

**Treatment and Rehabilitation Center
For Victims of Torture (TRC)
Ramallah - Palestine**

**Financial Statements and
Independent Auditor's Report
For the Year Ended December 31, 2017**

**Treatment and Rehabilitation Center
For Victims of Torture (TRC)
Ramallah - Palestine**

Table of Contents

	Page
Independent Auditor's Report	1-2
Statement of Financial Position	3
Statement of Activities	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to the Financial Statements	7-18
Statement of Functional Expenses – Appendix (A)	19

INDEPENDENT AUDITOR'S REPORT

The Board of Directors of Treatment and Rehabilitation Center for Victims of Torture (TRC) Ramallah – Palestine

Opinion

We have audited the accompanying financial statements of **Treatment and Rehabilitation Center for Victims of Torture (TRC) - ("The Center")**, which comprise the statement of financial position as at December 31, 2017, statement of activities, the statement of changes in net assets, and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Treatment and Rehabilitation Center for Victims of Torture (TRC)** as at December 31, 2017, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis of 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 TRC 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.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is 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 this financial statement.



INDEPENDENT AUDITOR'S REPORT (Continued)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

1. Identify and assess the risks of material misstatement of the financial statement, 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.
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 TRC's 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 the Company'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 is 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 the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statement, including the disclosures, and whether the financial statement represents the underlying transactions and events in a manner that achieves fair presentation.

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.

Deloitte & Touche
Deloitte & Touche (M.E)



Ramallah

April 25, 2018

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Statement of Financial Position
As at December 31, 2017**

	Note	2017 USD	2016 USD
ASSETS			
Current Assets			
Cash on Hand and at Banks	5	152,928	263,910
Pledges Receivable	6	79,623	23,722
Prepaid Expenses	7	12,441	10,791
Other Debit Balances	8	14,106	13,639
Total Current Assets		259,098	312,062
Property and Equipment, Net	9	11,691	15,980
Total Assets		270,789	328,042
LIABILITIES AND NET ASSETS			
Current Liabilities			
Payables and Accruals	10	49,567	27,925
Total Liabilities		49,567	27,925
Net Assets			
Unrestricted Fund		170,370	124,140
Temporarily Restricted Fund		39,161	159,997
Investment In Property and Equipment		11,691	15,980
Total Net Assets		221,222	300,117
Total Liabilities and Net Assets		270,789	328,042

Board Chairman

Executive President

The Accompanying Notes Form an Integral Part of These Financial Statements

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Statement of Activities
For the Year Ended December 31, 2017**

	Note	Unrestricted Fund USD	Temporarily Restricted Fund USD	Total 2017 USD	Total 2016 USD
Grants and Revenues					
Temporarily Restricted Grants	11	-	316,985	316,985	571,131
Other Revenues	12	47,401	-	47,401	88,207
Total Grants and Revenues		47,401	316,985	364,386	659,338
Net Assets Released From Restriction	11	368,902	(368,902)	-	-
		416,303	(51,917)	364,386	659,338
Expenses					
Programs' Expenses					
Personnel Cost		303,225	-	303,225	317,642
Treatment & Rehabilitation		6,683	-	6,683	4,424
Advocacy & Public Awareness		25,101	-	25,101	41,685
Research and Capacity Building		10,801	-	10,801	104,771
Administrative Costs		91,157	-	91,157	107,727
External Experts & Consultants		6,290	-	6,290	18,847
International Conferences		3,800	-	3,800	549
Total Programs' and Administrative Expenses		447,057	-	447,057	595,645
Depreciation Expense	9	6,723	-	6,723	11,387
Prior Year Tax Differences		15,000	-	15,000	-
Foreign Currency Loss		(25,499)	-	(25,499)	25,600
Total Expenses		443,281	-	443,281	632,632
(Decrease) Increase in Net Assets for the Year		(26,978)	(51,917)	(78,895)	26,706

The Accompanying Notes Form an Integral Part of These Financial Statements

Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine
Statement of Changes in Net Assets
For the Year Ended December 31, 2017

	Unrestricted Fund USD	Temporary Restricted Fund USD	Investment in Property and Equipment USD	Total USD
Balance as of January 1, 2017	124,140	159,997	15,980	300,117
Change in Net Assets for the Year	(26,978)	(51,917)	-	(78,895)
Grants Transferred to Unrestricted Fund	68,919	(68,919)	-	-
Additions of Property and Equipment for the Year	(2,434)	-	2,434	-
Depreciation for the Year	6,723	-	(6,723)	-
Balance as of December 31, 2017	170,370	39,161	11,691	221,222
Balance as of January 1, 2016	140,288	109,111	24,012	273,411
Change in Net Assets for the Year	(24,180)	50,886	-	26,706
Additions of Property and Equipment for the Year	(3,355)	-	3,355	-
Depreciation for the Year	11,387	-	(11,387)	-
Balance as of December 31, 2016	124,140	159,997	15,980	300,117

The Accompanying Notes Form an Integral Part of These Financial Statements

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

Statement of Cash Flows

For the Year Ended December 31, 2017

	2017	2016
	USD	USD
Operating activities:		
Grants received from Donors	261,084	551,044
Other revenues	47,401	88,207
Cash paid to employees and suppliers	<u>(417,033)</u>	<u>(616,728)</u>
Cash (Used In) Provided from Operating Activities	<u>(108,548)</u>	<u>22,523</u>
Investing Activities:		
Procurement of Property and Equipment	<u>(2,434)</u>	<u>(3,355)</u>
Cash (Used in) Investing Activities	<u>(2,434)</u>	<u>(3,355)</u>
(Decrease) Increase in Cash and banks during the year	(110,982)	19,168
Cash on hand and at banks at beginning of the year	<u>263,910</u>	<u>244,742</u>
Cash on Hand and at Banks at End of the Year	<u>152,928</u>	<u>263,910</u>
Adjustments to reconcile cash (Used In) Provided from Operating Activities		
Change in Net Assets	(78,895)	26,706
Depreciation	6,723	11,387
(Increase) in Pledges Receivable	(55,901)	(20,087)
(Increase) in Other Debit Balances	(467)	(11,322)
Increase in Payables and Accruals	21,642	15,586
(Increase) Decrease in Prepaid Expenses	<u>(1,650)</u>	<u>253</u>
Cash (Used In) Provided from Operating Activities	<u>(108,548)</u>	<u>22,523</u>

The Accompanying Notes Form an Integral Part of These Financial Statements

Treatment and Rehabilitation Center for Victims of Torture (TRC) Ramallah - Palestine

Notes to the Financial Statements For the Year Ended December 31, 2017

1. General

Treatment and Rehabilitation Center for Victims of Torture (TRC) is an independent, non-governmental and non-profit human rights organization. TRC aims to promote Human Rights in Palestine by researching and disseminating information regarding the plight of the torture victims. Through its highly expert and professional advocacy and research team, TRC has become a forerunner for the promotion and dissemination of information regarding human rights throughout the West Bank.

TRC works to reduce the traumatic and devastating physical and psychological consequences of torture and politically motivated violence, as well as the retaliatory behavior of the victims through its Treatment and Rehabilitation Programs. Through this, TRC offers the victims and their families' comprehensive medical, psychiatric, physical, and psychosocial care that is completely free of charge, in a safe and comfortable atmosphere. TRC works to combat systematic torture and violence throughout the West Bank. It also aims to tackle the belief of impunity that often the perpetrators feel, as well as the complete feeling of hopelessness often experienced by the victims. It aims to do all this through its treatment training, research and advocacy programs.

TRC was established in January 1997 to meet the urgent needs faced by survivors of torture, their families and their immediate social networks who are often in direct contact with them and share the subsequent impact of their traumas. It is the first and the only Center of its nature in the West Bank.

The total number of the Center's staff is (18) and (24) as at December 31, 2017 and 2016, respectively.

The financial statements have been approved by the Board of Directors on April 12, 2018.

The main goals of TRC are as follows:

1. Providing and developing treatment and rehabilitation services for victims of torture and organized violence, and their families.
2. Help to build a culture that fights torture and organized violence, and advocate the rights of victims of torture to ensure visibility of its work and to call the attention to the needs and rights of torture survivors. It creates awareness about this often overlooked group.
3. Facilitate the transfer of knowledge and experiences and build the capacity of individuals as well as other relevant organizations and institutions through training of trainers programs, coaching and other interventions, as appropriate.
4. Creating a culture against torture and violence, believes in respect human rights. This is through the workshops and media campaigns that targeted all society members.

Treatment and Rehabilitation Center for Victims of Torture (TRC) Ramallah – Palestine

Notes to the Financial Statements For the Year Ended December 31, 2017

1. General (Continued)

Funding Partners:

Australian/Palestinian Partnership in Education and Health (APPEH): An agreement was signed between APPEH and TRC in 2016 in the amount of USD 20,000 for 1-year project in which 2 TRC Narrative Therapy Experts will provide Narrative Therapy treatment to 200 victims of torture. The project began implementation on May 1, 2016.

European Commission (EC): An agreement has been signed between the European Commission and TRC in which the EC provided a grant in the amount of Euro 500,000 under its European Instrument for Democracy and Human Rights (EIDHR) Program to TRC for 3 years. The project titled: "*Restoring the Rights to remedy and Reparations for Victims of Torture and Other Treatments*" which began implementation on June 1, 2016.

International Rehabilitation Council for Torture Victims (IRCT – DFI): TRC signed a Memorandum of Understanding with the IRCT to participate as a partner in the 3 years "*Data in the Fight against Torture*" (DFI) project which began implementation on April 1, 2014. Under this project, TRC is a pilot center partner which will provide training to MENA-based IRCT member centers on an IRCT-developed global database for the documentation of victims of torture.

United Nations Voluntary Fund for Victims of Torture (UNVFVT): An agreement has been signed between the UNVFVT and TRC during 2016 by which UNVFVT granted TRC an amount of USD 30,000 to cover some costs incurred by the Center specifically those related to the treatment of direct victims of torture including medication, transportation and others. In addition to the emergency project for a duration of approximately seven months and an amount of USD 69,000 in the most damaged areas.

Human Rights & IHL Secretariat: An agreement has been signed by the Human Rights & IHL Secretariat and TRC which provided a grant in the amount of USD 49,500 to support in the therapy and documentation of some of the violations of human rights which mainly comprise of the torture in the marginalized areas and specifically H2 area, Ramaida in Hebron, Susia in Yatta and Al Ramadeen in the south of the West Bank for the period from 16/12/2015 to 15/10/2016.

UN Women: An agreement has been signed by UN Women and TRC for an amount of NIS 723,255 on 01/09/2015 within the project of empowering women in Palestinian detention centers. The project is funded by the UN Joint Commission for the Advancement of Women, which includes the provision of psychological treatment, professional vocational training and the dissemination of a culture of human rights and the rights of inmates in reform centers (Jericho, Ramallah, and Jenin). Also, included is a large part of the activities mentioned above for male guests as well.

TIPH – The non-profit organization, Temporary International Presence in Hebron (TIPH) funded the project, "Reducing Psychological Traumas and Strengthening Resiliency of Palestinian children in Hebron H2 District" with a budget of 45,600 NIS; the 6 month project began on February 1, 2017 and finished on July 31, 2017. Under the project, TRC provided therapy and crisis intervention to 163 children and 278 families, and provided training to 44 Palestinian school teachers and administrators in identifying and providing support to traumatized students.

OCHA – The United Nations Office for the Coordination of Humanitarian Affairs (OCHA) has funded the project, "Supporting the Right to Recovery for Traumatized Children and their Families in Conflict Affected Areas of the West Bank and East Jerusalem" [OPT-17/DDA-3482/OPT/PROT/NGO/5983] with a budget of \$99,542.10 USD. The 1 year project began on July 1, 2017 and ends on June 30, 2018. Through this project, TRC provides individual, group, family and child therapy, and crisis intervention to families suffering from mental health traumas in marginalized villages across the West Bank and East Jerusalem, and provides sensitivity training for teachers and counselors at Palestinian schools.

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

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

During the current year, the management of the Center has applied all the new and revised standards issued by the International Accounting Standards Board (IASB) and the interpretations issued by the International Financial Reporting Interpretations Committee (IASB) relating to its activities, which became effective for the financial period ended 31 December 2017. The adoption of new and revised standards and interpretations did not have any impact on the financial position or results of its operations.

3. Summary of Significant Accounting Policies

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

Summary of significant accounting policies are as follows:

a. Net Assets of TRC and Changes Therein are Classified and Reported as Follows:

- **Unrestricted net assets** - Net assets whose use by TRC is not subject to donor-imposed restrictions.
- **Temporarily restricted net assets** - Net assets whose use by the Center is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and released by actions of TRC pursuant to those donor-imposed stipulations.

b. Pledge Receivables

Pledges receivable represent expenses incurred prior to 31 December and would be reimbursed by donors subsequently.

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

3. Summary of Significant Accounting Policies (Continued)

c. Property and Equipment:

Property and Equipment are stated at cost net of accumulated depreciation and any identified impairment loss. Depreciation is computed on a straight-line based on the estimated useful lives of the related assets as follows:

Office Equipment	15%
Office Furniture	10%
Vehicles	20%

When the expected recoverable amount is less than the net book value, the Property 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

d. Severance Pay and Provident Fund:

In compliance with labor law prevailing in the area of the Palestinian National Authority, the Center provides for severance pay by accruing for one month compensation for each year of service based on the last salary paid during the year.

e. Foreign Currency Transactions:

The books of accounts are maintained in U.S. Dollar. Transactions which are denominated in local currency (Israeli Shekel) are converted into U.S. Dollar as follows:

- Transactions which are expressed or denominated in local currency are converted into U.S. Dollar equivalent at the exchange rate prevailing on the date of each transaction.
- Balances of assets and liabilities in currencies other than U.S. Dollar are converted into U.S. Dollar equivalent at the exchange rates prevailing at the date of the financial statements.

Conversion rates were as follows:

Currency	2017 USD	2016 USD
NIS	0.290	0.260
Euro	1.200	1.046
JOD	1.410	1.410

- Exchange differences arising from the translation of local currency balances are charged to the statement of activities.

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

4. Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In the application of the 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 to accounting estimates are recognized in the period of the revision in which the estimate is revised 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.

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:

4.1 Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Estimated useful lives of Property and Equipment

Management reviews the residual values and estimated useful lives of Property and Equipment items at the end of each annual reporting period in accordance with IAS 16. Management determines that current year expectations do not differ from previous estimates based on its review.

Impairment of assets values

At the end of each reporting date, the TRC reviews the assets values to determine that their book values have not exceeded amounts recoverable from them. The management estimates the recoverable amount of various assets individually or based on the cash generating unit to which the individual asset belongs.

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

5. Cash on Hand and at Banks

	2017 USD	2016 USD
Cash on Hand	263	32
Deposits with Banks (EURO)	76,223	246,711
Deposits with Banks (Other Currencies)	76,442	17,167
	<u>152,928</u>	<u>263,910</u>

6. Pledges Receivable

	2017 USD	2016 USD
UNWOMEN	676	13,822
Human Rights & IHL Secretariat	-	9,900
European Commission	78,947	-
	<u>79,623</u>	<u>23,722</u>

7. Prepaid Expenses

	2017 USD	2016 USD
Prepaid Insurance	11,433	9,765
Prepaid Rent	188	353
Other	820	673
	<u>12,441</u>	<u>10,791</u>

8. Other Debit Balances

	2017 USD	2016 USD
Prepaid Expenses for Rescate Center	12,822	12,168
Prepaid Transportation	1,284	1,119
Other	-	352
	<u>14,106</u>	<u>13,639</u>

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

9. Property and Equipment, Net

	Motor Vehicle USD	Furniture and Fixtures USD	Equipment USD	Total USD
Cost:				
Balance as of January 1, 2017	23,667	40,127	180,106	243,900
Additions	-	-	2,434	2,434
Balance as of December 31, 2017	<u>23,667</u>	<u>40,127</u>	<u>182,540</u>	<u>246,334</u>
Accumulated Depreciation:				
Balance as of January 1, 2017	23,667	33,194	171,059	227,920
Depreciation	-	2,168	4,555	6,723
Balance as of December 31, 2017	<u>23,667</u>	<u>35,362</u>	<u>175,614</u>	<u>234,643</u>
Net Book Value as of December 31, 2017	<u>-</u>	<u>4,765</u>	<u>6,926</u>	<u>11,691</u>
Fully Depreciated Assets	<u>23,667</u>	<u>17,732</u>	<u>160,180</u>	<u>201,579</u>

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

9. Property and Equipment, Net (Continued)

	Motor Vehicle USD	Furniture and Fixtures USD	Equipment USD	Total USD
Cost:				
Balance as of January 1, 2016	23,667	40,127	176,751	240,545
Additions	-	-	3,355	3,355
Balance as of December 31, 2016	<u>23,667</u>	<u>40,127</u>	<u>180,106</u>	<u>243,900</u>
Accumulated Depreciation:				
Balance as of January 1, 2016	23,667	30,476	162,390	216,533
Depreciation	-	2,718	8,669	11,387
Balance as of December 31, 2016	<u>23,667</u>	<u>33,194</u>	<u>171,059</u>	<u>227,920</u>
Net Book Value as of December 31, 2016	<u>-</u>	<u>6,933</u>	<u>9,047</u>	<u>15,980</u>
Fully Depreciated Assets	<u>23,667</u>	<u>17,565</u>	<u>149,055</u>	<u>190,287</u>

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

10. Payables and Accruals

	2017 USD	2016 USD
Accrued Professional Fees	5,111	9,176
Employees Payables	14,530	3,685
End of Service – Payable*	16,900	779
Due to Other Suppliers	13,026	14,285
	<u>49,567</u>	<u>27,925</u>

*TRC pays end of service benefits to employees on an annual basis. These benefits were paid in January, 2018. The below schedule demonstrates the movement of the end of service account:

	2017 USD	2016 USD
Beginning Balance	779	2,019
Provision for the Year	17,373	18,376
Paid during the Year	(1,252)	(19,616)
Ending Balance	<u>16,900</u>	<u>779</u>

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

11. Disposition of Grants – Net Assets Released From Restriction for 2017

	Unspent Grants as of 31/12/2016				Grants Transferred To Unrestricted Fund				Grants Spent in 2017				Unspent Grants as of 31/12/2017			
	USD		USD		USD		USD		USD		USD		USD		USD	
	Grants Received in 2017	Grants Pledges Receivables	Total Restricted Grants	Available Grants for 2017	Grants Spent in 2017	Grants Transferred To Unrestricted Fund	Grants as of 31/12/2017	Grants Received in 2017	Grants Pledges Receivables	Total Restricted Grants	Available Grants for 2017	Grants Spent in 2017	Grants Transferred To Unrestricted Fund	Grants as of 31/12/2017	Grants Received in 2017	Grants Pledges Receivables
	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD
European Commission	62,669	36,172	78,947	115,119	177,788	177,788	-	-	-	-	-	-	-	-	-	-
IRCT- DFI	-	22,229	-	22,229	22,229	15,160	7,069	-	-	-	-	-	-	-	-	-
UNVFT	28,409	49,984	-	49,984	78,393	78,393	-	-	-	-	-	-	-	-	-	-
UNWOMEN	-	36,799	676	37,475	37,475	37,475	-	-	-	-	-	-	-	-	-	-
MSF	68,919	-	-	-	68,919	68,919	-	-	-	-	-	-	-	-	-	-
OCHA	-	79,618	-	79,618	79,618	47,526	32,092	-	-	-	-	-	-	-	-	-
TIPH	-	12,560	-	12,560	12,560	12,560	-	-	-	-	-	-	-	-	-	-
	159,997	237,362	79,623	316,985	476,982	368,902	68,919	39,161	-	-	-	-	-	-	-	-
	279,020	5,004	24,819	9,506	41,149	5,604	3,800	12,560	-	-	-	-	-	-	-	-
	279,020	5,004	24,819	9,506	41,149	5,604	3,800	12,560	-	-	-	-	-	-	-	-

Notes to the Financial Statements
For the Year Ended December 31, 2017

	Unspent Grants as of 31/12/2015						Unspent Grants as of 31/12/2016					
	Currency Difference		Grants Received in 2016		Total Restricted Grants		Available Grants for 2016		Spent in 2016		Grants as of 31/12/2016	
	USD	USD	USD	USD	USD	USD	USD	USD	USD			
European Commission	-	-	273,624	-	273,624	273,624	210,955	62,669				
IRCT- DFI	-	(726)	25,807	-	25,807	25,081	25,081	-				
UNVFVT	16	-	99,886	-	99,886	99,902	71,493	28,409				
UNWOMEN	22,799	(1,628)	108,492	13,822	122,314	143,485	143,485	-				
MSF	83,809	-	-	-	-	83,809	14,890	68,919				
AECI 2012 - 2013	2,487	(2,487)	-	-	-	-	-	-				
Human Rights & IHL												
Secretariat	-	-	39,600	9,900	49,500	49,500	49,500	-				
	109,111	(4,841)	547,409	23,722	571,131	675,401	515,404	159,997				
	21,821	188	8,806	-	5,136	13,000	549	49,500	-	49,500		
	292,522	4,030	33,457	104,771	58,167	18,553	549	512,049	3,355	515,404		

**Treatment and Rehabilitation Center for Victims of Torture (TRC)
Ramallah - Palestine**

**Notes to the Financial Statements
For the Year Ended December 31, 2017**

12. Other Revenues

	2017 USD	2016 USD
Various Contributions	11,332	73,086
Aus. – Pal. PTRs in Education and Health	25,533	12,781
IMARA – Australia	6,130	-
World Peace Center	4,406	2,340
	47,401	88,207

13. Risk Management

• **Operational Risk**

The costs of the programs, administrative as well as Property and Equipment procurement are fully financed by donors through donations. The management believes that the funding level in the year 2018 will be the same as prior years and it's sufficient to finance all the center's disbursements.

• **Credit Risk**

TRC credit risk is primarily attributable to its liquid funds and receivables. The credit risk on liquid funds is limited because liquid assets are placed with reputable financial institutions.

• **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 the TRC 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.

• **Interest Rate Risk**

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

Treatment and Rehabilitation Center for Victims of Torture
Ramallah-Palestine

Appendix - A

Statement of Functional Expenses
For the Year Ended December 31, 2017

	European Commission	IRCT- DFI	UNVFVT	UNWOMEN	OCHA-OPT- 17/DDA- 3482/OPT/ PROT/NGO/ 5983	TIPH project in Hebron H2 District	TRC	2017 Total	2016 Total
	USD	USD	USD	USD	USD	USD	USD	USD	USD
Personnel Cost:									
Salaries	131,908	11,999	61,614	23,631	37,366	10,086	24,205	300,809	317,642
External Travels	2,416	-	-	-	-	-	-	2,416	-
Sub-total	134,324	11,999	61,614	23,631	37,366	10,086	24,205	303,225	317,642
Treatment & Rehabilitation									
Medication & Therapy Sessions	-	-	4,209	-	-	-	1,679	5,888	4,236
Summer Camps	-	-	-	-	-	-	-	-	188
Vocational Rehabilitation	-	-	-	795	-	-	-	795	-
Sub-total	-	-	4,209	795	-	-	1,679	6,683	4,424
Advocacy & Public Awareness									
Media Campaign	1,121	-	-	-	-	-	282	1,403	5,985
Conference and International Events	-	-	-	4,953	-	-	-	4,953	-
Publications	1,768	-	-	-	-	-	-	1,768	-
Workshops	5,114	-	3,079	5,793	1,392	1,599	-	16,977	35,700
Sub-total	8,003	-	3,079	10,746	1,392	1,599	282	25,101	41,685
Research and Capacity Building									
Training Programs	3,513	-	4,862	1,131	-	-	1,295	10,801	104,771
Sub-total	3,513	-	4,862	1,131	-	-	1,295	10,801	104,771
Administrative Expenses									
Rent	15,026	-	2,474	-	3,240	-	6,116	26,856	34,158
Transportation	293	-	1,568	-	2,295	823	885	5,864	21,846
General Expense	-	-	587	-	348	-	16,875	17,810	12,161
Communication	-	-	-	-	2,253	-	5,127	7,380	13,192
Vehicle Cost	5,762	-	-	-	-	-	514	6,276	6,736
General Insurance	-	-	-	-	-	-	2,781	2,781	3,087
Audit	-	2,047	-	-	-	-	6,611	8,658	9,177
Utilities and Maintenance	2,577	-	-	1,172	632	52	11,099	15,532	7,370
Sub-total	23,658	2,047	4,629	1,172	8,768	875	50,008	91,157	107,727
External Experts & Consultants									
Experts Costs	4,490	1,114	-	-	-	-	686	6,290	18,847
Sub-total	4,490	1,114	-	-	-	-	686	6,290	18,847
International Travel									
International Conferences	3,800	-	-	-	-	-	-	3,800	549
Sub-total	3,800	-	-	-	-	-	-	3,800	549
Total Expenses	177,788	15,160	78,393	37,475	47,526	12,560	78,155	447,057	595,645
Additions to Property and Equipment	-	-	-	-	-	-	2,434	2,434	3,355
Total Expenses and Property and Equipment Additions	177,788	15,160	78,393	37,475	47,526	12,560	80,589	449,491	599,000