BATSHEVA DANCE COMPANY (REGISTERED NGO)

FINANCIAL STATEMENTS AS OF DECEMBER 31, 2024

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Contents

INDEPENDENT AUDITORS' REPORT TO THE

MEMBERS OF THE BATSHEVA DANCE COMPANY (REGISTERED NGO)

We have audited the accompanying balance sheets of The Batsheva Dance Company (Registered NGO) (hereafter- the NGO) as of December 31, 2024, and the statements of activities, the statements of changes in net assets and the statements of cash for year ended on this date. These financial statements are the responsibility of the NGO's Management Board. Our responsibility is to express an opinion on these financial statements based on our audit.

The financial statements of the association as of December 31, 2023, and for the year then ended, were audited by other independent auditors, whose report dated June 10 included an unqualified opinion.

We conducted our audits in accordance with generally accepted auditing standards in Israel, including those prescribed by the Auditors' Regulations (Mode of Performance), 1973. These regulations 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management Board of the NGO, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion in all material respects, the financial position of the NGO as of December 31, 2024 and the results of its activities, changes in net assets and cash flows for the year ended on this date, in conformity with generally accepted accounting principles in Israel (Israeli GAAP).

Ziv Haft

Ziv Haft

Jerusalem, June 16, 2025 — Certified Public Accountants (Isr.)

תל אביב 03-6386868 | ירושלים 02-6546200 | חיפה 04-8680600 | באר שבע 077-7784100 | בני ברק 073-7145300 | קרית שמונה 077-5054906 | פתח תקווה 077-7784180 | מודיעין עילית 08-9744111 | נצרת עילית 04-6555888
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BATSHEVA DANCE COMPANY (REGISTERED NGO)

BALANCE SHEETS

	Note	December 31, 2024 NIS	December 31, 2023 NIS
Current assets			
Cash and cash equivalents	3	5,501,758	13,971,673
Short-Term Investments		-	1,403,128
Customers	4	2,352,303	1,431,915
Other current assets	5	316,442	163,465
		8,170,503	16,970,181
Non current assetts			
Long term prepaid	19b(2)	2,518,728	2,185,795
Long term deposits		7,427,436	6,502,665
Receivables for long-term time deposits		19,663,087	-
Fixed assets, net	6	3,218,248	3,138,261
		32,827,499	11,826,721
		40,998,002	28,796,902
Current liabilities			
Trade payables	7	455,651	366,080
Other current liabilities	8	4,518,134	3,513,496
		4,973,785	3,879,576
Long term liabilities			
Provision for employees rights upon retirement, net	9	219,893	200,177
Provisions, contingent liability, commitments and guarantees	19	721,662	709,678
Net assets			
Unrestricted net assets:			
Deficiency from net assets for use for activities not designated by the institutions of the non-profit		811,830	1,360,016
Net assets for use in activities designated by the institutions of the non-profit		4,378,727	4,045,794
Net assets used for fixed assets		3,218,248	3,138,261
		8,408,805	8,544,071
Net assets restricted for use in activities:		26,673,857	15,463,400
		35,082,662	24,007,471
		40,998,002	28,796,902

Z Ziv

Zvi Ziv
Chairman of the Board of Directors

Michael Kenny
Chairman of the Public Council

D Aldor

Dina Aldor
CEO

Date of approval of financial statements: June 16, 2025

The accompanying notes to the financial statements are an integral part of them.

BATSHEVA DANCE COMPANY (REGISTERED NGO)
STATEMENTS OF ACTIVITIES

	Note	For the year ended December 31 2024 NIS	2023 NIS
Operational volume:			
Revenues from operations	10	10,394,077	10,796,148
Revenues from appropriations	11	8,433,026	9,545,297
Revenues from contributions	12	7,860,880	5,555,591
		26,687,983	25,897,036
Dance School Activity			
Dance school revenues	13(a)	487,396	413,293
Dance school expenses	13(b)	(563,256)	(467,533)
Loss from Dance school activity, net		(75,860)	(54,240)
Cost of activities:			
Salaries and related expenses		14,753,290	14,380,488
Operating expenses	14	8,281,819	8,606,805
New productions		450,663	778,892
		23,485,772	23,766,185
Net income from activities		3,126,351	2,076,611
General and administrative expenses	15	3,281,372	2,804,975
Net Income / (Loss)e before financing		(155,021)	(728,364)
Financing expenses, net	16	19,756	393,032
Net Income after financing		(135,265)	(335,332)
Other Incomes	17	-	(4,717)
Net Income for year		(135,265)	(340,049)

The accompanying notes to the financial statements are an integral part of them.

BATSHEVA DANCE COMPANY (REGISTERED NGO)
STATEMENTS OF CHANGES IN NET ASSETS

	Net assets unrestricted for use in activities				
	Undesignated by institutions of the non-profit	Designated by institutions of the non-profit	Used for fixed assets	Net assets restricted for use in activities	Total
			N I S		
Balance as of January 1, 2023	1,742,836	4,015,470	2,696,338	10,821,500	19,276,144
Net Income for 2023	(340,049)	-	-	-	(340,049)
Amounts designated by the NGO	(30,324)	30,324	-	21,799	21,799
Amounts released from net assets restricted to fixed asset investment	-	-	-	429,477	429,477
Donations Received (*)	-	-	-	4,341,430	4,341,430
Campus Interest Rate Designation	-	-	-	416,769	416,769
Amounts released from temporary restricted net assets	-	-	429,476	(567,575)	(138,099)
Assets deleted from fixed assets	4,718	-	(4,718)	-	-
Transfer of unrestricted amounts:					
Used to acquire fixed assets	(805,365)	-	805,365	-	-
Amounts transferred to cover depreciation expenses	788,200	-	(788,200)	-	-
Balance as of December 31, 2023	1,360,011	4,045,794	3,138,266	15,463,400	24,007,471
Net Income for 2024	(135,265)	-	-	1,658	(133,607)
Amounts designated by the NGO	(332,933)	332,933	-	20,000	20,000
Amounts earmarked for fixed assets	-	-	-	51,290	51,290
Donations Received (**)	-	-	-	10,510,300	10,510,300
Campus Interest Rate Designation	-	-	-	875,056	875,056
Amounts released from temporary restricted net assets	-	-	-	(247,848)	(247,848)
Transfer of unrestricted amounts:					
Used to acquire fixed assets	(823,859)	-	823,859	-	-
Amounts transferred to cover depreciation expenses	743,877	-	(743,877)	-	-
Balance as of December 31, 2024	811,831	4,378,727	3,218,248	26,673,856	35,082,662

(*) See note 19B (2).
(**) See note 12B

The accompanying notes to the financial statements are an integral part of them.

BATSHEVA DANCE COMPANY (REGISTERED NGO)
STATEMENTS OF CASH FLOWS

	Year ended December 31, 2024	2023
	NIS	NIS
Cash flows - current operations:		
Net Income for the year	(135,265)	(340,049)
necessary Adjustments to present cash flows from current operations (Appendix A)	976,106	1,334,019
Net cash derived from current operations	840,841	993,970
Cash flows - investment activities:		
Decrease in long-term investments	(19,697,349)	1,497,334
Increase in short-term investments	-	(1,238,529)
Acquisition of fixed assets	(823,864)	(1,234,840)
Net cash used for investment activities	(20,521,213)	(976,035)
Cash flows - financing activities:		
Restricted contributions designated for purchasing of assets	11,210,457	5,071,375
Net cash used for financing activities	11,210,457	5,071,375
Increase in cash and cash equivalents	(8,469,915)	5,089,310
Balance of cash and cash equivalents at beginning of year	13,971,673	8,882,363
Balance of cash and cash equivalents at end of year	5,501,758	13,971,673

The accompanying notes to the financial statements are an integral part of them.

BATSHEVA DANCE COMPANY (REGISTERED NGO)
STATEMENTS OF CASH FLOWS

Appendix A - **Adjustments necessary to present cash flows from current operations**

	Year ended December 31	
	2024	2023
	NIS	NIS
Income and expenses not involving cash flows:		
Depreciation	743,877	788,200
Losses from deleted fixed assets	-	4,717
Increase (Decrease) in provision for employee rights upon retirement, net	19,716	4,510
Interest and decrease of deposits	512,618	-
	1,276,211	797,427
Changes in asset and liability items:		
Increase in trade Cutomers	(920,388)	236,675
(Increase) Decrease in other current assets	(152,977)	12,450
Increase (Decrease) in accounts payable	89,571	29,930
Increase (Decrease) in other current liabilities	1,004,638	96,464
(Decrease) Increase in provisions	11,984	191,397
Increase in prepaid expenses	(332,933)	(30,324)
	(300,105)	536,592
	976,106	1,334,019

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The accompanying notes to the financial statements are an integral part of them.

NOTE 1 - GENERAL

A. The NGO was established for the purpose of advancing the subsistence and success of the "Batsheva" modern dance company.

B. The NGO assembles various monetary sources mostly for the following activities:

(1) Fostering a professional troupe of dancers and choreographers, and educating the next generation of excellent dancers.
(2) Undertakings with originators in the area of encouraging Israeli conceptions.
(3) Acquisition, production and presentation of creations.
(4) Encouragement of interest by the audience in modern dance and the work of the NGO.

NOTE 2 - ACCOUNTING POLICIES

A. Israeli Accounting Standart No 40:

On August 13, 2020, the Professional Committee of the Israel Accounting Standards Board approved Accounting Standard No. 40 regarding Accounting Rules and Financial Reporting by Non-Profit Organizations.

The standard consolidates the accounting and financial reporting rules for non-profit organizations, and upon its entry into force, the standard will replace Statement No. 69 of the Institute of Certified Public Accountants in Israel regarding accounting rules and financial reporting by non-profit organizations. In addition, the standard will repeal Standard 5, Standard 9, Standard 36 and sections 1-2 of "Improving Existing Standards 2017 (a)" which deal with the issue of non-profit organizations.

The standard includes changes compared to the existing standard which are detailed in the introduction to the standard, such as in the rules for recognizing the income of non-profits (regarding contributions of fixed assets and cash for investment in fixed assets and for services received without consideration), in the rules for recognizing and measuring works of art, historical assets and similar assets. Cash flows as part of a report on cash flows, and more.

The standard is applying for financial statements for annual periods starting or after 1st of January 2023.

B. General:

The financial statements of the NGO are expressed in nominal NIS and are being prepared mainly for reporting to the various authorities according to law.

For this reason and other practical reasons derived from the size of the NGO and from the reporting requirements, these financial statements have not been presented in reported amounts as is required by Standard 12 of the Israel Accounting Standards Board and the comparative figures were not presented in adjusted amounts as is mandated by the accounting opinions of the Institute of Certified Public Accountants in Israel.

C. Basis for recognition of revenues and expenses:

Revenues and expenses are included in the financial statements on the accrual basis.

NOTE 2 - ACCOUNTING POLICIES (Cont.)

D. Fixed assets:

Fixed assets which acquired or has received as a gift prior to January 1, 1997 are presented at marginal value.

Fixed assets acquired after that date are presented at cost.

Depreciation is computed at equal annual rates according to the estimated useful lives of the assets.

Annual depreciation rates:

	(%)
Building	4
Leasehold improvements	10
Furniture and equipment	6-33

E. Cash and cash equivalents:

The section includes cash and short term deposits for up to 3 months.

NOTE 3 - CASH AND CASH EQUIVALENTS

Composition:

	As of December 31,	
	2024	2023
	NIS	NIS
Cash	4,392,133	1,074,405
Short term deposits (*)	1,109,625	12,897,268
	5,501,758	13,971,673

(*) for net assets restricted for use see statements of changes in net assets.

NOTE 4 - Customers

Composition:

	As of December 31,	
	2024	2023
	NIS	NIS
Open debts	177,361	140,358
Checks receivable and credit cards	631,446	972,057
Income receivable	1,543,496	319,500
	2,352,303	1,431,915

NOTE 5 - Other current assets

Composition:

	As of December 31, 2024	As of December 31, 2023
	NIS	NIS
Other receivables	32,252	12,282
Prepaid expenses	284,190	124,076
Supplier advances	-	27,107
	316,442	163,465

NOTE 6 - FIXED ASSETS

A. Composition:

	Furniture & Equipment	Payments on account of building	Leasehold improvements	Technology project	Total
			N I S		
Cost:					
Cost - January 1, 2024	5,608,807	261,540	2,829,984	301,699	9,002,030
Acquisitions during year	572,534	-	6,552	244,778	823,864
Deductions	(20,649)	-	-	-	(20,649)
Cost - December 31, 2024	6,160,692	261,540	2,836,536	546,477	9,805,245
Accumulated depreciation:					
Depreciation- January 1, 2024	3,811,334	253,609	1,615,500	183,326	5,863,769
Additions for year	420,476	7,720	214,500	101,181	743,877
Deductions	(20,649)	-	-	-	(20,649)
Accumulated depreciation- December 31, 2024	4,211,161	261,329	1,830,000	284,507	6,586,997
Balance at the end of period:					
December 31, 2024	1,949,531	211	1,006,536	261,970	3,218,248
December 31, 2023	1,797,473	7,931	1,214,484	118,373	3,138,261

B. See Note 2D with regard to rates of depreciation.

NOTE 7 - TRADE PAYABLES

Composition:

	As of December 31, 2024	As of December 31, 2023
	NIS	NIS
Open accounts	415,304	337,463
Checks payable	40,347	28,617
	455,651	366,080

NOTE 8 - OTHER CURRENT LIABILITIES

Composition:

	As of December 31, 2024 NIS	As of December 31, 2023 NIS
Employees and institutions for salaries	2,566,321	2,276,709
Government institutions	26,724	12,526
Accrued expenses	478,910	826,131
Prepaid income	1,446,179	398,130
	4,518,134	3,513,496

NOTE 9 - PROVISION FOR EMPLOYEE RIGHTS UPON RETIREMENT, NET

The provision for employee rights upon retirement included in the balance sheet represents the balance of the liability in the name of employees not covered by current deposits with insurance companies and by deposits to severance pay funds in the name of the NGO.

NOTE 10 - REVENUES FROM OPERATIONS

Composition:

	As of December 31, 2024 NIS	As of December 31, 2023 NIS
Performances in Israel	9,014,119	6,447,313
Performance abroad	411,190	3,488,177
Other income	968,768	860,658
	10,394,077	10,796,148

NOTE 11 - REVENUES FROM APPROPRIATIONS

Composition:

	Year ended December 31	
	2024	2023
	NIS	NIS
Revenues from appropriations from the Ministry of Culture and Sports (*)	7,363,556	8,836,641
Revenues from appropriations from the Tel Aviv Municipality (**)	1,069,470	708,656
	8,433,026	9,545,297

(*) Includes additional support from the Ministry of Culture and Sports in amount of NIS 0.5 Million (previous year 3.9 Million), which was received as assisting cultural institutes in Israel in dealing with the effect of the COVID-19 pandemic.

(**) Includes income due to a discount from municipal tax costs for NIS 125 thousand (last year- approximately NIS 122 thousand).

NOTE 12 - REVENUES FROM CONTRIBUTIONS

A. Composition restricted donations:

	Year ended December 31	
	2024	2023
	NIS	NIS
Individuals contribute or secluding members of the management Board and public council	20,000	21,800
Contributors for a new building (see note 19c)	10,510,300	4,341,430
	10,530,300	4,363,230

B. Change in restricted donations (*):

	Year ended December 31	
	2024	2023
	NIS	NIS
Balance as of January 1st	96,105	212,404
Restricted donation received during the period	20,000	21,800
Amount released during the period	(67,128)	(138,099)
Balance as of December 31st	48,977	96,105

(*) Not including designated donation for the campus as detailed in Note 19c

NOTE 13 - Dance School Activity

A. Dance school Revenues:

	Year ended December 31 2024 NIS	Year ended December 31 2023 NIS
Revenues from operations	300,660	309,220
Revenues from appropriations from the Ministry of Culture and Sports	45,003	60,608
Other revenues	87,933	28,465
Amounts released from temporary restricted net assets	53,800	15,000
	487,396	413,293

B. Dance School expenses:

	Year ended December 31 2024 NIS	Year ended December 31 2023 NIS
Salaries and related expenses	307,000	273,682
Operating expenses (teachers, marketing)	177,535	130,320
General and administrative expenses	78,721	63,531
	563,256	467,533

NOTE 14 -OPERATING EXPENSES

Composition:

	Year ended December 31 2024 NIS	Year ended December 31 2023 NIS
Performance operations	3,061,026	1,842,474
Travel abroad	403,259	2,052,162
General operations	1,544,275	1,180,393
Advertising, marketing and sales	963,567	945,174
Raising resources	292,343	344,326
Royalties and copyrights	743,787	895,307
Treatments for dancers	373,862	394,195
Taxes and fees	211,875	219,730
Depreciation of operating equipment	687,825	733,044
	8,281,819	8,606,805

NOTE 15 -GENERAL AND ADMINISTRATIVE EXPENSES

Composition:

	Year ended December 31	
	2024	**2023**
	NIS	**NIS**
Salaries and related expenses	2,607,420	2,235,723
Postage, telephone and messenger service	293,540	253,054
Insurance	9,300	12,800
Per diem, entertainment and gifts	43,047	39,132
Car maintenance	44,307	28,571
Professional fees	185,847	124,653
Depreciation	56,052	55,156
Courses and professional development	26,673	30,929
Others	15,186	24,957
	3,281,372	2,804,975

NOTE 16 -Financing income (expenses):

Composition:

	Year ended December 31	
	2024	**2023**
	NIS	**NIS**
Incomes from Interest on short term deposits	130,655	153,126
Credit card & bank commissions	(117,263)	(82,272)
Exchange rate differences Incomes / (expenses)	6,364	322,178
	19,756	393,032

NOTE 17 -Other Incomes:

Composition:

	Year ended December 31	
	2024	**2023**
	NIS	**NIS**
Other Incomes (see note 19 a)	-	(4,717)
	-	(4,717)

NOTE 18 -TAXES ON INCOME

The NGO is a non-profitable institution and therefore is not obligated to pay income taxes on its income from operations. The NGO is recognized as a public institution for purposes of contributions pursuant to Section 46 of the Income Tax Ordinance.

NOTE 19 - PROVISIONS, CONTINGENT LIABILITY, COMMITMENTS AND GUARANTEES

A. Provisions:

Composition

	Year ended December 31	
	2024	2023
	NIS	NIS
Contingent liability (*)	402,000	407,000
Commitments and guarantees (**)	268,911	249,587
Others	50,751	53,091
	721,662	709,678

(*) In Previous years, the NGO executed a provision in a total of 828 thousand NIS towards Proventous, At the request of the NGO, Proventous confirmed that they waived the liability, and in accordance the provision was closed and recognized as a donation.

(**) In previous years, the NGO executed a provision in a total of NIS 510 thousand with respect to the NGO's commitments, .in the year of the report there was decrease of 38 thousands (last year the provision was without any change).

B. Commitments:

(1) On April 2024, the NGO signed on renewal of employment and royalties agreements with Ohad Naharin, the NGO's choreographer. for another 8 year as from the signing date.

(2) On December 6, 2017, an agreement was signed between the NGO and the Tel Aviv-Yafo Foundation (hereinafter: "the Fund") for the construction of a new campus for the activities and needs of the NGO. The NGO is responsible for raising and transferring funds worth half the cost of the project, in the amount of NIS 74 million. The payments of the NGO will be transferred to the Fund in installments, on the dates and under the conditions specified in the agreement. On December 25, 2019, the Board of Directors approved increasing the NGO's share in additional NIS 6 million, so the total amount will be NIS 80 million.

Up to the date of the financial statements, the NGO transferred 8 million NIS to the fund.

The remain balance of NIS 2.2 Million are additional investment of the NGO in the campus.

C. Designated contributions for the Campus:

	Year ended December 31	
	2024	2023
	NIS	NIS
Opening balance as of January 1st	14,950,526	10,609,096
Designated contributions received (*)	10,510,300	4,341,430
Closing balance as of December 31st	25,460,826	14,950,526

D. Guarantees:

The NGO has a bank guarantee vis-à-vis third parties in an amount of NIS 119 thousands.

BATSHEVA DANCE COMPANY (REGISTERED NGO)
NOTES TO THE FINANCIAL STATEMENTS

Apendix A

	Year ended December 31			
	2024	2 0 2 4	2 0 2 3	2 0 2 3
	N I S	N I S	N I S	N I S
	Current activities	Dance School	Current activities	Dance School
Items of sources and uses				
Sources:				
Ministry of Culture and Sports	7,363,556	45,003	8,836,641	60,608
Tel Aviv-Jaffe Municipality	1,069,470	-	708,656	-
Contributions	7,860,880	103,850	5,555,591	15,000
Revenues from performances	10,394,078	338,543	10,796,148	337,685
Total sources	26,687,984	487,396	25,897,036	413,293
Uses:				
Operations:				
Salaries for operations	14,753,290	307,000	14,380,488	273,682
Expenses for activities:				
Performance operations	3,061,026	176,984	1,842,474	129,144
Travel abroad	403,259	-	2,052,162	-
General operations	1,544,275	-	1,180,393	-
Advertising, marketing and sales	963,567	550	945,174	1,176
Raising resources	292,343	-	344,326	-
Royalties and copyrights	743,787	-	895,307	-
Treatments for dancers	373,862	-	394,195	-
Taxes and fees	211,875	-	219,730	-
New productions	450,663	-	778,892	-
Depreciation of operating equipment	687,825	-	733,044	-
Total operating expenses	8,732,482	177,534	9,385,697	130,320
Overhead:				
Administrative salaries	2,607,420	78,722	2,235,723	63,531
Professional services	185,847	-	124,653	-
Car maintenance and travel	44,307	-	28,571	-
Gifts and entertainment	43,047	-	39,132	-
Other overhead	400,751	-	376,896	-
Total overhead	3,281,372	78,722	2,804,975	63,531
Total uses for activities	26,767,144	563,257	26,571,160	467,533
Revenues / (Expenses) from activities	(79,160)	(75,860)	(674,124)	(54,240)
Net Financing Incomes / (Expenses)	19,753	-	393,032	-
Other Incomes	-	-	(4,717)	-
Net Income / (Loss) for year	(59,406)	(75,860)	(285,809)	(54,240)