

## 7. Property, Plant and Equipment, Net

	<u>Land</u>	<u>Buildings</u>	<u>Furniture</u>	<u>Vehicles</u>	<u>Electronic Devices</u>	<u>Machines &amp; Equipment</u>	<u>Total</u>
<b><u>Cost</u></b>							
January 1, 2022	68,169	3,022,431	378,522	64,675	255,898	748,506	<b>4,538,201</b>
Additions	-	-	2,738	-	12,792	-	<b>15,530</b>
Disposals	-	-	(9,278)	-	(35,668)	(4,731)	<b>(49,677)</b>
<b>December 31, 2022</b>	<b>68,169</b>	<b>3,022,431</b>	<b>371,982</b>	<b>64,675</b>	<b>233,022</b>	<b>743,775</b>	<b>4,504,054</b>
<b><u>Accumulated Depreciation</u></b>							
January 1, 2022	-	837,131	296,234	64,674	225,940	561,788	<b>1,985,767</b>
This Year Depreciation	-	60,448	18,476	-	12,718	65,426	<b>157,068</b>
Disposals	-	-	(8,058)	-	(35,667)	(4,732)	<b>(48,457)</b>
<b>December 31, 2022</b>	<b>-</b>	<b>897,579</b>	<b>306,652</b>	<b>64,674</b>	<b>202,991</b>	<b>622,482</b>	<b>2,094,378</b>
<b>Net Book Value December 31, 2022</b>	<b>68,169</b>	<b>2,124,852</b>	<b>65,330</b>	<b>1</b>	<b>30,031</b>	<b>121,293</b>	<b>2,409,676</b>

### Lands:

1- A land owned by the Society with an area of (3000) meter. The Society has established a headquarters for it with funding from the UNDP over the past years. The building was opened and completed on March 1, 2017, and work commenced with it to provide services to the community.

2- A Land with an area of (8,115) meter is rented under an annual contract from the Ministry of Awqaf and Religious Affairs which is renewed annually by agreement of the parties.

- The property, plant and equipment were evaluated by the Society's management for the financial year ended on December 31, 2022.

	<b>Land</b>	<b>Buildings</b>	<b>Furniture</b>	<b>Vehicles</b>	<b>Electronic Devices</b>	<b>Machines &amp; Equipment</b>	<b>Total</b>
<b><u>Cost</u></b>							
January 1, 2021	68,169	3,022,431	375,230	64,675	255,771	748,506	<b>4,534,782</b>
Additions	-	-	8,172	-	127	-	<b>8,299</b>
Disposals	-	-	(4,880)	-	-	-	<b>(4,880)</b>
<b>December 31, 2021</b>	<b>68,169</b>	<b>3,022,431</b>	<b>378,522</b>	<b>64,675</b>	<b>255,898</b>	<b>748,506</b>	<b>4,538,201</b>
<b><u>Accumulated Depreciation</u></b>							
January 1, 2021	-	776,682	281,635	64,674	204,425	495,645	<b>1,823,061</b>
This Year Depreciation	-	60,449	18,875	-	21,515	66,143	<b>166,982</b>
Disposals	-	-	(4,276)	-	-	-	<b>(4,276)</b>
<b>December 31, 2021</b>	<b>-</b>	<b>837,131</b>	<b>296,234</b>	<b>64,674</b>	<b>225,940</b>	<b>561,788</b>	<b>1,985,767</b>
<b>Net Book Value December 31, 2021</b>	<b>68,169</b>	<b>2,185,300</b>	<b>82,288</b>	<b>1</b>	<b>29,958</b>	<b>186,718</b>	<b>2,552,434</b>

## 8. Temporarily Restricted Grants

	December 31,	
	2022	2021
Equipping treatment rooms - Arab Fund for Economic and Social Development	2,524	5,904
Gaza emergency project Cash for work and support for self - employment	4,672	74,419
In-kind donation - Islamic Relief	1,530	1,530
Palestine House Project - Mr. Malik Melhem	71,419	-
Ministry of Education grant project	4,330	-
Project to support and develop the activities of the right to live - Economic and Social Development	-	6,660
<b>Total - Exhibit (A)</b>	<b>84,475</b>	<b>88,513</b>

## 9. Accounts Payable, Accruals

	December 31,	
	2022	2021
Lawsuit's provision	28,513	32,193
Accrued Rents	2,833	29,814
Accrued building license	14,203	16,036
Miscellaneous dues	1,788	3,224
Accrued Electricity expenses	860	1,998
Professional fees	1,583	1,791
Employees' income tax deductions	2,957	484
Accrued salaries	11,500	-
Accrued Students' sponsorships	5,024	-
Swiss Development Agency	-	45,052
<b>Total - Exhibit (A)</b>	<b>69,261</b>	<b>130,592</b>

## 10. Deferred Revenue (Property)

	December 31,	
	2022	2021
Balance 1/1	2,552,434	2,711,721
Additions (property purchases during the year)	15,530	7,705
Realized Revenue during the year - Exhibit (B)	(157,068)	(166,982)
Adjustments	(1,221)	(10)
<b>Total - Exhibit (A)</b>	<b>2,409,675</b>	<b>2,552,434</b>

## 11. Provision for Employee Benefits

	December 31,	
	2022	2021
Balance 1/1	30,061	24,357
Addition	6,422	5,448
Uses	(12,297)	(598)
Adjustments	(2,873)	854
<b>Total - Exhibit (A)</b>	<b>21,313</b>	<b>30,061</b>

## **12. Temporarily Restricted Grants Released from Restriction**

	<b>December 31,</b>	
	<b>2022</b>	<b>2021</b>
Project to support and develop the activities of the right to live	6,660	57,028
Project to prepare therapeutic Rooms	3,380	23,714
Gaza emergency project Cash for work and support for self - employment	76,216	124,647
Charitable Endowment program	17,830	13,611
Addressing the needs of children with sight disabilities\ difficulties in kindergartens and school in Gaza	38,387	-
Palestine House Project - Mr. Malik Melhem	178,581	-
Quds Bank, Summer Camp 2022	5,000	-
Palestinian Ministry of Education and Higher Education	1,614	-
Project to increase the levels of social empowerment of people with Down syndrome and autism in poor and marginalized areas in the Gaza strip (Turkish cooperation and coordination agency )	8,498	-
Project to setting up Fun games area	-	3,996
<b>Total- Exhibit (B)</b>	<b>336,166</b>	<b>222,996</b>

## **13. Funded Directly Salaries from Donors**

	<b>December 31,</b>	
	<b>2022</b>	<b>2021</b>
Palestinian National Authority - Aleem	205,510	228,395
UNRWA	15,166	13,568
Women's Affairs Center	1,053	1,905
Palestinian Ministry of Labor	4,677	-
<b>Total - Exhibit (B)</b>	<b>226,406</b>	<b>243,868</b>

## **14. In-Kind Donations**

	<b>December 31,</b>	
	<b>2022</b>	<b>2021</b>
In-kind donation - World Food Program	8,970	5,335
In-kind donation - Other institutions	1,884	3,603
In-kind donation from Caritas Jerusalem	2,277	-
In-kind donation - Islamic Relief Palestine	-	139
In-kind donation - Islamic Relief - France	-	9,445
In-kind donation - Norwegian People's Aid	-	9,260
<b>Total - Exhibit (B)</b>	<b>13,131</b>	<b>27,782</b>



**15. Revenues from local activities and others**

	<b>December 31,</b>	
	<b>2022</b>	<b>2021</b>
Tuition fee for Society's children	12,627	9,294
Kindergarten fees	4,482	3,952
Earned Discount from suppliers	7,193	2,256
Early intervention revenue	3,093	2,051
Other Revenues	1,205	1,755
Revenue from the sale of assets	1,300	688
Tender fees and membership subscriptions	704	288
Productive kitchen revenue	104	75
Revenue from the Yasmine workshop	71	-
Embroidery workshop revenue	1,745	-
Revenue from the sale of supplies	1,084	-
Hall rental Revenue	1,053	-
Currency differences	2,513	-
<b>Total- Exhibit (B)</b>	<b>37,174</b>	<b>20,359</b>

**16. Local Community Contributions**

This item with a value amount of (28,155) USD, represents on a cash donation from other individuals during the financial year ending on December 31, 2022.

<b>17. Project Expenses</b>										
<b>2022 Projects</b>	<b>Quds Bank, Summer Camp 2022</b>	<b>Palestinian Ministry of Education and Higher Education</b>	<b>Project to prepare therapeutic Rooms</b>	<b>Project to support and develop the activities of the right to live</b>	<b>Turkish cooperation and coordination agency )</b>	<b>Gaza emergency project Cash for work and support for self - employment</b>	<b>Addressing the needs of children with sight disabilities \ difficulties in kindergartens and school in Gaza</b>	<b>Charitable Endowment program</b>	<b>Palestine House (Mr. Malik Melhem)</b>	<b>Total Expenses 2022</b>
Supply of fuel	-	-	651	2,022	-	-	-	-	-	<b>2,673</b>
Salaries and wages	-	945	-	-	-	47,858	5,725	-	91,744	<b>146,272</b>
Other administrative expenses	-	-	-	-	-	28,357	237	-	1,085	<b>29,679</b>
Ramadan aid for orphans	-	-	-	-	-	-	-	17,830	-	<b>17,830</b>
Ramadan food Parcel	-	-	-	-	-	-	-	-	14,656	<b>14,656</b>
Cleaning and sterilization materials	-	-	2,730	148	-	-	-	-	-	<b>2,878</b>
Check victory for children	-	-	-	-	-	-	7,072	-	-	<b>7,072</b>
Awareness and guidance sessions	-	-	-	-	-	-	200	-	-	<b>200</b>
Supplies for the flower arrangement workshop	-	-	-	-	8,498	-	-	-	-	<b>8,498</b>
medical glasses	-	-	-	-	-	-	23,390	-	-	<b>23,390</b>
Prevention supplies	-	-	-	-	-	-	912	-	-	<b>912</b>
transportation for beneficiaries	-	-	-	-	-	-	851	-	42,573	<b>43,424</b>
Tuition fee guarantees	-	669	-	-	-	-	-	-	-	<b>669</b>
Summer Camp	5,000	-	-	-	-	-	-	-	-	<b>5,000</b>
Teaching Aids	-	-	-	4,490	-	-	-	-	-	<b>4,490</b>
Meals for the beneficiaries	-	-	-	-	-	-	-	-	14,780	<b>14,780</b>
Eid clothing for the beneficiaries	-	-	-	-	-	-	-	-	13,743	<b>13,743</b>

<b>Total- Exhibit (B)</b>	<b>5,000</b>	<b>1,614</b>	<b>3,381</b>	<b>6,660</b>	<b>8,498</b>	<b>76,215</b>	<b>38,387</b>	<b>17,830</b>	<b>178,581</b>	<b>336,166</b>
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**Cont. Project Expenses**  
2021 Projects

	<b>Project to support and develop the activities of the right to live</b>	<b>Project to prepare therapeutic Rooms</b>	<b>Charitable Endowment program</b>	<b>Gaza emergency project Cash for work and support for self - employment</b>	<b>Project to setting up Fun games area</b>	<b>Total Expenses 2021</b>
Fuel	-	11,881	-	-	-	<b>11,881</b>
Salaries and wages	-	-	-	118,908	-	<b>118,908</b>
Maintenance	20,455	-	-	-	-	<b>20,455</b>
Other administrative expenses	-	-	-	5,739	-	<b>5,739</b>
systems development for the Society	4,787	-	-	-	-	<b>4,787</b>
Ramadan aid for orphans	-	-	13,611	-	-	<b>13,611</b>
Food Parcel	31,786	-	-	-	-	<b>31,786</b>
Bank expenses	-	106	-	-	-	<b>106</b>
Cleaning and sterilization materials	-	11,727	-	-	-	<b>11,727</b>
Rehabilitation work for an entertainment area	-	-	-	-	3,996	<b>3,996</b>
<b>Total- Exhibit (B)</b>	<b>57,028</b>	<b>23,714</b>	<b>13,611</b>	<b>124,647</b>	<b>3,996</b>	<b>222,996</b>

## 18. General and Administrative Expenses

	December 31,	
	2022	2021
Salaries, wages	35,888	50,221
Water and electricity	8,193	11,914
Rents	6,618	8,064
End of service benefits expenses	6,422	5,448
Professional fees	2,333	3,914
General Maintenance	5,496	3,229
Society's contribution in student sponsorships	6,581	2,479
Subscription fees and certificates ratification	1,462	2,117
Communication	2,022	1,130
Insurances	1,050	846
Publicity and Advertising	4,690	753
Fuel	2,004	652
Transportation and travel allowance	553	564
In-kind aid to the beneficiaries	558	385
Miscellaneous	706	233
lawsuits	152	159
Bank commissions	323	128
Gifts and clothes	529	108
Hospitality, cleaning	1,037	71
Currency differences	-	993
Stationery and publications	-	245
<b>Total - Exhibit (B)</b>	<b>86,617</b>	<b>93,653</b>

## 19. Prior Years Adjustment

	December 31,	
	2022	2021
Adjustment of electricity and water expenses for Prior years	6,355	-
Adjustment of professional fees	1,743	-
Adjustment of land rent expenses	4,799	-
Adjustment of Prior years' salaries	4,108	-
Lawsuits expenses	-	7,998
Other	-	197
<b>Total - Exhibit (B)</b>	<b>17,005</b>	<b>8,195</b>

## 20. Lawsuits

The number of legal cases filed against the Society by others until December 31, 2022 was (2) cases, according to the legal counselor confirmation letter (labor and operational cases) dated January 24, 2023, amounted to (28,513) USD, the Society management established a provision for lawsuits up to the financial year ended on December 31, 2022.

## **21. Risk management:**

### **A. Operational Risk:**

The Society is financing the programs', Projects' and general administrative expenses and fixed assets through the grants and donations. The Management believes that the level of financing for the year 2023 will be the same as the previous year and it is possible to cover all expenses by grants, donations and activities.

### **B. Credit risk:**

The credit risk is associated with liquid funds. The risk is limited since the Society deposits its liquid funds with creditworthy institutions with high credit rating.

### **C. Foreign currency risk:**

Foreign currency risk arises as a result of exchange rates fluctuations which may affect adversely the value of the assets and liabilities in case the Society did not hedge for such risk that may be exposed to.

The Society is diversifying its financial assets in currencies which is using in operations to minimize any potential losses that may result from exchange rates fluctuations.

## **22. Fair value of Financial Instruments**

The carrying values of the financial assets and liabilities are not materially different from their fair values as at the financial position date except for Property, Plant and Equipment where they are included in the financial records according to the historical cost as specified in note (7).

## **23. Number of Employees**

The number of employees at Right to Live Society during December 2022 was (96) Employee.

## **24. Comparative Figures**

Certain balances have been reclassified to match to the current year presentation.