

**YERUCHAM ASSOCIATION IN MEMORY OF RUTH TAL**

**FOR THE FUTURE OF EDUCATION IN ISRAEL**

**(REGISTERED ASSOCIATION)**

**FINANCIAL STATEMENTS**

**AS OF DECEMBER 31, 2024**

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Dan Rabin, CPA  
Tel Aviv

**Yerucham Association in Memory of Ruth Tal**  
**for the Future of Education in Israel**

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**Auditors' Report to Members of the Yerucham Association in  
Memory of Ruth Tal for the Future of Education in Israel  
(Registered Association)**

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We have audited the accompanying balance sheet of the Yerucham Association in Memory of Ruth Tal for the Future of Education in Israel (R.A.) (hereinafter: "the Association") as of December 31 for the years 2023 and 2024, as well as the statement on activities, the statement of net changes in assets, and the cash flow statement for the year ending on those dates. These Financial Statements are the responsibility of the Association's Board of Directors. Our responsibility is to express an opinion on these Financial Statements based on our audit.

Our audit was conducted in accordance with accepted auditing standards, including those standards that have been set forth in the CPA Regulations (Methods of Operation for CPAs), 5733-1973. Those standards require that we plan and implement the audit so as to obtain a reasonable measure of confidence that the Financial Statements are free of significant misstatement. An audit includes a random inspection of evidence supporting the amounts and disclosures contained in the Financial Statements. An audit also involves assessing the accounting principles used and significant estimates made by the Association's Board of Directors and management, as well as evaluating the general integrity of the Financial Statements. We believe that our audit provides a proper basis for our opinion.

In our opinion the aforementioned Financial Statements present fairly and in accordance with generally accepted accounting principles in Israel and in all material respects the financial position of the Association as of December 31 for the years 2023 and 2024, the results of its activities, and the net changes in assets for the years ending on those dates.

Sincerely,

Dan Rabin

Certified Public Accountant

Ramot HaShavim, August 14, 2025

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**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Balance Sheet**

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		<b>As of December 31</b>	
		<b>2024</b>	<b>2023</b>
	<b>Note</b>	<b>NIS</b>	<b>NIS</b>
<b><u>Current Assets</u></b>			
Cash and cash equivalent	3	1,256,542	1,350,612
Receivables		--	--
		<u>1,256,542</u>	<u>1,350,612</u>
<b><u>Fixed Assets</u></b>			
	4	<u>134,840</u>	<u>164,840</u>
		<u>1,391,382</u>	<u>1,515,452</u>
<b><u>Current Liabilities</u></b>			
Suppliers and payables	5	<u>42,528</u>	<u>56,063</u>
<b><u>Net Assets (non-restricted)</u></b>			
Accrued net surplus from activities		1,214,014	1,294,549
Used for assets		134,840	164,840
		<u>1,348,854</u>	<u>1,459,389</u>
		<u>1,391,382</u>	<u>1,515,452</u>

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Anat Yaakobi – Board member

(-)  
\_\_\_\_\_  
Shimon Scheinman – Board member

Date financial statements approved:

Ramot HaShavim, August 14, 2025

The Explanatory Notes to the Financial Statements constitute an integral part thereof.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Statement on Activities**

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		<b>For the year ending</b>	
		<b>December 31</b>	
		<b>2024</b>	<b>2023</b>
	<b>Note</b>	<b>NIS</b>	<b>NIS</b>
<b><u>Turnover on Activities</u></b>			
Grants and contributions and in-kind (*)	6	1,290,600	2,596,176
Service provision		--	115,240
Total grants and contributions		<u>1,290,600</u>	<u>2,711,416</u>
<b><u>Cost of Activities</u></b>			
Cost of activities	7	1,295,899	2,305,566
Net income from activities		(5,299)	405,850
Administrative and general expenses	8	<u>124,701</u>	<u>163,289</u>
Net (expenses) income before financing		(130,000)	242,561
(Income) expenses		-	-
(Income) expenses from financing	9	<u>(19,465)</u>	<u>(29,122)</u>
Net (deficit)/surplus from activities this year		<u>(110,535)</u>	<u>271,683</u>

(\*) Includes in-kind contributions

The Explanatory Notes to the Financial Statements constitute an integral part thereof.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

**Statement on Net Changes in Assets**

	Non-restricted assets, net		Assets with temporary restriction	Total
	Used for activities	Used for fixed assets		
	NIS	NIS	NIS	NIS
<b>Balance as of December 31, 2019</b>	(57,615)	71,372	994,512	1,008,269
Net surplus (deficit) for the year	(90,129)	--	--	(90,129)
Depreciation expenses	27,496	(27,496)	--	--
Transfer from restricted assets for activity, net	(19,348)	19,348	--	--
Transfer for activity	86,307	--	(86,307)	--
<b>Balance as of December 31, 2020</b>	(53,289)	63,224	908,205	918,140
Net surplus (deficit) for the year	270,193	--	--	270,193
Depreciation expenses	32,260	(32,260)	--	--
Transfer from restricted assets for activity, net	--	--	--	--
Transfer for activity	--	--	--	--
<b>Balance as of December 31, 2021</b>	249,164	30,964	908,205	1,188,333
Net surplus (deficit) for the year	(627)	--	--	(627)
Depreciation expenses	31,168	(31,168)	--	--
Transfer from restricted assets for activity, net	(200,000)	200,000	--	--
Transfer for activity (*)	908,205	--	(908,205)	--
<b>Balance as of December 31, 2022</b>	987,910	199,796	--	1,187,706
Net surplus (deficit) for the year	271,683	--	--	271,683
Depreciation expenses	34,956	(34,956)	--	--
<b>Balance as of December 31, 2023</b>	1,294,549	164,840	--	1,459,389
Net surplus (deficit) for the year	(110,535)	--	--	(110,535)
Depreciation expenses	30,000	(30,000)	--	--
<b>Balance as of December 31, 2024</b>	1,214,014	134,840	--	1,348,854

The Explanatory Notes to the Financial Statements constitute an integral part thereof.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Cash Flow Statement  
For the Year Ending December 31  
(In New Israeli Shekels)**

	<b><u>For the year ending</u></b>	
	<b><u>December 31</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
<b>Cash Flow from Current Activities</b>		
Surplus (deficit) according to Statement on Activities	(110,535)	271,683
Required adjustments for presenting cash and cash equivalents from current activities (Appendix A)	16,465	77,818
<b>Total cash flow from current activities</b>	<b><u>(94,070)</u></b>	<b><u>349,501</u></b>
<b>Cash Flow from Investment Activities</b>		
Purchase of fixed assets	--	--
Consideration from sale of fixed assets	--	--
	--	--
<b>Cash Flow from Financing Activities</b>		
<b>(Decrease) increase in cash and cash equivalents</b>	<b>(49,070)</b>	<b>349,501</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>1,350,612</b>	<b>1,001,111</b>
<b>Cash and cash equivalents at the end of the year</b>	<b><u>1,256,542</u></b>	<b><u>1,350,612</u></b>

The Explanatory Notes to the Financial Statements constitute an integral part thereof.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Cash Flow Statement  
For the Year Ending December 31  
(In New Israeli Shekels)**

**Appendix A**

**For the year ending December 31**

**2024**

**2023**

**NIS**

**NIS**

**Changes in Current Assets and Liabilities Items:**

Depreciation	30,000	34,956
(Increase) decrease in receivables and debt balances	--	43,030
(Decrease) increase in suppliers and payables	(13,535)	(168)
Profit from the sale of fixed assets	--	--
Total	<u>16,465</u>	<u>77,818</u>

The Explanatory Notes to the Financial Statements constitute an integral part thereof.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 1 – General**

- A. The Association, whose number is 580419497 was established and registered with the Registrar of Associations in the Ministry of Justice on January 11, 2004 in accordance with the Nonprofit Associations Law, 5740–1980.
- B. Goals of the Association: To operate a center in Yerucham for at-risk children. The center will seek to support all the needs of these children while serving as an alternative to the home, and will work to improve education in other parts of the country.

**Note 2 – Main Accounting Principles**

Below are the main accounting principles that were applied in preparing the Financial Statements:

- A. The Financial Statements were prepared in accordance with the provisions of Standard No. 40 of the Israeli Accounting Standards Board regarding rules of accounting and financial reporting for not-for-profit organizations.

The following provisions were applied:

Assets, liabilities and net changes in assets were recorded on a cumulative basis in accordance with accepted rules of accounting.

- B. The main accounting policies were applied to the Financial Statements in a manner consistent with the Financial Statements of the previous year.
- C. **Foreign exchange rates and linkage terms:** The balances of financial items in foreign currency, linked to the foreign currency or to the Consumer Price Index, are presented according to the representative exchange rates on the date of the balance sheet or based on the determining CPI.
- D. **Cash:** This includes deposits for periods of not greater than three months.
- E. These Financial Statements were prepared based on the historic cost convention in nominal values. Information concerning the effect of changes in the general purchasing power of Israeli currency on the Financial Statements, as mentioned in the statements of the Institute of Certified Public Accountants in Israel, was not included in these Financial Statements.
- F. Contribution in-kind is recorded in accordance with the management's estimation.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 3 – Cash and Cash Equivalents**

	<b><u>As of December 31</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
Checking account	203,917	451,114
Deposit in New Israeli shekels	254,512	152,778
Dollar-linked deposit	550,829	730,550
Deposit in foreign currency Czech krona	15,383	16,170
Foreign currency dollar	231,892	--
	<u>1,256,542</u>	<u>1,350,612</u>

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 4 – Fixed Assets**

Composition:

	<b><u>Vehicle and computer equipment</u> NIS</b>
<b><u>Cost</u></b>	
Balance as of January 1, 2024	219,348
Added during account year	--
Deducted during account year	--
Balance as of December 31, 2024	<u>219,348</u>
 <b><u>Accrued Depreciation</u></b>	
Balance as of January 1, 2024	54,508
Deducted during account year	--
Added during account year	30,000
Balance as of December 31, 2024	<u>84,508</u>
<b>Amortized cost as of December 31, 2024</b>	<u><b>134,840</b></u>
<b>Amortized cost as of December 31, 2023</b>	<u><b>164,840</b></u>

**Note 5 – Payables and Credit Balances**

	<b><u>As of December 31</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
Suppliers and service providers	11,375	25,053
Payables and credit balances	<u>31,153</u>	<u>31,010</u>
	<u>42,528</u>	<u>56,063</u>

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 6 – Income from Grants and Contributions**

	<b><u>For year ending on Dec. 31</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
Jewish Agency	--	37,823
Others(*)	1,086,488	851,958
Aura Israel	40,000	40,000
Action Plus ASBL	--	287,000
	<u>1,126,488</u>	<u>1,216,781</u>
<b><u>Grants and in-kind contributions</u></b>		
Other – contributions to evacuees	<u>164,112</u>	<u>1,379,395</u>
	 <u>1,290,600</u>	 <u>2,596,176</u>

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 7 – Cost of Activity per Project**

**For year ending on Dec. 31**

	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
<b><u>Daycare center in Yerucham (early childhood project)</u></b>		
Training, lectures, classes	18,667	12,436
Contributions to the daycare center	1,968	6,000
	<u>20,635</u>	<u>18,436</u>
<b><u>Yerucham – Kol Yaakov activity</u></b>		
Computers, equipment, games and assorted materials	5,730	5,686
Books for Kol Yaakov school	44,768	11,146
Food vouchers	40,000	59,834
Treatments/therapy	--	--
Teachers' salaries	92,213	217,572
	<u>182,711</u>	<u>294,238</u>
<b><u>Yerucham – Darka High School activity</u></b>		
Participation in activity	--	26,800
Computer support	--	--
Teachers' salaries Darka High School in Yerucham	--	--
	<u>--</u>	<u>26,800</u>
<b><u>Yavneh – Abir Yaakov School</u></b>		
Consulting and support	3,940	--
Salaries	21,288	10,637
	<u>25,228</u>	<u>10,637</u>
<b><u>Yavneh – Enrichment for Ulpana pupils</u></b>		
Teachers' salaries	14,517	12,068
Food vouchers for the needy	63,500	143,700
Support for the Ulpana	116,813	--
Extracurricular classes, lessons and lectures	936	5,702
Fundraising event	1,750	--
	<u>197,516</u>	<u>161,470</u>
<b><u>Ramle – Enrichment for Ofek School and Branco Weiss pupils</u></b>		
Scholarships	--	45,716
Materials, computers, equipment and stationery	--	19,986
	<u>--</u>	<u>65,702</u>

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 7 – Cost of Activity per Project**

**For year ending on Dec. 31**

	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
<b><u>Yehud – Enrichment for B'Ma'alah School pupils</u></b>		
Classes and lectures	110,929	77,980
Teachers' salaries	--	6,330
	<u>110,929</u>	<u>84,310</u>
<b><u>Nigun LeNeshama (music program)</u></b>		
Scholarships	43,676	--
	<u>43,676</u>	<u>--</u>
<b><u>Hadera Givat Olga – Enrichment for HaShahaf School pupils</u></b>		
Teachers' salaries HaShahaf School	39,682	41,685
Computers, equipment and stationery	3,389	53,808
Scholarships	7,800	--
Science activity	33,659	11,135
	<u>84,530</u>	<u>106,628</u>
<b><u>Kfar Yona – Niflaot School activity</u></b>		
Salaries	18,989	--
	<u>18,989</u>	<u>--</u>
Total expenses for support activities in schools	684,219	768,222
<b><u>Iron Swords War</u></b>		
Contributions to evacuees	95,138	101,401
Contributions to soldiers	105,876	56,547
Contributions to soldiers and evacuees in-kind value	164,112	1,379,395
General war expenses	246,555	--
	<u>611,680</u>	<u>1,537,344</u>
Total activity expenses – Iron Swords	<u>611,680</u>	<u>1,537,344</u>
Total activity cost	<u>1,295,899</u>	<u>2,203,566</u>

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 8 – Administrative and General Expenses**

	<b><u>For year ending on Dec. 31</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
Wages and related expenses	10,294	4,908
Vehicle maintenance	9,963	33,987
Depreciation	30,000	34,956
Professional services	25,974	28,852
Participation in office maintenance	5,225	5,584
Office equipment	41,768	17,041
Association event	213	33,630
Fees	1,262	4,331
	<u>124,701</u>	<u>163,289</u>

**Note 9 – Financing Income (Expenses), Net**

	<b><u>For the year ending December 31</u></b>	
	<b><u>2024</u></b>	<b><u>2023</u></b>
	<b><u>NIS</u></b>	<b><u>NIS</u></b>
Valuation of deposit (\$)	(18,628)	(29,788)
Account management fees and cancellation of balances	(835)	666
	<u>(19,464)</u>	<u>(29,122)</u>

**Note 10 – Contingent Liabilities**

The Association is neither a plaintiff nor a defendant in any legal suit.

**Note 11 – Public Institution**

The Association is a public institution in accordance with Article 9(2) of the Income Tax Ordinance.

**Note 12 – Certificates under the Public Bodies Transactions Law, and Exemption from Deduction of Tax at Source**

- a. The Association was granted a certificate from the Income Tax Commission in the matter of the Public Bodies Transactions Law (Enforcement of Bookkeeping and Payment of Tax Liabilities), 5736-1976, valid until March 31, 2026. This certificate enables the Association to receive a guarantee, grant, or support from the state, and is evidence that the Association has no final debts to the income tax authorities.
- b. The Association was granted a certificate of exemption from deduction of tax at source, valid until March 31, 2026.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Explanatory Notes to the Financial Statements**

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**Note 13 – Certificate of Proper Management**

The Association was granted has a certificate from the Registrar of Associations confirming proper management, valid until December 31, 2025.

**Note 14 – Value Added Tax**

The Association is classified by the Value Added Tax authorities as a not-for-profit association.

**Note 15 – Article 46**

The Association is certified under Article 46 until December 31, 2028.

**Yerucham Association in Memory of Ruth Tal  
for the Future of Education in Israel**

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**Yeruham Association in Memory of Ruth Tal for Education in Israel**  
**R.A. 580419497**

**Reconciliation Statement for Income Tax Purposes for the 2024 Tax Year**

	<u>NIS</u>
Surplus (deficit) from year's activities	(110,535)
Reconciliation	--
<b><u>Income exempt under Article 9(2) for a public institution</u></b>	<u>(110,535)</u>
(—) _____	(—) _____
Anat Yaakobi – Board member	Shimon Scheinman – Board member

**Accountant's Opinion**

We have audited the report on the Association's activities for the 2024 tax year.  
We confirm that in our opinion all of the income is exempt from tax, and there were no amounts liable to tax under Article 3(g) of the Ordinance.

**Certified Public Accountant,  
Dan Rabin**

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Ramot HaShavim, August 10, 2025