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Breaking the Silence (CIC)

Financial Statements as of December 31, 2012

Tel-Aviv Office:

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Breaking the Silence (CIC)
Financial Statements as of December 31, 2012

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We have audited the accompanying balance sheets of Breaking the Silence (CIC) (hereafter: "the company") as of December 31, 2012 the statement of activities, the statement of changes in net assets and the statements of cash flows for the year then ended. These financial statements are the responsibility of the Company's Board of Directors. Our responsibility is to express an opinion on these financial statements based on our audits.

Comparison figures for December 31, 2011 and for the year ending on that date, were audited by other accountants who gave an unqualified opinion on September 22, 2012.

We conducted our audits in accordance with generally accepted auditing Standards in Israel, including those prescribed by the Auditors' Regulations (Auditor's Mode of Performance) – 1973. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. An audit also includes an assessment of the accounting principles used and significant estimates made by the board of directors and management, as well as evaluating the overall financial statements presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the company as of December 31, 2012, and the results of its activities, the changes in net assets and the changes in cash flows for the year then ended according to Generally Accepted Accounting principles (Israeli GAAP).

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

Jerusalem

26.8.19

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Breaking the Silence (CIC)


Balance Sheets

(New Israeli Shekels)

	<u>Note</u>	<u>As of December 31</u>	
		<u>2012</u>	<u>2011</u>
<u>Current Assets</u>			
Cash and cash equivalents	3	1,537,107	584,621
Income receivable		176,066	---
		<u>1,713,173</u>	<u>584,621</u>
<u>Fixed Assets</u>			
	4	109,968	86,369
<u>Other Assets</u>			
	5	106,066	104,598
		<u>1,929,207</u>	<u>775,588</u>

<u>Current Liabilities</u>			
Suppliers and service providers	6	91,925	57,875
Creditors and credit balances	7	619,580	387,351
		<u>711,505</u>	<u>445,226</u>
<u>Long term Liabilities</u>			
Provision for severance pay	8	90,892	---
<u>Net Assets</u>			
<u>Unrestricted Net Assets</u>			
Used for current activities:		564,910	139,388
Used for fixed assets		216,034	190,967
Share Capital	9	7	7
		<u>780,951</u>	<u>330,362</u>
<u>Temporarily Restricted Net Assets</u>			
		345,859	---
		<u>1,126,810</u>	<u>330,362</u>
		<u>1,929,207</u>	<u>775,588</u>

23.5.2013
Date


Chairman of the Board

The attached notes are an integral part of these statements.

Breaking the Silence (CIC)

Statements of Activities

(New Israeli Shekels)

	<u>Note</u>	<u>For the Year Ending December 31</u>	
		<u>2012</u>	<u>2011</u>
Activities turnover	10	3,726,988	3,013,024
Cost of activities	11	<u>2,544,665</u>	<u>2,837,606</u>
Net income from activities		1,182,323	175,418
General and administrative expenses	12	<u>666,401</u>	<u>478,507</u>
Net incom (deficit) before financing income		515,922	(303,089)
Net Financing (Income) Expenses	13	<u>5,176</u>	<u>(22,267)</u>
Net income (deficit) before other expenses		510,746	(280,822)
Update of provision for severance pay related to prior years		<u>60,157</u>	<u>---</u>
Net income (deficit) for the year		<u>450,589</u>	<u>(280,822)</u>

The attached notes are an integral part of these statements.

