

**Juzoor for Health and Social Development (JUZOOR)**

**Financial Statements and  
Independent Auditor's Report  
For the Year Ended December 31, 2020**

## **Juzoor for Health and Social Development (JUZOOR)**

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## **Independent Auditor's Report**

**To the General Assembly  
Juzoor for Health and Social Development (JUZOOR)  
Ramallah, Palestine**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of **Juzoor for Health and Social Development (hereinafter "JUZOOR")**, which comprise the statement of financial position as of December 31, 2020, statement of activities, statement of changes in net assets, statement of cash flows and the statement of functional expenses for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of JUZOOR as of December 31, 2020, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are independent of JUZOOR in accordance with the ethical requirements that are relevant to our audit of the financial statement in areas under the jurisdiction of Palestinian Authority, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, 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 JUZOOR'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 JUZOOR or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing JUZOOR's financial reporting process.

## Independent Auditor's Report (Continued)

### 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 ISA's, we exercise professional judgement and maintain professional skepticism throughout the audit.

We also,

1. 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 risk, 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 the one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
2. 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 internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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 JUZOOR'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 disclosure 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 JUZOOR to cease to continue as a going concern.
5. 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.

### Independent Auditor’s Report (Continued)

We communicate with those charged with governance 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Samir Sahhar, CPA**  
**License no. (109/2001)**

**Deloitte & Touche (M.E.)**  
**License no. (208/2012)**  
**Ramallah - Palestine**



**October 11, 2021**

**Juzoor for Health and Social Development (JUZOOR)  
Statement of Financial Position  
As of December 31, 2020**

**Statement - A**

	<b>Note</b>	<b>2020 USD</b>	<b>2019 USD</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash on Hand and at Banks	<b>5</b>	669,495	322,401
Grants Receivable	<b>6</b>	855,848	439,554
Advances to Employees	<b>7</b>	41,953	35,405
Prepaid Expenses		440	6,798
<b>Total Current Assets</b>		<b><u>1,567,736</u></b>	<b><u>804,158</u></b>
<b>Non-Current Assets</b>			
Property and Equipment, Net	<b>8</b>	27,072	33,523
Land	<b>9</b>	87,500	87,500
Right of use assets	<b>10</b>	103,681	138,241
<b>Total Non-Current Assets</b>		<b><u>218,253</u></b>	<b><u>259,264</u></b>
<b>Total Assets</b>		<b><u>1,785,989</u></b>	<b><u>1,063,422</u></b>
<b>Liabilities and Net Assets</b>			
<b>Current Liabilities</b>			
Accounts Payable and Accruals	<b>11</b>	662,717	637,680
Lease Liabilities- Short term	<b>10</b>	34,560	34,560
<b>Total Current Liabilities</b>		<b><u>697,277</u></b>	<b><u>672,240</u></b>
<b>Non-Current Liabilities</b>			
Reserve for Severance Pay	<b>12</b>	300,291	249,395
Lease Liabilities- Long term	<b>10</b>	69,121	103,681
<b>Total Non-Current Liabilities</b>		<b><u>369,412</u></b>	<b><u>353,076</u></b>
<b>Total Liabilities</b>		<b><u>1,066,689</u></b>	<b><u>1,025,316</u></b>
<b>Net Assets</b>			
Unrestricted (Deficit)		(52,742)	(109,317)
Temporary Restricted		657,470	26,400
Investment in Land, Property and Equipment		114,572	121,023
<b>Total Net Assets</b>		<b><u>719,300</u></b>	<b><u>38,106</u></b>
<b>Total Liabilities and Net Assets</b>		<b><u>1,785,989</u></b>	<b><u>1,063,422</u></b>

**The Accompanying Notes Form an Integral Part of These Financial Statements.**

**Juzoor for Health and Social Development (JUZOOR)**  
**Statement of Activities**  
**For the Year Ended December 31, 2020**

**Statement - B**

	Note			Total	
		Unrestricted USD	Temporary Restricted USD	2020 USD	2019 USD
<b>Grants and Revenues</b>					
Restricted Contributions	13	-	3,510,521	3,510,521	2,246,772
Unrestricted Contributions		-	-	-	2,868
Service Contracts		123,010	-	123,010	4,632
Other Revenues	14	81,484	-	81,484	87,089
<b>Total Grants and Revenues</b>		<b>204,494</b>	<b>3,510,521</b>	<b>3,715,015</b>	<b>2,341,361</b>
Net Assets Released From Restrictions	13	2,880,783	(2,880,783)	-	-
Reclassification of Temporary Restricted Fund	13	-	-	-	-
		<b>3,085,277</b>	<b>629,738</b>	<b>3,715,015</b>	<b>2,341,361</b>
<b>Expenses</b>					
<b>Program Expenses</b>					
Policy and Advocacy Unit		59,418	-	59,418	89,716
Continuous Professional Education Unit		976,097	-	976,097	1,001,206
Community Development Unit		1,902,854	-	1,902,854	1,511,378
<b>Total Program Expenses</b>		<b>2,938,369</b>	<b>-</b>	<b>2,938,369</b>	<b>2,602,300</b>
General and Administrative Expenses		-	-	-	17,120
Currency exchange (gain) loss		(9,479)	(1,332)	(10,811)	58,322
Depreciation Expense		9,699	-	9,699	18,669
<b>Total Expenses</b>		<b>2,938,589</b>	<b>(1,332)</b>	<b>2,937,257</b>	<b>2,696,411</b>
<b>(Decrease) in net assets during the year</b>		<b>146,688</b>	<b>631,070</b>	<b>777,758</b>	<b>(355,050)</b>

**The Accompanying Notes Form an Integral Part of These Financial Statements.**

**Juzoor for Health and Social Development (JUZOOR)  
Statement of Changes in Net Assets  
For the Year Ended December 31, 2020**

**Statement - C**

	<b>Unrestricted (Deficit) USD</b>	<b>Temporary Restricted USD</b>	<b>Investment in Land, Property and Equipment USD</b>	<b>Total USD</b>
<b>Balance as of January 1, 2020</b>	<b>(109,317)</b>	<b>26,400</b>	<b>121,023</b>	<b>38,106</b>
Adjustment	(96,564)	-	-	<b>(96,564)</b>
Change in Net Assets During the Year (Statement-B)	146,688	631,070	-	777,758
Property, Equipment and Land, net	6,451	-	(6,451)	-
<b>Balance as of December 31, 2020 (Statement-A)</b>	<b>(52,742)</b>	<b>657,470</b>	<b>114,572</b>	<b>719,300</b>

	<b>Unrestricted (Deficit) USD</b>	<b>Temporary Restricted USD</b>	<b>Investment in Land, Property and Equipment USD</b>	<b>Total USD</b>
<b>Balance as of January 1, 2019</b>	<b>(215,286)</b>	<b>472,298</b>	<b>136,144</b>	<b>393,156</b>
Change in Net Assets During the Year (Statement-B)	90,848	(445,898)	-	(355,050)
Property, Equipment and Land, net	15,121	-	(15,121)	-
<b>Balance as of December 31, 2019 (Statement-A)</b>	<b>(109,317)</b>	<b>26,400</b>	<b>121,023</b>	<b>38,106</b>

**The Accompanying Notes Form an Integral Part of These Financial Statements.**



**Juzoor for Health and Social Development (JUZOOR)**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2020**

**Statement - D**

	<b>2020 USD</b>	<b>2019 USD</b>
<b>Operating Activities</b>		
Grants contribution	2,238,379	1,763,316
Service contracts and other revenues	204,494	94,589
Cash paid to employees and suppliers	(2,057,971)	(1,845,245)
<b>Net Cash Flows Generated from (Used in) Operating Activities</b>	<b>384,902</b>	<b>12,660</b>
<b>Cash Flows from Investing Activities</b>		
Procurement of property, plant and equipment	(3,248)	(3,548)
<b>Net Cash Flows (Used in) Investing Activities</b>	<b>(3,248)</b>	<b>(3,548)</b>
<b>Cash Flows from Financing Activities</b>		
Interest expense on lease liabilities	5,440	5,440
Repayment of lease liabilities	(40,000)	(40,000)
<b>Net Cash Flows (Used in) Financing Activities</b>	<b>(34,560)</b>	<b>(34,560)</b>
<b>(Decrease) in cash on hand and deposits with banks</b>	<b>347,094</b>	<b>(25,448)</b>
Cash on hand and deposits with banks at Beginning of Year	322,401	347,849
<b>Cash on hand and deposits with banks at End of Year</b>	<b>669,495</b>	<b>322,401</b>
<b>Adjustments</b>		
Change in net assets	777,758	(355,050)
Prior year Adjustment	(96,564)	-
Provision for staff benefits, net of indemnities paid	50,896	60,037
Depreciation of property and equipment	9,699	18,669
Depreciation of right of use assets	34,560	34,560
(Increase) in grants receivable	(416,294)	(84,963)
(Increase) in employees advances	(6,548)	(7,517)
(Increase) Decrease in prepaid expenses	6,358	(674)
Increase in payables and accruals	25,037	347,598
<b>Net Cash Flows Generated from (Used in) Operating Activities</b>	<b>384,902</b>	<b>12,660</b>

**The Accompanying Notes Form an Integral Part of These Financial Statements.**

**Juzoor for Health and Social Development (JUZOOR)**  
**Statement of Functional Expenses**  
**For the Year Ended December 31, 2020**

**Statement - E**

**(1/2)**

	<b>Policy and Advocacy Unit USD</b>	<b>Continuous Professional Education Unit USD</b>	<b>Community Development Unit USD</b>	<b>Total Program Expenses* USD</b>	<b>General and Administrative USD</b>	<b>2020 USD</b>
Communication and internet	-	4,400	28,975	33,375	-	33,375
Hospitality - Training and Workshops	-	40,923	210,592	251,515	-	251,515
Insurance	-	-	-	-	-	-
Interest and bank charges	-	-	3,248	3,248	-	3,248
Media and advertising	-	3,471	11,038	14,509	-	14,509
Meeting, workshops and conferences	-	3,538	62,211	65,749	-	65,749
Occupancy	-	6,363	765	7,128	-	7,128
Other expenses	-	-	54,981	54,981	-	54,981
Printing, stationery, documentation and supplie	-	17,161	66,907	84,068	-	84,068
Professional and consultancy fees	-	27,134	118,117	145,251	-	145,251
Repair and maintenance	-	-	12,002	12,002	-	12,002
Salaries and related expenses	59,418	148,694	604,816	812,928	-	812,928
Schools support / Community costs	-	227,099	404,207	631,306	-	631,306
Training costs	-	497,314	303,765	801,079	-	801,079
Transportation and international travel	-	-	21,230	21,230	-	21,230
	<b>59,418</b>	<b>976,097</b>	<b>1,902,854</b>	<b>2,938,369*</b>	<b>-</b>	<b>2,938,369</b>

\* This amount includes USD 60,834 that has been expensed on core fund and the amount of USD 2,877,535 that has been covered by the released amounts from the temporary restricted grants.

**Juzoor for Health and Social Development (JUZOOR)**  
**Statement of Functional Expenses**  
**For the Year Ended December 31, 2019**

**Statement - E**

**(2/2)**

	<b>Policy and Advocacy Unit USD</b>	<b>Continuous Professional Education Unit USD</b>	<b>Community Development Unit USD</b>	<b>Total Program Expenses USD</b>	<b>General and Administrative USD</b>	<b>2019 USD</b>
Salaries and related expenses	82,236	176,402	482,919	741,557	6,180	747,737
Repair and maintenance	-	-	218,780	218,780	-	218,780
Occupancy cost	6,600	6,600	6,600	19,800	-	19,800
Meeting, workshops and conferences	-	46,769	259,126	305,895	-	305,895
Training costs	-	684,961	200,127	885,088	-	885,088
Professional and consultancy fees	-	37,453	109,841	147,294	2,286	149,580
Printing, stationery, documentation and suppl	-	6,831	51,994	58,825	-	58,825
Media and advertising	-	6,000	3,015	9,015	-	9,015
Communication and internet	-	2,500	10,665	13,165	3,448	16,613
Transportation and international travel	-	3,940	30,983	34,923	3,195	38,118
Hospitality - Training and Workshops	-	2,890	29,385	32,275	-	32,275
Insurance	880	1,760	16,692	19,332	-	19,332
Schools support costs	-	3,000	87,820	90,820	-	90,820
Interest and bank charges	-	-	-	-	2,011	2,011
Other expenses	-	22,100	3,431	25,531	-	25,531
<b>Grand Total</b>	<b>89,716</b>	<b>1,001,206</b>	<b>1,511,378</b>	<b>2,602,300</b>	<b>17,120</b>	<b>2,619,420</b>

**Juzoor for Health and Social Development (JUZOOR)  
Notes to the Financial Statements  
For the Year Ended December 31, 2020**

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**1. The Foundation**

JUZOOR is a Palestinian Professional foundation based in Jerusalem is devoted to action in reform and asset mobilization in the health and social sectors. The mission of JUZOOR is working towards healthy Communities. JUZOOR is registered with the Palestinian Ministry of Interior under registration number QR-1243.

The main objectives of JUZOOR are as follows:

- To build the institutional capacity of health and social organizations through the development of human resources and to promote and support sustainable systems. As well as enhance networking and partnership among these organizations.
- To provide a platform for discussions and dialogue and enable a conducive environment for policy formulation and developmental interventions in the health and social sectors that support the deprived and marginalized communities.
- To promote an interdisciplinary, cross-sectorial approach in the health and social sector to improve the health status and well-being of the individual, family and community.
- To raise public awareness and encourage communities' participation regarding health and socio-economic issues that affects their overall well-being.
- To promote and develop regional and international cooperation to provide a facilitating environment for policy dialogue, participatory planning information and technology transfer among local and international organizations.

**2. Adoption of New and Revised International Financial Reporting Standards (IFRSs)**

In the current year, JUZOOR management considered all new and revised Standards and Interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of IASB, relevant to its activities, that were issued and effective for annual reporting periods ending on December 31, 2020.

At the date of these financial statements, there were a combination of standards and amendments to IFRSs that are applicable in subsequent years. The management believes that these standards and their interpretations will be applied in the financial statements of the center according to the dates of their effectiveness, and that this application has no effect on the financial statements of the center in the initial application stage.

**3. Summary of Significant Accounting Policies**

**Statement of compliance**

The financial statements have been prepared in accordance with relevant International Financial Reporting Standards (IFRS).

**Juzoor for Health and Social Development (JUZOOR)  
Notes to the Financial Statements  
For the Year Ended December 31, 2020**

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**3. Summary of Significant Accounting Policies (Continued)**

**Basis of preparation**

The financial statements have been prepared on the accrual basis of accounting and in conformity with International Financial Reporting Standards.

**3.1 Summary of significant accounting policies are as follows**

- The accounting policies adopted are consistent with those applied in the previous financial year.
- JUZOOR maintains its accounts in accordance with the principles of fund accounting under which the resources for various purposes are classified into three classes of net assets as described below:
  - **Unrestricted net assets** represent net assets whose use by JUZOOR is not subject to donor-imposed restrictions.
  - **Temporarily restricted net assets** whose use by JUZOOR is limited by donor-imposed and restrictions that either expire by passage of time or can be fulfilled and released by actions of JUZOOR pursuant to those donor-imposed stipulations.
  - **Investment in Land, Property and Equipment** represents funds invested in property and equipment and land from unrestricted net assets.

**Contributions and grants**

Revenues from private grants are recognized as it is earned through expenditures in accordance with the agreements. Any funding received in advance of expenditures is recorded as deferred contribution in the statement of financial position.

**Contributions Receivable**

Represents amounts due from funding organizations for expenditures incurred prior to receiving related funds.

**Cash and cash equivalents**

Consists of cash on hand and deposits with banks with maturity dates of 90 days or less.

**Property and Equipment**

Property and Equipment are stated in the attached financial statements based on historical cost and net of accumulated depreciation. Depreciation rates are as set below:

<b>Component</b>	<b>Estimated Service Life</b>
Office equipment	4-20 years
Office Furniture	7-17 years
Vehicle	7 years

Depreciation is computed on a straight-line basis over the estimated useful lives of the respective assets.

**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

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**3. Summary of Significant Accounting Policies (Continued)**

**Property and Equipment (Continued)**

When the expected recoverable amount is less than the net book value, the property, plant and equipment amount is reduced to the lower of the cost or net realizable value and the difference (if any) is included in the statement of activities.

The useful lives of property, plant and equipment are reviewed at the end of each year. In case the expected useful lives are different from what was determined before, the change in estimate is recorded in the following years, being as a change in estimate. Property, plant and equipment are disposed of when there is no expected future benefit from the use of that asset.

**Severance pay**

The policy of JUZOOR is to provide for staff severance pay by accruing for one-month compensation for each year of service using the last salary paid during the year.

**Impairment of tangible assets**

At the end of each reporting period, JUZOOR reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, JUZOOR estimates the recoverable amount of the cash-generating unit to which the asset belongs. Where a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in the statement of activities, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in the statement of activities, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

**Juzoor for Health and Social Development (JUZOOR)  
Notes to the Financial Statements  
For the Year Ended December 31, 2020**

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**3. Summary of Significant Accounting Policies (Continued)**

**Foreign Currency Transactions**

The books of accounts of JUZOOR are maintained in U.S Dollar. Transactions, which are denominated in currencies other than U.S Dollar are converted into U.S Dollar equivalent at the spot exchange rate prevailing on the date of each transaction

**Financial Statements in U.S Dollar**

- Transactions and balances, which are originally expressed in U.S Dollar, are presented at the actual U.S Dollar received or paid.
- Balances of assets and liabilities which are expressed in currencies other than U.S Dollar are translated to U.S Dollar equivalent using the exchange rate prevailing at the date of the financial statements.
- Exchange differences arising from the translation of assets and liabilities is charged to the statement of activities.

**4. Critical Accounting Judgements and Key Sources of Estimation Uncertainty:**

In the application of JUZOOR's accounting policies, which are described in note 3, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision of accounting estimates is recognized in the period of the revision if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

**4.1 Critical judgements in applying accounting policies**

The significant judgements and estimates made by management, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are described below:

**Employees Indemnities**

The provision of employees' end of service benefits is calculated in accordance with the labor law in Palestine.

**Property and Equipment**

Property and equipment are depreciated over the estimated useful life, which is based on the expected usage of the asset and the expected physical wear and tear.

**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

**5. Cash on Hand and at Banks**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Cash on Hand	760	579
Deposits with banks in US Dollar	437,873	134,483
Deposits/(Overdrawn) with banks in NIS	38,936	170,114
Deposits/(Overdrawn) with banks in EURO	171,973	16,967
Deposits with banks in Jordanian Dinar	19,953	258
	<b>669,495</b>	<b>322,401</b>

**6. Grants Receivable**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Save the Children – SRHR	23,913	18,455
Arab Fund for Economic and Social Development HS /02	215,129	30,978
UNICEF Neonatal Protocols Review	15,006	34,456
UNICEF-Nutrition	22,137	-
Augusta Victoria Hospital ( AVH ) Training	-	12,873
UNRWA-Reproductive Health and GBV	-	-
Amplify Change	-	24,304
Portland Trust	26,585	45
Welfare Association - Tawoon	89,884	196,298
Netherlands Representative Office	-	1,430
UNRWA - Training Family Protection	-	5,829
MSD	298,533	39,387
Oxfam	-	4,307
Wafa	85,076	36,913
World Vision	-	1,327
War Child Otcha	2,290	3,713
Canadian	7,308	-
CRS - COVID-19 EMERGENCY REPONSE	20,000	-
France	7,051	-
Palestinian Education for Employment Foundation	42,936	-
UNFPA	-	29,239
	<b>855,848</b>	<b>439,554</b>

**7. Advances to Employees**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Advances to Employees	41,953	35,405
	<b>41,953</b>	<b>35,405</b>



**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

**8. Property and Equipment, Net**

<b><u>2020</u></b>	<b><u>Furniture USD</u></b>	<b><u>Equipment USD</u></b>	<b><u>Vehicles USD</u></b>	<b><u>Total USD</u></b>
<b><u>Cost</u></b>				
<b>Balance as of 1/1/2020</b>	<b>80,476</b>	<b>123,526</b>	<b>80,252</b>	<b>284,254</b>
Additions	-	3,248	-	<b>3,248</b>
<b>Balance as of 31/12/2020</b>	<b>80,476</b>	<b>126,774</b>	<b>80,252</b>	<b>287,502</b>
<b><u>Accumulated Depreciation</u></b>				
<b>Balance as of 1/1/2020</b>	<b>55,994</b>	<b>117,854</b>	<b>76,883</b>	<b>250,731</b>
Depreciation	3,717	2,613	3,369	<b>9,699</b>
<b>Balance as of 31/12/2020</b>	<b>59,711</b>	<b>120,467</b>	<b>80,252</b>	<b>260,430</b>
<b>Net Book Value</b>	<b>20,765</b>	<b>6,307</b>	<b>-</b>	<b>27,072</b>
<b><u>2019</u></b>				
<b><u>Cost</u></b>				
<b>Balance as of 1/1/2019</b>	<b>77,711</b>	<b>122,743</b>	<b>80,252</b>	<b>280,706</b>
Additions	2,765	783	-	<b>3,548</b>
<b>Balance as of 31/12/2019</b>	<b>80,476</b>	<b>123,526</b>	<b>80,252</b>	<b>284,254</b>
<b><u>Accumulated Depreciation</u></b>				
<b>Balance as of 1/1/2019</b>	<b>51,855</b>	<b>115,362</b>	<b>64,845</b>	<b>232,062</b>
Depreciation	4,139	2,492	12,038	<b>18,669</b>
<b>Balance as of 31/12/2019</b>	<b>55,994</b>	<b>117,854</b>	<b>76,883</b>	<b>250,731</b>
<b>Net Book Value</b>	<b>24,482</b>	<b>5,672</b>	<b>3,369</b>	<b>33,523</b>

**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

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**9. Land**

During 2009, JUZOOR acquired one fourth of a piece of land in partnership with another three local NGOs, these NGOs intend to construct a building for their use.

The share of JUZOOR from the total cost amounted to U.S Dollar 87,500, which was entirely settled in 2009 and was financed from the Unrestricted Funds.

**10. Accounts Payable & Accruals**

	<b>2020 USD</b>	<b>2019 USD</b>
Accrued expenses	252,283	186,760
Accrued vacations	20,593	20,405
Due to employees	27,685	28,132
Outstanding Checks	362,156	402,383
	<b><u>662,717</u></b>	<b><u>637,680</u></b>

**11. Reserve for Severance Pay**

	<b>2020 USD</b>	<b>2019 USD</b>
Balance at beginning of year	249,395	189,358
Provision for the year	59,186	73,646
Payments during the year	(8,290)	(13,609)
<b>Balance at end of year</b>	<b><u>300,291</u></b>	<b><u>249,395</u></b>

**12. Leases**

	<b>Right-of-Use Assets USD</b>	<b>Lease Liability USD</b>
Beginning Balance as at January 01, 2020	138,241	138,241
Interest on Lease Liability	-	5,440
Payment of the lease liability during the year	-	(40,000)
Amortization on the right of use during the year	(34,560)	-
<b>Ending Balance as at December 31, 2020</b>	<b><u>103,681</u></b>	<b><u>103,681</u></b>

**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

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**12. Leases (continued)**

	<b>Right-of-Use Assets</b>	<b>Lease Liability</b>
	<b>USD</b>	<b>USD</b>
Beginning Balance as at January 01, 2019	172,801	172,801
Interest on Lease Liability	-	5,440
Payment of the lease liability during the year	-	(40,000)
Amortization on the right of use during the year	(34,560)	-
<b>Ending Balance as at December 31, 2019</b>	<b>138,241</b>	<b>138,241</b>

	<b>Lease Liability</b>
	<b>USD</b>
Lease Liabilities- Short term	34,560
Lease Liabilities- Long term	69,121
	<b>103,681</b>

# Juzoor for Health and Social Development (JUZOOR)

## Notes to the Financial Statements

### For the Year Ended December 31, 2020

#### 13. Net Assets Released From Restrictions:

The movement in the temporary restricted contributions during the year ended December 31, 2020 was as follows:

	Unexpended Grants as of 1 January 2020	Grants Received During the Year	Grants Receivable	Restricted Grants for 2020	Available Grants 2020	Expenses	Releases Property and Equipment	Funds Released in 2020	Currency Variance	Unexpended Grants as of 31 December
Save the Children	-	126,673	23,913	150,586	150,586	150,586	-	150,586	-	-
Save the Children - Covid 19	-	26,444	-	26,444	26,444	26,444	-	26,444	-	-
Amplify Change	-	453,191	-	453,191	453,191	212,383	-	212,383	-	240,808
Portland Trust	-	-	26,585	26,585	26,585	26,585	-	26,585	-	-
Arab Fund for Economic and Social Development HS /17-13	-	60,800	182,308	243,108	243,108	243,108	-	243,108	-	-
Arab Fund for Economic and Social Development HS /18-07	-	-	32,821	32,821	32,821	32,821	-	32,821	-	-
Taawon - Subspecialty for Palestinian Doctors	-	380,031	81,863	461,894	461,894	461,894	-	461,894	-	-
Taawon - 2020 Covid 19 Hospital Needs	-	164,949	-	164,949	164,949	-	-	-	-	164,949
Taawon - 2020 Covid 19- Protecting people with disabilities and battered women from the dangers of the Corona pandemic in Palestine	-	71,979	8,021	80,000	80,000	77,814	-	77,814	2,186	-
Netherlands Representative Office	-	46,564	-	46,564	46,564	44,859	-	44,859	1,705	-
Dan Church Aid	4,835	33,508	-	33,508	38,343	37,909	425	38,334	9	-
UNRWA - Training Family Protection	-	33,164	-	33,164	33,164	33,301	-	33,301	(137)	-
Candian	-	29,274	7,308	36,582	36,582	36,582	-	36,582	-	-
MSD	-	-	298,533	298,533	298,533	289,884	2,823	292,707	60	5,766
Wafa	-	-	85,076	85,076	85,076	85,076	-	85,076	-	-
WarChild	7,391	12,440	-	12,440	19,831	20,596	-	20,596	(765)	-
WarChild Otcha	-	76,107	2,290	78,397	78,397	78,397	-	78,397	-	-
UNICEF Neonatal Protocols Review 2020	-	14,446	15,006	29,452	29,452	29,314	-	29,314	138	-
UNICEF-Nutrition 2020	16,964	157,529	22,137	179,666	196,630	208,292	-	208,292	(11,662)	-
UNFPA	-	149,540	-	149,540	149,540	148,043	-	148,043	1,497	-
Rand	-	22,567	-	22,567	22,567	22,563	-	22,563	4	-
CRS - COVID-19 EMERGENCY RESPONSE	-	307,486	20,000	327,486	327,486	327,486	-	327,486	-	-
France	-	-	7,051	7,051	7,051	7,051	-	7,051	-	-
Imperial College Of Science MRC	-	110,637	-	110,637	110,637	104,976	-	104,976	5,661	-
Kit - UNICEF	-	39,996	-	39,996	39,996	40,024	-	40,024	(28)	-
Swiss Tropical & Public Health Institute	-	42,104	-	42,104	42,104	28,606	-	28,606	-	13,498
UN Women- PALESTINE - empowering Women	-	10,344	-	10,344	10,344	5,749	-	5,749	-	4,595
UN Women- PALESTINE - Advancing the Women, Peace and Security	-	44,900	-	44,900	44,900	31,519	-	31,519	-	13,381
World Diabetes Foundation	-	240,000	-	240,000	240,000	22,737	-	22,737	-	217,263
Palestinian Education for Employment Foundation	-	-	42,936	42,936	42,936	42,936	-	42,936	-	-
	<b>29,190</b>	<b>2,654,673</b>	<b>855,848</b>	<b>3,510,521</b>	<b>3,539,711</b>	<b>2,877,535</b>	<b>3,248</b>	<b>2,880,783</b>	<b>(1,332)</b>	<b>660,260</b>

**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

**13. Net Assets Released From Restrictions (Continued):**

The movement in the temporary restricted contributions during the year ended December 31, 2019 was as follows:

	Unexpended Grants as of 1 January 2019		Grants Received During the Year	Grants Receivable	Restricted Grants for 2019	Available Grants 2019	Releases			Unexpended Grants as of 31 December 2019
	Expenses	Reclassification of Temporary Restricted					Funds Released in 2019	Currency Variance		
Save the Children	-	129,281	18,455	147,736	147,736	147,736	-	147,736	-	-
Amplify Change	-	-	24,304	24,304	24,304	24,304	-	24,304	-	-
British Council	-	15,550	-	15,550	15,550	15,127	-	15,127	423	-
Portland Trust	-	60,000	45	60,045	60,045	60,045	-	60,045	-	-
Arab Fund for Economic and Social Development HS / Taawon - Subspecialty for Palestinian Doctors	35,000	-	-	-	-	35,000	-	35,000	-	-
World Bank	53,864	655,669	196,298	851,967	905,831	905,831	-	905,831	-	-
Netherlands Representative Office	32,739	25,104	-	25,104	57,843	25,212	32,631	57,843	-	-
Dan Church Aid	54,089	82,405	1,430	83,835	137,924	137,924	-	137,924	-	-
UNRWA - Training Family Protection	-	92,458	-	92,458	92,458	87,623	-	87,623	-	4,835
Palestine International Institute	-	32,978	5,829	38,807	38,807	19,553	-	19,553	19,254	-
Candian	3,927	-	-	-	-	3,927	-	-	3,927	-
MSD	15,500	18,930	-	18,930	34,430	33,434	-	33,434	996	-
Oxfam	265,016	75,030	39,387	114,417	379,433	379,433	-	379,433	-	-
Wafa	6,339	-	4,307	4,307	10,646	10,646	-	10,646	-	-
World Vision	5,824	61,000	36,913	97,913	103,737	103,737	-	103,737	-	-
WarChild	-	29,734	1,327	31,061	31,061	33,851	-	33,851	(2,790)	-
WarChild Otcha	-	13,998	-	13,998	13,998	6,607	-	6,607	-	7,391
UNICEF Neonatal Protocols Review	-	-	3,713	3,713	3,713	3,713	-	3,713	-	-
UNICEF-Nutrition	-	88,846	34,456	123,302	123,302	123,302	-	123,302	-	-
UNFPA	-	449,064	-	449,064	449,064	432,100	-	432,100	-	16,964
Rand	-	9,180	29,239	38,419	38,419	38,419	-	38,419	-	-
Augusta Victoria Hospital ( AVH ) Training	-	6,907	-	6,907	6,907	6,918	-	6,918	(11)	-
PALCH - Palestine's Children/Frida	-	-	-	-	-	1,850	-	1,850	(1,850)	-
UNRWA-Reproductive Health and GBV	-	4,935	-	4,935	4,935	4,935	-	4,935	-	-
	-	-	-	-	-	-	-	-	-	-
	<b>472,298</b>	<b>1,851,069</b>	<b>395,703</b>	<b>2,246,772</b>	<b>2,719,070</b>	<b>2,602,300</b>	<b>67,631</b>	<b>2,669,931</b>	<b>19,949</b>	<b>29,190</b>

**Juzoor for Health and Social Development (JUZOOR)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2020**

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**14. Other Revenues**

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Revenues from hall rent	-	2,000
Revenues from courses	69,802	51,072
Revenue from member subscriptions	-	515
Tender Fees Revenue	232	2,341
Others	11,450	31,161
	<b>81,484</b>	<b>87,089</b>

**15. Risk Management**

• **Operational Risk**

Donors through donations significantly finance the costs of the programs, administrative as well as fixed assets procurement. The management believes that the funding level in the year 2021 will be sufficient to finance all of its disbursements and will be consistent with the funding level in the prior years. Furthermore, the management believes that the political and economic conditions prevailing in the area will not materially affect its operations.

• **Fair Values of Financial Assets and Liabilities**

The carrying book value of financial assets and liabilities are not materially different from their fair values at the date of the statement of financial position.

• **Credit Risk**

JUZOOR's credit risk is primarily attributable to its liquid funds and receivables. The credit risk on liquid funds is limited because they are placed with reputable financial institutions. The Receivables are stated in the statement of financial position net of allowances for doubtful debts, if any, which is estimated by JUZOOR management based on prior experience and the current economic environment.

• **Interest Rate Risk**

JUZOOR's interest rate risk arises from the possibility that changes in market interest rates may affect the value of its interest bearing assets. The management of JUZOOR usually monitors the fluctuation in interest rates in every individual currency in order to maximize the benefits from placements.

• **Liquidity Risk**

Liquidity risk is represented by the inability of JUZOOR to provide the necessary funding to meet its obligations in due dates. In order to prevent this type of risk, JUZOOR's management is to diversify sources of funding and management of assets and liabilities. This policy concentrates on analyzing the maturities of the assets and liabilities to achieve congruence monitor liquidity risk and control gaps. It is also concerned with maintaining adequate cash in coordination with the donating parties to meet obligations and withdrawals.

• **Foreign Currency Risk**

Currency risk arises from the possibility that changes in the exchange rates may affect negatively the value of the financial assets and liabilities in case JUZOOR does not hedge its currency exposure by means of hedging instruments. The management usually distributes its liquid assets over its functional currencies to minimize any possible loss from currency rates fluctuation.

## **16. COVID-19 Pandemic**

The World Health Organization (WHO) confirmed the Corona Virus at the beginning of this year as a pandemic. Its spread over the world led to the disruption of commercial and economic activities in most countries of the world including Palestine. The spread of the virus in Palestine led to many closures in the markets and movement restrictions because of the preventive measures taken by the government to limit the spread.

JUZOOR management took into consideration the exceptional circumstances that could have a material impact on JUZOOR's operations and the risks of exposure to JUZOOR. As a result, the management concluded that the main effects on the operations and liquidity could arise from the following:

- Ability to recover and receive grants from donors.
- Ability to be able to sign new agreements with partners and donors.
- Shortage of staff and ability to implement activities.

The management comes to an end that there is no significant impact on center operation as of the date of the accompanying financial statements.

## **17. Approval of Financial Statements**

These financial statements were approved by the management for issue on October 6, 2021.