

**THE PALESTINIAN INITIATIVE FOR THE PROMOTION OF GLOBAL DIALOGUE AND  
DEMOCRACY  
MIFTAH**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2011**

**THE PALESTINIAN INITIATIVE FOR THE PROMOTION OF GLOBAL  
DIALOGUE AND DEMOCRACY (MIFTAH)**

---

**Statement of Financial Position**

As at December 31, 2011

		2011	2010
	Notes	U.S. \$	U.S. \$
<b>Assets</b>			
<b>Non - current assets</b>			
Property and equipment	3	16,693	31,980
<b>Current assets</b>			
Contributions receivable	4	99,321	252,361
Due from Board of Trustees	5	45,000	45,000
Other current assets		9,726	28,018
Cash and cash equivalents	6	604,153	668,589
		<u>758,200</u>	<u>993,968</u>
<b>Total Assets</b>		<u><u>774,893</u></u>	<u><u>1,025,948</u></u>
<b>Net Assets and Liabilities</b>			
<b>Net assets</b>			
Unrestricted net assets		207,188	186,938
<b>Total net assets</b>		<u>207,188</u>	<u>186,938</u>
<b>Non - current liabilities</b>			
Deferred revenues	7	15,606	30,159
Provision for employees' indemnity	8	174,944	153,686
		<u>190,550</u>	<u>183,845</u>
<b>Current liabilities</b>			
Accounts payable and accruals	9	66,669	98,273
Temporarily restricted contributions	11	310,486	556,892
		<u>377,155</u>	<u>655,165</u>
<b>Total Liabilities</b>		<u>567,705</u>	<u>839,010</u>
<b>Total Net Assets and Liabilities</b>		<u><u>774,893</u></u>	<u><u>1,025,948</u></u>

THE PALESTINIAN INITIATIVE FOR THE PROMOTION OF GLOBAL  
DIALOGUE AND DEMOCRACY (MIFTAH)

---

**Statement of Activities and Changes in Net Assets**

Year ended December 31, 2011

	Notes	2011 U.S. \$	2010 U.S. \$
<b>Revenues</b>			
Temporarily restricted contributions released from restriction	11	777,219	927,715
Unrestricted contributions	10	49,421	91,150
Deferred revenues recognized	7	16,697	15,556
Other revenues		2,116	4,351
Foreign exchange gain		7,740	-
		853,193	1,038,772
<b>Expenses</b>			
Projects' expenses	12	777,219	940,840
Administrative expenses	13	38,293	45,891
Depreciation of property and equipment	3	17,431	19,384
Foreign exchange loss		-	20,660
		832,943	1,026,775
<b>Increase in net assets</b>		20,250	11,997
Net assets, beginning of year		186,938	174,941
<b>Net assets, end of year</b>		207,188	186,938

THE PALESTINIAN INITIATIVE FOR THE PROMOTION OF GLOBAL  
DIALOGUE AND DEMOCRACY (MIFTAH)

---

**Statement of Cash Flows**

Year ended December 31, 2011

Note	<u>2011</u> U.S. \$	<u>2010</u> U.S. \$
<b>Operating Activities:</b>		
Increase in net assets	20,250	11,997
<b>Adjustments:</b>		
Depreciation of property and equipment	17,431	19,384
Deferred revenues recognized	(16,697)	(15,556)
Provision for employees' indemnity	27,130	33,268
	<u>48,114</u>	<u>49,093</u>
<b>Changes in working capital</b>		
Contributions receivable	153,040	(28,845)
Due from Board of Trustees	-	(20,000)
Other current assets	18,292	(23,510)
Temporarily restricted contributions	(246,406)	(159,682)
Accounts payable and accruals	(31,604)	33,860
Deferred revenues	2,144	2,762
Employees' indemnity paid	(5,872)	(4,213)
<b>Net cash used in operating activities</b>	<u>(62,292)</u>	<u>(150,535)</u>
<b>Investing Activities:</b>		
Purchase of property and equipment	(2,144)	(2,762)
<b>Net cash used in investing activities</b>	<u>(2,144)</u>	<u>(2,762)</u>

<b>Decrease in cash and cash equivalents</b>		(64,436)	(153,297)
Cash and cash equivalents, beginning of year		668,589	821,886
<b>Cash and cash equivalents, end of year</b>	6	<u>604,153</u>	<u>668,589</u>

**Projects expenses**  
Components of projects expenses are as follows:

	HBF	ALF	OFID	UNFPA	ADA*	Inclusive Security	UNESCO	KAS	NED	Subtotal
	Social Transformation in Conflict		Grants for Income Generating	Gender Equality and Protection	Combating Violence against Palestinian Women through the Empowerment of CBOs	Women's Participation in Peace	Ensuring the Legislative Environment Supporting the Reduction of GBV through Working on MDG3	Critical Reading of Print Media	Active Youth for Social Change	
	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$	U.S. \$
Salaries and related expenses	4,335	319	39,350	23,767	874	4,435	13,398	40,822	7,358	134,658
Office, equipment and hall rental	-	-	2,411	859	150	400	250	345	950	5,365
Utilities	288	400	1,120	416	57	228	21	-	1,069	3,599
Postage, telephone and fax	165	186	906	135	-	83	336	-	727	2,538
Travel and accommodation	143	3,463	3,971	1,597	-	264	704	385	131	10,658
Information, IT and publications	-	69,522	28,520	27,872	5,019	298	1,273	5,332	4,431	142,267
Training expenses	-	1,184	4,338	9,192	200	-	4,870	44	1,301	21,129
Hosting delegations and meetings	-	2,505	5,057	7,496	515	41	4,134	987	2,542	23,277
Professional fees	-	-	-	-	7,808	-	-	-	360	8,168
Others	-	276	280	153	-	-	14	-	265	988
<b>Total</b>	<u>4,931</u>	<u>77,855</u>	<u>85,953</u>	<u>71,487</u>	<u>14,623</u>	<u>5,749</u>	<u>25,000</u>	<u>47,915</u>	<u>19,134</u>	<u>352,647</u>

\* During the year, U.S \$ 13,269 were expensed from the program's budget and accordingly released from restriction. The remaining amount of U.S. \$ 1,354 was financed by MIFTAH core fund (MFAI).

**Projects expenses - continued**

		<u>NDC</u>	<u>MFAI</u>	<u>NRO</u>	<u>Jerusalem Fund</u>	<u>IRI</u>	<u>Consulate General of Italy</u>	<u>HBS</u>	<u>OXFAM</u>		
	<u>Subtotal</u>	<u>Core Fund</u>			<u>Developing Public Service at the Margina</u>	<u>Municipal Elections 2011 Programming</u>	<u>Strengthening the Palestinian Electoral Participation</u>	<u>Gender Responsive Budget in Local Councils</u>	<u>Community Development in OPt</u>	<u>Total Project Expenses 2011</u>	<u>Total Project Expenses 2010</u>
	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>	<u>U.S. \$</u>
Salaries and related expenses	134,658	32,312	46,143	101,484	600	48,257	3,421	6,272	8,358	381,505	420,752
Office equipment and hall rental	5,365	5,700	5,250	7,135	-	5,500	-	-	-	28,950	38,109
Utilities	3,599	3,468	2,198	3,413	-	1,357	244	-	41	14,320	17,624
Postage, telephone and fax	2,538	1,023	689	1,531	117	1,797	158	-	1,083	8,936	9,835
Travel and accommodation	10,658	1,202	2,282	3,236	259	1,883	215	1,238	884	21,857	60,816
Information, IT and publications	142,267	24,430	1,307	8,612	3,004	4,714	818	13,664	13,560	212,376	226,746
Training expenses	21,129	761	-	1,002	-	3,295	16	120	8,230	34,553	61,250
Hosting delegations and meetings	23,277	2,478	252	1,060	-	6,519	708	2,085	10,100	46,479	85,653
Professional fees	8,168	2,000	6,780	4,320	-	-	-	-	-	21,268	18,470
Others	988	1,240	2,068	2,075	20	584	-	-	-	6,975	1,585
<b>Total</b>	<b>352,647</b>	<b>74,614</b>	<b>66,969</b>	<b>133,868</b>	<b>4,000</b>	<b>73,906</b>	<b>5,580</b>	<b>23,379</b>	<b>42,256</b>	<b>777,219</b>	<b>940,840</b>

Administrative expenses

	<u>2011</u>	<u>2010</u>
	<u>U.S. \$</u>	<u>U.S. \$</u>
Salaries and related expenses	38,157	34,896
Office rent	-	5,591
Professional fees	-	1,500
Hosting delegations and meetings	-	1,139
Travel and accommodation	-	450
Utilities	-	-
Others	136	2,315
	<u>38,293</u>	<u>45,891</u>