Husam Wahhab
Certified Public Accountant
Khamashta Building – Bab Al-Zuqaq
P.O.Box 585 Bethlehem – Palestine
Tel: 2775172 / Jawwal: 0599-256648
WhatsApp : +972 59-511-3333

حسـام وهاب
مدقق حسابات قانوني
عمـارة خمشتـا – بـاب الزقــاق
ص.ب. 585 بيت لحم - فلسطين
تلفون: 2775172 / جوال:0599-256648
البريد الالكتروني:h.wahhab@gmail.com

JEMIMA FOUNDATION

BEIT JALA

PALISTINE

As of December 31,2025/2024

Together With The Auditors' Report

Ministry of Finance 732400031
Ministry of Interior QR-0156-F

Husam Wahhab
Certified Public Accountant

JEMIMA FOUNDATION

BEIT JALA

PALISTINE

Index

Husam Wahhab
Certified Public Accountant
Khamashta Building – Bab Al-Zuqaq
P.O.Box 585 Bethlehem – Palestine
Tel: 2775172 / Jawwal: 0599-256648
WhatsApp : +972 59-511-3333

حسام وهاب
مدقق حسابات قانوني
عمارة خمشتا – باب الزقاق
ص.ب. 585 بيت لحم - فلسطين
تلفون: 2775172 / جوال:0599-256648
البريد الالكتروني:h.wahhab@gmail.com

Independent Auditors' Report

Jemima Foundation

Opinion

We have audited the financial statements of **Jemima Foundation**, which comprise the statement of financial position as at December 31, 2025/2024, and the statement of activities and changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Jemima Foundation** as at December 31, 2025/2024 and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of **Jemima Foundation** in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing **Jemima Foundation** ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate **Jemima Foundation** or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing **Jemima Foundation** 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 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 this 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 **Jemima Foundation** internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, 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 **Jemima Foundation** 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 **Jemima Foundation** 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 **Jemima Foundation** 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.

Husam Wahhab **Bethlehem Palestine April 12, 2026**

Husam Wahhab

Husam Wahhab/CPA
Certified Public Accountant
Bethlehem

Certified Public Accountant
License number: 234/1994

Jemima Foundation
Financial Position
As at December 31, 2025/2024
(Currency: NIS)

	Note	2025	2024
Assets		NIS	NIS
Current assets			
Cash on hand and at banks	3	89.300	93,750
Receivables and prepayments	4	7,317	14,175
Total current assets		96,617	107,925
Property, plant, and equipment (Net)	5	4,203,621	4,305,431
Total assets		4,300,238	4,413,356
Liabilities and net assets			
Liabilities			
Bank overdraft/ Checks		45,717	20,601
Accrued expenses		31,275	36,040
Account Payable		31,609	86,772
Total current liabilities		108,601	143,413
Reserve for end of service benefits	6	1,453,225	1,343,147
Total liabilities		1,561,826	1,486,560
Net Assets			
Unrestricted		2,828,059	3,007,522
Temporarily restricted		(89,647)	(80,726)
Total net assets		2,738,412	2,926,796
Total liabilities and net assets		4,300,238	4,413,356

The accompanying notes form an integral part of these financial statements

Jemima Foundation
Statement of Activities and Change in net assets
For the Year Ended December 31, 2025/2024
(Currency: NIS)

	Note	Net assets Unrestricted	Net assets Temporarily restricted	2025 Total	2024 Total
Revenues					
Grants and Donations	7	3,009,627	31,620	3,041,247	2,933,722
Other Operating Revenues	8	36.179		36,179	53,022
Net Assets Released from Restriction:					
Satisfaction of Program Restrictions	9	40,541	(40,541)	-------------	-------------
Total REVENUES		**3,086,347**	**(8,921)**	**3,077,426**	**2,986,744**
Operating Expenses					
General and Administrative	10	3,261,868		3,261,868	3,301,714
Change in Net Assets before Currency Differentials & Capital gain and Loss		(175,521)	(8,921)	(184,442)	(314,970)
From Currency Differentials gain (loss)	11	(3,942)		(3,942)	1,217
Change in net assets		**(179,463)**	**(8,921)**	**(188,384)**	**(313,753)**
Net Assets at the Beginning of the year		**3,007,522**	**(80,726)**	**2,926,796**	**3,240,549**
Net Assets at the End of the year		**2,828,059**	**(89,647)**	**2,738,412**	**2,926,796**

The accompanying notes form an integral part of these financial statements

Jemima Foundation
Statement of Cash Flow
For the Year Ended December 31, 2025/2024
(Currency: NIS)

	Note	2025 NIS	2024 NIS
OPERATING ACTIVITIES			
Change in net assets		(188,384)	(313,753)
Depreciation		266,810	242,615
Increase (decrease) in Accrued expenses		(4,765)	6,719
Decrease (increase) end of service benefit		110,078	175,307
Increase(decrease)in Bank Overdraft			(306,750)
Decrease (increase) Checks for collection		25,116	
Decrease (increase) in receivable /prepayments		6,858	287,151
Increase(decrease)in account payable		(55,163)	37,752
		160,550	129,041
INVESTING ACTIVITIES			
Procurement of property & equipment		(165,000)	(190,870)
Proceeds from sales of fixed assets		-----------	-----------
Net cash used in investing activities		(165,000)	(190,870)
Increase (decrease) in cash during the year		(4,450)	(61,829)
Cash at beginning of the year		**93,750**	**155,579**
Cash at the end of the year		**89,300**	**93,750**

The accompanying notes form an integral part of these financial statements

Jemima Foundation
Notes to the Financial Statements
December 31, 2025/2024
(Currency: NIS)

1. The Foundation and its Activities

JEMIMA Foundation was established in 1984 in Netherlands, as a not for profit organization.
JEMIMA has been registered in West Bank with the Israeli Civil Administration on June 6, 1986 as a foreign institution. Jemima also was registered at the Ministry of Social Affairs of the Palestinian Authority on May 26,1997. And in the Ministry of Interior of the Palestinian Authority as a foreign institution on May 12, 2010 number QR-0156-F.

JEMIMA is working in Bethlehem and employed 48 and 45 employees as of 31 December 2025, and 2024 respectively.

JEMIMA's objectives are to receive or cause to receive nurse and education to, as large as possible measure of independence, children who are handicapped in any form whatsoever – in particular the children in and around Bethlehem in West bank, Palestine.

Jemima endeavors to attain these objectives by:

- Supporting persons, juridical and natural, organizations and activities to the implementation of its objectives.
- Running, maintaining and if necessary by purchasing, building and/ or extending one or more homes with appurtenant institutions.
- Cooperating with other institutions of an identical or similar objective.
- Any other lawful means which may be conductive to the attainment of the aforesaid objectives.

2. Summary of Significant Accounting Policies

The financial statements have been prepared under the historical cost convention. The significant accounting policies follow:

a. Revenues and Expenses Recognition

Revenues and expenses are recognized on the accrual basis of accounting.

b. General

Net assets, revenues, expenses, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as unrestricted, temporarily restricted and permanently restricted. Unrestricted net assets are those whose use by the Foundation is not subject to donor-imposed stipulations. Temporarily restricted net assets are those whose use by the Foundation has been limited by donors specific time period or purpose. Permanently restricted net assets are those restricted by donors to be maintained by the Foundation in perpetuity.

c. Donors' Contributions

Unconditional promises to give cash and other assets to the Foundation are recorded at the fair market value at the date promises to give are made. Conditional promises to give and indications of intention to give are recorded at the fair market value at the date contribution is received. Unconditional promises to give are promises that depend only on passage of time and certain performance demanded by the promising donors. Restricted contributions are recorded as either temporarily or permanently restricted revenues. When donors' restricted contributions expire, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restriction. Restricted revenues are recorded as unrestricted revenues if restriction expires in the same year.

d. Use of Estimates

The presentation of financial statements in conformity with accounting principles requires management to make estimates that may affect assets, liabilities, revenues and expenses. Actual results could differ from those estimates.

e. Fixed Assets

Fixed assets are stated at cost (or market value if the fixed assets are received as a donation) and depreciated over their estimated useful lives using the straight-line method, at the following annual rates:

	%
Building	2
Furniture	10
Equipment	10-25
Improvements	10-15

f. Foreign Currency Translation

The Foundation maintains its records in New Israeli Shekel (NIS). Transactions expressed or denominated in other currencies are translated to NIS using exchange rates prevailing at the time of each transaction. Assets and liabilities denominated in other currencies are translated to NIS using exchange rates prevailing at the balance sheet date. Gains and losses arising from the translation are reflected in the statement of activities.

Foreign currency exchange rates against NIS at December 31, 2025/2024 were as follows:

	2025	2024
One U.S. Dollar	3.1900	3.6400
One Euro	3.7200	3.8000
Jordanian Dinars	5.2200	

3. Cash on Hand and at Banks

Cash on hand and at banks comprise:

	2025	2024
	NIS	NIS
Cash on hand	7,828	5,014
Cash at banks in NIS	74,662	46,861
Cash at banks in USD	6,654	3,940
Cash at banks in EURO	-------	37,935
Cash at banks in JD	156	
	89,300	**93,750**

4. Receivables and Prepayments:

	2025	2024
	NIS	NIS
Receivables/ Prepayments	7,317	14,175
	7,317	**14,175**

The Jemima Foundation did not recognize nor record any receivable from the Ministry of Social Affairs for an amount of 1,449,988 shekels from January 1, 2016, to December 31, 2025, for 20,675NIS per month up Until December 31, 2020, and 14,400 per month up Until December 31,2023and 22,950 NIS up Until December 31, 2025 until actually received.

5. Fixed Assets, Net

Components of fixed assets costs and related accumulated depreciation as of December 31, 2025 and movement thereon during the year follow:

	Balance, beginning of year	Additions	Disposals	Balance, end of year
Cost				
Land	600,581	-		600,581
Building	5,546,540	-		5,546,540
Improvement	228,783	-		228,783
Equipment	2,374,310	165,000		2,539,310
Furniture	377,557	-		377,557
	9,127,771	**165,000**		**9,292,771**
Accumulated depreciation				
Building	2,844,165	122,483		2,966,648
Improvement	219,261	12,173		231,434
Equipment	1,383,472	126,869		1,510,341
Furniture	375,442	5,285		380,727
	4,822,340	**266,810**		**5,089,150**
Net book value	**4,305,431**			**4,203,621**

6. Reserve for End of Service Benefits

End of service benefits due to employees are provided for in accordance with labor laws prevailing in Palestine. End of service benefits at December 31, 2025 and movements thereon during the year follow:

	NIS
Balance, beginning of year	**1,343,448**
Additions during the year	152,718
Payments during the year	(42,641)
Balance, end of year	**1,453,225**

7. Grants and Donations

	2025	2024
	NIS	NIS
Jemima Holland – Unrestricted	2,328,033	2,396,695
Other Donation	----	300
Home Based Intervention - Temporary restricted	31,620	32,269
Donation in kind	4,022	4,868
Ministry of Social Affairs	406,667	258,820
Pete's therapy	2,230	6,642
Village's HBI	200,040	180,000
Local Donation	68,635	54,128
Total Grants and Donations	**3,041,247**	**2,933,722**

8. Other Operating Revenues

	2025	2024
	NIS	NIS
School fees	29,410	39,265
Sales	754	4,271
Others	6,015	9,486
Total Other Operating Revenues	**36,179**	**53,022**

9. A) **HBI Project**

Jemima has established a program started in 2006 called HBI project that is aimed to help the students at their homes, this project revenues are restricted, and its expenditures were as follows:

	2025	2024
	NIS	NIS
Salaries and related benefits	38,069	36,634
Travel	2,100	2,100
Others	372	-----
	40,541	**38,734**

10. General and Administrative Expenses

General and administrative expenses comprise:

	2025	2024
	NIS	NIS
Salaries	1,849,662	1,765,390
Personnel Other Costs	150,996	176,539
Volunteers Cost	63,798	45,160
Food	177,207	163,797
Maintenance	281,442	374,130
Depreciation	266,810	242,615
Utilities	270,266	266,721
Cars insurance and fuel	51,750	52,842
Medical treatment	76,813	84,455
Professional expenses	15,085	17,087
Heat fuel and gas	5,268	20,620
Residents needs	39,156	47,632
Development & Learning	11,090	40,623
Others	2,525	4,103
	3,261,868	**3,301,714**

11. Foreign Currency Gain (Loss)

Foreign currency transactions generated NIS 3,942 loss and NIS 1,217 gain for the years ended 2025 and 2024 respectively.