

The Arava Institute for Environmental Studies

(Registered Association)

Financial Statements as of December 31, 2022

The Arava Institute for Environmental Studies (Registered Association)

Financial Statements as of December 31, 2022

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ERDE, FADIDA, YAARI & CO.
CERTIFIED PUBLIC ACCOUNTANTS

Auditor's Report to Members of the Association of
THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

We have audited the accompanying balance sheets of the **Arava Institute for Environmental Studies (Registered Association)** (hereinafter: "the Association") as of December 31, 2021 and 2022 and the related statements of operations and of changes in net assets, and the cash flow reports for the years ending on those dates. These financial statements are the responsibility of the Board of Directors and the management of the Association. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with generally accepted auditing standards, including those prescribed by the Accountants' Regulations (Means of Operation of Accountants) 1973. Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes sample examination of evidence supporting the amounts and disclosures in the financial statements. An audit further incorporates an assessment of accounting principles implemented and of the substantial estimates made by the Association's Board of Directors and management, as well as an evaluation of the propriety of the entirety of the financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements reflect appropriately, by all material aspects, the financial situation of the Association as of December 31, 2021 and 2022, the outcomes of its operations and the changes in net assets and cashflows for the years then ended, according to the Israeli GAAP.


Erde, Fadida, Yaari & Co.
Certified Public Accountants (Isr.)

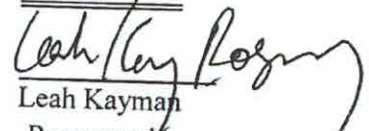
Tel Aviv, June 19, 2023
M/569

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

STATEMENT OF FINANCIAL POSITION

		December 31 2022	December 31 2021
	<u>Note</u>	<u>Thousand NIS</u>	<u>Thousand NIS</u>
CURRENT ASSETS			
Cash and cash equivalents	4	1,043	2,687
Receivables and debit balances	5	1,469	601
		2,512	3,288
NON CURRENT ASSETS			
Cash for investment in fixed assets	6	7,637	6,555
Fixed assets	7	3,739	2,355
		11,376	8,910
		13,888	12,198
CURRENT LIABILITIES			
Payables and credit balances	8	3,767	2,736
		3,767	2,736
LONG TERM LIABILITIES			
Employee termination rights	9	131	9
		131	9
NET ASSETS			
Net assets without restrictions		189	512
Net assets with temporary restrictions		6,062	6,586
Net assets used for fixed assets		3,739	2,355
		9,990	9,453
		13,888	12,198


 Sarit Maagan
 Rosenfeld
 Member of
 the board


 Leah Kayman
 Rosenzweig
 Member of
 the board

Date of approval of financial statements:
June 19, 2023

The attached notes constitute an integral part of the financial statements.

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

STATEMENT OF OPERATIONS

	Note	For the year ended	
		December 31 2022	December 31 2021
		Thousand NIS	Thousand NIS
Turnover of operations	10	12,912	11,600
Cost of operations	11	12,262	10,380
Net income from operations		650	1,220
Administrative and general expenses	12	1,376	1,231
Net income(expenses) before financing		(726)	(11)
Financing expenses, net	13	(849)	530
Net income (expenses) after financing		123	(541)
Other income	14	334	120
Net income (deficit)		457	(421)

The attached notes constitute an integral part of the financial statements.

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

STATEMENT OF CHANGES IN NET ASSETS

	NOT RESTRICTED		WITH RESTRICTIONS		Total Thousand NIS
	Not designated Thousand NIS	Used for fixed assets Thousand NIS	Fund for building dormitories (1) Thousand NIS	Other (2) Thousand NIS	
Balance as of January 1, 2021	763	2,109	1,189	401	4,462
Changes during the year :					
Restricted donations and grants received	-	-	5,782	1,249	7,031
Donations and grants used for operations	-	-	-	(1,619)	(1,619)
Net income for the year	(421)	-	-	-	(421)
Unrestricted sums used for fixed assets	(156)	572	(416)	-	-
Transfer of sums to cover depreciation costs	326	(326)	-	-	-
	(251)	246	5,366	(370)	4,991
	512	2,355	6,555	31	9,453
Balance as of December 31, 2021					
Changes during the year :					
Restricted donations and grants received	-	-	162	-	162
Net income for the year	457	-	-	(82)	375
Unrestricted sums used for fixed assets	(1,106)	1,710	(604)	-	-
Transfer of sums to cover depreciation costs	326	(326)	-	-	-
	(323)	1,384	(442)	(82)	537
	189	3,739	6,113	(51)	9,990

(1) Donation from Friends of the Arava Institute (FAD) for planning and building new dormitories at Kibbutz Ketura. The use until now has been for planning only.

(2) Donations for scholarships and research.

The attached notes constitute an integral part of the financial statements.

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES

(Registered Association)

STATEMENT OF CASHFLOWS

	For the year ended December 31 2 0 2 2 <u>Thousand NIS</u>	For the year ended December 31 2 0 2 1 <u>Thousand NIS</u>
OPERATING ACTIVITIES		
Net income (expenses)	457	(421)
Adjustments required to present net cash flow from operating activities (Appendix A)	<u>611</u>	<u>1,253</u>
Net cash provided by(used in) operating activities	<u>1,068</u>	<u>832</u>
INVESTING ACTIVITIES		
Purchase of fixed assets	(1,710)	(572)
Long term deposits	<u>(1,082)</u>	<u>(5,366)</u>
Net cash provided by (used in) investing activities	<u>(2,792)</u>	<u>(5,938)</u>
FINANCING ACTIVITIES		
Donations and grants received for assets with restrictions	<u>80</u>	<u>5,412</u>
Net cash used in financing activities	<u>80</u>	<u>5,412</u>
Increase (decrease) in cash and cash equivalents	(1,644)	306
Cash and cash equivalents at beginning of year	<u>2,687</u>	<u>2,381</u>
Cash and cash equivalents at end of year	<u>1,043</u>	<u>2,687</u>

Appendix A: Adjustments required to present net cash flow from operating activities

1. Income and expenses not involving cash flows:

Depreciation	326	326
Employee termination rights	<u>122</u>	<u>(615)</u>
	<u>448</u>	<u>(289)</u>

2. Changes in assets and liabilities:

Decrease (increase) in grants and donations receivable	(936)	(1)
Decrease (increase) in accounts receivable	68	(18)
Decrease (increase) in advanced grants and donations	(694)	(1,308)
Increase (decrease) in accounts payable	<u>1,725</u>	<u>2,869</u>
	<u>163</u>	<u>1,542</u>
	<u>611</u>	<u>1,253</u>

The attached notes constitute an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 - General

The goals of the Association are as follows:

- a. Development and activities in the fields of education, science and culture:
Our mission is to create a world-class environmental teaching and research institute at Kibbutz Ketura, which will:
- Prepare future Arab and Jewish leaders to cooperatively solve the region's environmental challenges.
 - Maintain high academic standards.
 - Deliver teaching and trans-boundary research opportunities at the highest quality and level to students from the Middle East and from all over the world.
 - Play a leading role in research, conservation, environmental protection and sustainable development in the entire region.
 - Generate capacity for conciliation and cooperation in the Middle East, in order to transcend political boundaries and achieve environmental change.
- b. Raising awareness and promotion of environmental quality.

Note 2 – Principal Accounting Policies

a. Definitions:

In these financial statements:

Association – Arava Institute for Environmental Studies (Registered Association)

Net assets – The difference between the Association's assets and its liabilities.

Unrestricted net assets – The portion of the net assets for which there is no permanent or temporary restriction that has been determined by the donors.

Related parties – As defined in Accounting Standard No. 41 of the Israeli Accounting Standards Board

Index – The Consumer Price Index as published by the Central Bureau of Statistics.

b. Basis of Reporting

1. The Association records its assets, liabilities, income and expenses on a cumulative basis.
2. The financial statements have been compiled based on the consensus of the historical cost, without adapting the financial statements to the influence of the changes to the general buying power of the Israeli currency and without expressing an opinion of their influence on the financial state and results of the operations.

c. Manner of Presentation of the Financial Statements

1. Classification of the balances included in the net assets group was done based on a distinction between:

- a) Net assets that are unrestricted.

NOTES TO THE FINANCIAL STATEMENTS

Note 2 – Principal Accounting Policies (continued)

- b) Net assets that are restricted.

The net assets that are unrestricted are presented with a distinction between net assets used for activity:

- a) Designated by the institutions that manage the Association.
- b) Not yet designated by the institutions that manage the Association.
- c) Net assets used as fixed assets.

2. The Statement of Operations includes all of the income and expenses from the reporting period.

The income includes all of the income received and generated during the period without any restriction on their usage, as well as the portion of the net assets that were restricted and released from donor restrictions during the period. Expenses also include expenses that were financed from sources that were restricted by their contributors.

3. The Statement of Changes to Net Assets includes, in addition to the net result transferred from the Statement of Operations, all of the sources received whose usage was restricted and the amounts released from restriction.

Amounts released from restriction due to use for operations were transferred as income to the Statement of Operations, and amounts released from restriction due to use as fixed assets, including:

Fixed assets received as a gift (for which the consideration from their usage was not restricted) were transferred directly to the balance of net assets that are unrestricted on the Statement of Changes to Net Assets.

4. The Statement of Changes to Net Assets includes transfers between net assets that are unrestricted that were used for operations and net assets that are unrestricted that were used as fixed assets. For amounts used during the accounting year for fixed assets, there are amounts that were generated in the accounting year from using fixed assets and amounts transferred in the accounting year to cover depreciation expenses.

d. Cash and Cash Equivalents

Cash equivalents include investments whose liquidity is high, including short-term deposits at banks and for which the period until their realization date at the time of the investment was no more than 3 months.

This section does not include cash and short-term deposits at banks whose use was limited by donors for specific uses, or that were designated by the Association's Board for specific purposes.

NOTES TO THE FINANCIAL STATEMENTS

Note 2 – Principal Accounting Policies (continued)

e. Foreign Currency Transactions

1. A transaction made in a foreign currency was registered, when first recognized, in the currency of operation, using the immediate exchange rate between the currency of operation and the foreign currency on the date of the transaction.
2. On every balance sheet date, financial items in foreign currency were converted using the immediate exchange rate on the date of the balance sheet.
3. On every balance sheet date, non-financial items measured at historical cost in foreign currency were converted using the exchange rate on the date of the transaction.
4. On every balance sheet date, non-financial items measured at fair value in foreign currency were converted using the exchange rate on the date that the fair value was determined.
5. Exchange rate differences caused by removal of financial items, or due to conversion of financial items according to different exchange rates than those used for conversion at the time of their first recognition during the period, or than those used for conversion of previous financial statements, will be recognized on the profit and loss statement in the period that they were generated, excluding exchange differences, as stated in Section 6 below.
6. Exchange rate differences caused by removal of financial items, or due to conversion of financial items according to different exchange rates than those used for conversion at the time of their first recognition during the period, or than those used for conversion of previous financial statements, will be recognized on the profit and loss statement in the period that they were generated.

f. Donations, Allocations, Support and Grants Receivable

1. Donations, allocations, support, grants, estates and gifts promised but not yet received at the date of the financial statements are registered as income or additions to net assets whose use is restricted, when all of the following conditions are met:

There is an irrevocable and unconditional commitment from the contributor and it applies to the reported period.

The promise was fulfilled after the date of the financial statements, or is legally enforceable and realizable. – Realization of the promise is not conditioned upon a future event taking place.

2. The amounts receivable are presented less adjustments for promises that the Association's Board believes will not materialize.
3. Donations that were received in order that they be transferred to others and for which the contributor conditioned the donation on its transfer to a specific beneficiary and did not give the Association the sole authority to change its designation, or control over the benefit expected from that donations, were not recorded as income and expenses.

Assets received as aforementioned that were not yet transferred to beneficiaries are presented as assets received for transfer to others and as liabilities for assets received for the purpose of transferring them to others.

NOTES TO THE FINANCIAL STATEMENTS

Note 2 – Principal Accounting Policies (continued)

g. Fixed Assets

1. The Association's management decided to change the policy regarding handling fixed assets, as of January 1, 1997 and onward, according to Opinion no. 69 of the Institute of Certified Public Accountants in Israel and according to Accounting Standard no. 5 which replaced Opinion no. 69 as of December 19, 2010, according to which the fixed asset used by the Association and acquired by this date is presented as expenses in the previously reported years.
2. Presented according to cost less accumulated depreciation.
3. For fixed assets that were received without consideration, the cost is its fair value on the day of its receipt.
4. Depreciation is calculated according to the "straight line method" based on the estimated period of use for the assets. Adjustments for decrease in value are included when the book value of the asset is higher than its value to the Association (usually calculated as the higher value between the value of its use and its realization value).
5. Fixed assets that must be transferred for exclusive use or operation by a third party without time limitations or any financial consideration or for a nominal financial consideration only, according to donor conditions or decision by the Association's Board, are presented as an expense and not as an asset at the time of the investment.

h. Recognition of Income and Changes to Net Assets:

1. Income and changes to net assets that are restricted are recorded on a cumulative basis.
2. Disposable assets and goods received without consideration that have a material monetary value on an overall basis in relation to the Association's scope of operation and whose fair value can be assessed at a reasonable level of accuracy are recorded both as income and costs on the Statement of Operations.
3. Services requiring skill and professional specialization, which the Association would have needed to purchase had it not received them, that have a material monetary value on an overall basis in relation to the Association's scope of operation and whose fair value can be assessed at a reasonable level of accuracy are recorded both as income and costs on the Statement of Operations.
4. Income from investments:

Profits and losses from a change to the fair value of current investments are credited to the Statement of Operations and/or the Statement of Changes to Net Assets when they are generated, as part of the net financing income (expenses) for the period.
5. Surplus from the realization of assets received without consideration, restricted to be used for specific purposes only and the consideration for their realization will be used for those purposes only, are credited directly to the net assets that were restricted.

NOTES TO THE FINANCIAL STATEMENTS

Note 2 – Principal Accounting Policies (Continued)

i. Taxes

1. Salary tax imposed by VAT and employer's tax are included in the salary expenses. VAT paid for inputs that are non-reimbursable were included in the expenses sections or the with assets for which the tax was imposed.
2. Taxes for certain expenses ("excess expenses") are included in the expenses sections or with the assets for which the tax was imposed.
3. The Association operates as a "public institution" in accordance with section 9 (2) of the Income Tax Ordinance and as a non-profit organization for the purpose of the Value Added Law.
4. The Association was approved as a "public institution" in regards to donations under section 46 of the Income Tax Ordinance, and accordingly, donations are recognized for tax purposes on the part of the donor.

j. Use of Estimates in the Preparation of Financial Statements

In preparation of the financial statements in accordance with the accepted accounting policies, the management used estimates and evaluations that affect the amounts of the assets and liabilities presented in the financial statements and their attached notes. Due to the nature of estimates and evaluations, the actual results might differ from these estimates.

k. Financial Instruments

The fair value of financial instruments is determined according to the following rules:

1. The fair value of financial instruments is the amount for which an asset may be exchanged or liability in a transaction removed in good faith between the buyer, willingly, and the seller, willingly, in a logical manner.
2. When a financial instrument is traded on an active, liquid market, its rate on the market provides the best proof of its fair value.
3. When market activity is not frequent and the market is not well based, a small volume relative to the number of negotiable unit of the financial instrument are traded, or when the market rate is not available – it is possible to use evaluation techniques to determine the fair value.
4. The book value of the historical cost of amounts receivable and payable at regular commercial credit terms is usually close to the fair value.

NOTES TO THE FINANCIAL STATEMENTS

I. Disclosure of new accounting standards that came into effect in the reporting year
Accounting Standard No. 40 of the Israeli Accounting Standards Board, accounting rules and financial reporting by non-profit organizations

In August 2020, the Israel Accounting Standards Board issued Accounting Standard No. 40, which replaces the combined wording of Statement 69 and Accounting Standard No. 9. The standard includes many changes compared to the existing standard, such as the rules for recognizing nonprofits' income (income from donations including assets and services received without consideration), in the rules for the recognition and measurement of works of art, historical and similar assets, classification of cash flows in the statement of cash flows, etc. The standard applies to financial statements for annual periods beginning on or after January 1, 2021.

The first application of the standard did not have a material effect on the financial position of the association and the results of its activities.

Note 3 – Related Parties

a. Kibbutz Ketura

The Arava Institute was established by members of Kibbutz Ketura and resides in the kibbutz itself, which provides the association with an extensive set of services, including student catering, dormitory rentals, accounting services, maintenance services, office and hall rental and the like. A number of Kibbutz members sit on the board of directors of the association and also a number of members are employees of the Institute.

This relationship is anchored in various agreements for each and every service provided by the kibbutz. The agreement was in effect retroactively from 1.1.2000 to 31.12.19 and was renewed for another period of five years. In any case, the period will not exceed 24 years and 11 months. Negotiations are currently underway between the association's management and representatives of the kibbutz to formulate a new agreement between the parties, which will also include regulating relations regarding the construction of the new campus, including the construction of new student dormitories.

See Note 16 for further details.

b. Arava Institute Research and Development, Ltd.

The Arava Institute of Environmental Studies (Registered Association) (hereinafter: the Association) holds full ownership of the subsidiary Arava Institute Research and Development Ltd. (hereinafter: the R&D Company).

The R&D Company is a holding company, and holds the following:

1. 0.49% of Capital Nature Ltd., which invests in initiatives, research and development in the field of renewable energy.
2. 45% of the shares of Laguna Innovation Ltd. which builds and markets decentralized wastewater treatment units.

c. Global Sun Israel L.P.

The Arava Institute holds 1% of the partnership rights of Global Sun Israel Ltd. (Arava Power), which is engaged in the development and production of solar energy.

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

NOTES TO THE FINANCIAL STATEMENTS

	December 31 2022	December 31 2021
	<u>Thousand NIS</u>	<u>Thousand NIS</u>
NOTE 4 - CASH AND CASH EQUIVALENTS		
In Israeli currency	830	725
In foreign currency	213	6,037
Short term deposits in foreign currency	-	2,480
Less- cash for investment in fixed assets	-	(6,555)
	<u>1,043</u>	<u>2,687</u>
NOTE 5 - RECEIVABLES AND DEBIT BALANCES		
Grants and donations receivable (*)	1,010	74
Students for tuition	385	364
Operating expenses	9	36
Related parties	56	113
Other	9	14
	<u>1,469</u>	<u>601</u>
 (*) Grants and donations receivable:		
Grants receivable	68	74
Donations receivable	942	-
	<u>1,010</u>	<u>74</u>
NOTE 6 - LONG TERM DEPOSITS		
Long term cash / deposits	<u>7,637</u>	<u>6,555</u>
Including:		
Cash/deposits for investments in fixed assets	<u>6,113</u>	<u>6,555</u>

The deposits are for a period up to 4 years and bear interest.

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7 - FIXED ASSETS

	Leasehold Improvements (b)	Electronic Equipment and Computers	Vehicles	Furniture and equipment	Total
	T h o u s a n d s N I S				
a. COMPOSITION :					
Cost :					
At beginning of year	4,613	1,283	123	740	6,759
Additions	<u>1,448</u>	<u>236</u>	<u>-</u>	<u>26</u>	<u>1,710</u>
At end of year	<u>6,061</u>	<u>1,519</u>	<u>123</u>	<u>766</u>	<u>8,469</u>
Accumulated depreciation :					
At beginning of year	2,609	1,129	123	543	4,404
Additions	<u>220</u>	<u>48</u>	<u>-</u>	<u>58</u>	<u>326</u>
At end of year	<u>2,829</u>	<u>1,177</u>	<u>123</u>	<u>601</u>	<u>4,730</u>
Depreciated cost :	<u>3,232</u>	<u>342</u>	<u>-</u>	<u>165</u>	<u>3,739</u>
b. Total investment in progress in the new dormitory building amounted to 1,518 (last year - 914) thousand NIS as of the date of the report.					
c. Depreciation rate (%) 4 - 10 33 15 7					

NOTE 8 - PAYABLES AND ACCRUED EXPENSES

	December 31 2022	December 31 2021
	<u>Thousand NIS</u>	<u>Thousand NIS</u>
Suppliers and service providers	652	449
Employees and employee institutions	538	540
Related parties	252	151
Advances from students	29	16
Advanced income and accrued expenses	2,048	1,354
Allowance for vacation pay	<u>248</u>	<u>226</u>
	<u>3,767</u>	<u>2,736</u>

NOTE 9 - EMPLOYEE TERMINATION RIGHTS

Liability	636	509
Less - designated deposit	<u>(505)</u>	<u>(500)</u>
	<u>131</u>	<u>9</u>

- a. To cover its liability for payment with regard to the termination of employee-employer relations, the Amuta makes deposits in a recognized pension fund and pays premiums to insurance companies. The sums accrued in the pension fund and on the insurance policies are not controlled or managed by the Amuta, and therefore no expression has been made in its books. The liability in the balance sheet reflects the amounts required to pay employees upon their retirement above the sums deposited in pension funds and on the insurance policies. Withdrawal of the reserved funds is possible only as provided in the Severance Pay Law.
- b. In accordance with the decision of the Amuta's management, it was decided to deposit in a designated account in the bank in favor of the liability to pay compensation due to the termination of the employer-employee relationship.

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES

NOTES TO THE FINANCIAL STATEMENTS

	December 31 2022 <u>Thousand NIS</u>	December 31 2021 <u>Thousand NIS</u>
NOTE 10 - TURNOVER OF OPERATIONS		
Donations	6,146	5,100
Grants	2,199	3,873
Tuition	1,589	2,328
Income from providing services	2,978	299
	<u>12,912</u>	<u>11,600</u>
NOTE 11 - COST OF OPERATIONS		
Salaries and related expenses	5,987	4,729
Operating expenses in Israel	3,231	4,004
Conferences and workshops	1,972	806
Professionals and research, primarily for green initiatives	315	152
Operating expenses for overseas projects	48	11
Rent and maintenance	274	283
Professional publications	109	69
Depreciation	326	326
	<u>12,262</u>	<u>10,380</u>
NOTE 12 - ADMINISTRATIVE AND GENERAL EXPENSES		
Salaries and related benefits	604	434
Travel in Israel and abroad	112	91
Office and computer maintenance	240	182
Professional services and continuing education	292	315
Advertising and marketing	56	87
Miscellaneous	72	122
	<u>1,376</u>	<u>1,231</u>
NOTE 13 - FINANCING EXPENSES (INCOME)		
Exchange rate differences	(777)	493
Interest and fees	(72)	37
	<u>-849</u>	<u>530</u>
NOTE 14 - OTHER INCOME		
Dividend	334	120

THE ARAVA INSTITUTE FOR ENVIRONMENTAL STUDIES
(Registered Association)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 15 -LIST OF DONORS

The following is information required according to the Associations Regulations (Determination of Maximum Sum and Procedures for Registering Anonymous Donations in Financial Statements), 5763 – 2002, presenting the names of the donors who contributed during the 2020 financial year, in cumulative amounts of over NIS 100,000:

Name of Donor	Amount (NIS)	Purpose of Donation
JNF	3,524,200	General
FRIENDS OF THE ARAVA INSTITUTE	2,747,298	General
FRIENDS OF THE ARAVA INSTITUTE	175,000	Building
FRIENDS OF THE ARAVA INSTITUTE	1,487,655	TRACK II
CROWN FOUNDATION	306,077	Research
DONATIONS FROM FOREIGN COUNTRY ENTITIES:		
THE EUROPEAN COMMISSION	147,873	TRACK II
UK TOREMET LND	101,262	General
AMERICAN EMBASSY	203,607	Research

NOTE 16 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES

	December 31 2022	December 31 2021
	<u>Thousand NIS</u>	<u>Thousand NIS</u>
Balances with related parties:		
Accounts receivable	64	113
Accounts payable - Kibbutz Ketura	167	151
For the year ended		
	December 31 2022	December 31 2021
	<u>Thousand NIS</u>	<u>Thousand NIS</u>
Transactions with related parties:		
Management salaries	394	378
<u>Kibbutz Ketura</u>		
Salaries and bookkeeping services	1,577	1,658
Catering, rent and other services, net	1,527	927