

Table to Table - Leket Israel (Reg.NPO)
Financial Statements
as of December 31, 2013

The information contained in these financial statements constitutes an unofficial translation of the financial statements published by the Company in Hebrew. The Hebrew version is the binding version. This translation was prepared for convenience purposes only.

Table to Table - Leket Israel (Reg.NPO)
Financial Statements
as of December 31, 2013

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Auditor's Report to the members of the Association
of
Table - Leket Israel (Reg.NPO)

We have audited the accompanying balance sheets of Table to Table - Leket Israel (Reg. NPO) (hereinafter "the Association") as of December 31, 2013 and December 31, 2012, and the statements of activities, statements of changes in net assets and the statements of cash flows for the years then ended. These financial statements are the responsibility of the Association's executive committee and management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in Israel, including those prescribed by the Israeli Auditor's Regulations (Auditor's Mode of Performance), 1973. Those standards required 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 executive committee and management of the Association, as well as evaluating the overall financial statement presentation. We believe that our audit provides 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 Association on December 31, 2013 and December 31, 2012, and the results of its operations, changes in net assets and its cash flows for each of the years then ended, in accordance with generally accepted accounting principles in Israel (Israeli GAAP).

Stark & Stark
Certified Public Accountants (Israel)

Ra'anana, April 24, 2014

Table to Table - Leket Israel (Reg.NPO)

Balance Sheets as of December 31, 2013

		December 31	
		2013	2012
		NIS	NIS
<u>Current Assets</u>	<u>Note</u>		
Cash and cash equivalents		10,201,394	11,204,905
Short-term deposits		903,706	400,527
Investments in futures contracts	2g	107,970	-
Post-dated checks receivable		25,600	155,380
Accounts receivable and other current assets	3	745,192	691,362
		11,984,402	12,452,174
 <u>Long-term deposits</u>		 144,840	 -
 <u>Fixed assets, net</u>	 4	 4,358,696	 4,759,310
		16,487,938	17,211,484
 <u>Current liabilities</u>			
Suppliers and postdated checks payable	5	1,531,836	1,506,835
Accounts payable and other current liabilities	6	1,495,760	1,396,819
		3,027,596	2,903,654
 <u>Net provision for severance pay</u>	 7	 385,000	 403,000
 <u>Unrestricted Net Assets</u>			
Not designated by Association institutions for activities		4,576,660	5,566,111
For fixed assets		4,358,696	4,759,310
		8,935,356	10,325,421
 <u>Temporarily restricted net assets</u>	 8	 4,139,986	 3,579,409
		13,075,342	13,904,830
		16,487,938	17,211,484

Executive Committee member - Joseph Gitler

Executive Committee member - Stephen Provisor

The accompanying notes are an integral part of these financial statements.

Table to Table - Leket Israel (Reg.NPO)
Statement of Activities
For the year ended December 31, 2013

	<u>Note</u>	<u>For the year ended December 31</u>	
		<u>2013 NIS</u>	<u>2012 NIS</u>
<u>Income from activities</u>			
Donations in kind	9a	69,321,543	59,323,991
Donations in shekels	9b	24,816,299	25,124,244
Allocation from the Ministry of Welfare		70,000	-
		<u>94,207,842</u>	<u>84,448,235</u>
Revenues from procurement project		<u>1,016,741</u>	<u>7,757,909</u>
Revenues released from restriction	8	<u>2,063,271</u>	<u>3,048,553</u>
		<u>97,287,854</u>	<u>95,254,697</u>
<u>Cost of activities</u>			
Salaries and related expenses		8,084,560	7,643,445
Cost of in kind food and services	10a	69,118,294	59,290,122
Direct operating expenses	10b	15,140,006	21,322,508
		<u>92,342,860</u>	<u>88,256,075</u>
Net income from activities		<u>4,944,994</u>	<u>6,998,622</u>
General and administrative expenses	11	<u>5,958,293</u>	<u>5,701,800</u>
Net income (expenses) before financing		(1,013,299)	1,296,822
Net financing income (expenses)	12	<u>(527,867)</u>	<u>51,622</u>
Net income (expense) after financing income (expenses)		(1,541,166)	1,348,444
Capital gain		72,126	58,054
Net surplus (deficit) for the year		<u>(1,469,040)</u>	<u>1,406,498</u>

The accompanying notes are an integral part of these financial statements.

Table to Table - Leket Israel (Reg.NPO)
Statement of Changes in Net Assets
For the year ended December 31, 2013

	Unrestricted Net Assets		Temporarily Restricted Net Assets	Total
	For Activities	For Fixed Assets		NIS
	NIS	NIS	NIS	
Balance as of January 1, 2012	4,636,442	4,079,961	4,632,961	13,349,364
Surplus of revenues over expenses for the year	1,406,498	-	-	1,406,498
Donations	-	21,000	2,176,520	2,197,520
Sums released from restrictions	-		(3,048,552)	(3,048,552)
Net sums released from restricted net assets used to purchase fixed assets	-	181,520	(181,520)	-
Sums used to purchase fixed assets	(1,715,350)	1,715,350	-	-
Net sums from the sale of fixed assets	49,246	(49,246)	-	-
Sums transferred to cover depreciation expenses	1,189,275	(1,189,275)	-	-
Balance Sheets as of December 31, 2012	5,566,111	4,759,310	3,579,409	13,904,830
<u>Additions (reductions) during the year:</u>				
Surplus of expenses over revenues for the year	(1,469,040)	-	-	(1,469,040)
Donations	-	-	2,702,823	2,702,823
Sums released from restriction	-	-	(2,063,271)	(2,063,271)
Sums released from net restricted assets that for use in purchasing fixed assets	-	78,975	(78,975)	-
Sums for the purchase of fixed assets	(848,464)	848,464	-	-
Net sums from the sale of fixed assets	(65,974)	65,974	-	-
Sums transferred to cover depreciation expenses	1,262,079	(1,262,079)	-	-
Balance as of December 31, 2013	<u>4,576,660</u>	<u>4,358,696</u>	<u>4,139,986</u>	<u>13,075,342</u>

The accompanying notes are an integral part of these financial statements.

Table to Table - Leket Israel (Reg.NPO)

Statement of Cash Flows

For the year ended December 31, 2013

	<u>For year ended Dec. 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
<u>Cash flows from operating activities</u>		
Net surplus of income (expenses) over expenses(income) for the year	(1,469,040)	1,406,498
Adjustments required to present cash flows from operating activities	<u>(799,396)</u>	<u>(1,935,878)</u>
Net cash used in operating activities	<u>(2,268,436)</u>	<u>(529,380)</u>
<u>Cash flows from investing activities</u>		
Purchase of fixed assets (*)	(927,439)	(1,896,871)
Sale of fixed assets	138,100	107,300
Decrease (increase) in short-term deposit	(503,179)	7,682,319
Long-term deposit made (refunded)	<u>(144,840)</u>	<u>-</u>
Net cash provided by (used in) investing activities	<u>(1,437,358)</u>	<u>5,892,748</u>
<u>Cash flows from financing activities</u>		
Increase in restricted net assets	<u>2,702,823</u>	<u>2,176,520</u>
Net financing provided by financing activities	<u>2,702,823</u>	<u>2,176,520</u>
Increase (decrease) in cash from activities this year	(1,002,971)	7,539,888
Cash balance at the beginning of year	<u>11,204,905</u>	<u>3,665,017</u>
Total cash balance at end of the year	<u>10,201,934</u>	<u>11,204,905</u>

The accompanying notes are an integral part of these statements.

Table to Table - Leket Israel (Reg.NPO)

Statement of Cash Flows

For the year ended December 31, 2013

Adjustments required to present cash flows from operating activities

	<u>For year ended Dec. 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
<u>Income not related to cash flows</u>		
Depreciation	1,262,079	1,189,275
Increase (decrease) in reserves for severance pay	(18,000)	103,000
Capital gain on sale of fixed assets	(72,126)	(58,054)
Sums released from temporarily restricted net assets	<u>(2,063,271)</u>	<u>(3,048,552)</u>
	<u>(891,318)</u>	<u>(1,814,331)</u>
<u>Changes in assets and liabilities</u>		
Increase in investments in futures contracts	(107,970)	-
Decrease (increase) in post-dated checks receivable	129,780	(112,629)
Increase in accounts receivable and other current assets	(53,830)	(147,128)
Decrease in inventories	-	365,888
Increase (decrease) in trade accounts payable and post-dated checks payable	25,001	(500,659)
Increase in accounts payable and other current liabilities	<u>98,941</u>	<u>272,981</u>
	<u>-- 91,922</u>	<u>(121,547)</u>
	<u>(799,396)</u>	<u>(1,935,878)</u>

(*) In 2012, fixed assets in the amount of NIS 21,000 were received as a donation.

The accompanying notes are an integral part of these statements.

Table to Table - Leket Israel (Reg.NPO)
Notes to the Financial Statements as of December 31, 2013

Note 1 – General

- A. Table to Table - Leket Israel (NPO) (hereinafter "the Association") is a non-profit institution (registration number 580407633) registered in accordance with the Associations Law on March 18, 2003.
On November 16, 2009, the Association changed its name from Table to Table to Table to Table – Leket Israel.
- B. During 2009, the Association absorbed the operations of Leket Food Bank to Israel, which was dissolved voluntarily. The transfer of operations included among other things, the activities of the organization, assumption of certain liabilities and taking on employees and assets of the Leket Food Bank to Israel.
- C. The Associations goals are:
1. To collect leftover food products, as well as cooked foods from events, army bases, hotels and cafeterias, that under other circumstances would be thrown away, and to distribute the food to existing organizations that assist the needy.
 2. To collect dry foods from businesses and distribute them to organizations assisting the needy.
 3. To collect agricultural products from farmers and retailers for distribution to the needy.
 4. To assist civilians and Israel Defense Force soldiers as needed during times of emergency. In this context, emergency periods refer to war, military operations, and any other period in which the civilian population is under any kind of threat by virtue of its being a civilian population.
 5. The collection, acquisition and distribution of food to the needy to promote solutions to the problem of food shortages in Israeli society.
 6. To be engaged in any act of kindness, charity, and aid to those in need.
- D. The Association has been recognized as a public institution by the Israeli tax authorities in accordance with Section 9 (2) of the Income Tax Ordinance.
- E. The Association has approval under Section 46 of the Income Tax Ordinance until the end of 2014.
- F. On April 24, 2012 the Association received approval from the tax authorities to sell products to organizations not approved under Section 46 of the Income Tax Ordinance under certain conditions. The approval is valid from November 1, 2011 to December 31, 2014. This project was discontinued early in the report year.
- G. The management practices of the Association are certified by the Registrar of Associations until the end of 2014.
- H. Amendment to the Associations Law (Amendment No. 11) – 2008
During the fiscal year, the Association did not receive contributions from a foreign political entity for its operations.

Table to Table - Leket Israel (Reg.NPO)
Notes to the Financial Statements as of December 31, 2013

Note 2 - Significant Accounting Policies

A. Reporting Principles

The financial statements have been prepared in accordance with generally accepted accounting principles and in accordance with Opinion No. 69 issued by the Institute of Certified Public Accountants in Israel, in regards to accounting and financial reporting principles for nonprofit organizations and as prescribed in Accounting Standard No. 5 published by the Israeli Accounting Standards Board.

B. Financial Reports in Nominal NIS

1. The Association applies the provisions of Accounting Standard No. 12 of the Israel Accounting Standards Board - "Discontinuance of Adjustment of Financial Statements".
2. The non-monetary asset amounts do not necessarily represent realization or updated economic value, but rather the reported amounts of those assets.
3. In the financial statements, "cost" means cost in reported amounts.

C. Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities disclosed in the financial statements and the amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates.

D. Cash and cash equivalents:

The Association views highly liquid assets, including short-term bank deposits with an original term to maturity of up to three months, as cash equivalents.

E. Fixed assets

- 1) Depreciation is calculated using the straight-line depreciation method at rates considered sufficient to depreciate the assets over their estimated useful lives.
- 2) Improvements and enhancements are capitalized to the cost of the assets while repairs and maintenance are expensed as incurred.
- 3) Annual depreciation rates are as follows:

	<u>%</u>
Vehicle	15-20
Furniture equipment and computers	6-33
Leasehold improvements	7-10

F. Employee Benefits

Liabilities for short-term employee benefits:

Short-term employee benefits include salaries, vacation and National Insurance Institute contributions and are recognized as expenses upon the provision of services.

Liabilities for employee termination benefits:

The Association's liabilities for employee termination benefits are recorded in appropriate obligations under law, agreement, practice, and management expectations.

Table to Table - Leket Israel (Reg.NPO)

Notes to the Financial Statements as of December 31, 2013

Note 2 - Significant Accounting Policies

G. Futures contracts

The investment in futures contracts not intended for hedging are presented in the financial statements in accordance with Israel Accounting Standard No. 22, at their fair value. Fair value fluctuations are recognized in the financing item in the statement of activities in the period they occurred.

H. Recognition of income and expenses

The Association reports its income and expenses by the accrual basis.

I. Donations in kind

Since 2011, the Association has begun to manage the food inventory and its distribution using a Priority ERP system, through which the Association manages a computerized system for the precise recording of quantities of dry food, cooked food and agricultural produce arriving at the Association's warehouses as donations.

The value of the donations is recorded on the Association's books on the cost basis. See Note 13.

J. The Amutot Law (Amendment No. 11) - 2008:

During the fiscal year, the Association did not receive contributions from a foreign political entity for its operations.

Note 3 – Accounts Receivable and Other Debit Balances

	<u>As of December 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
"Israel Toremet" company and "Back Office"	521,380	230,703
Advances to suppliers	5,818	267,434
Prepaid expenses	215,994	191,225
Other	16,387	18,387
Provision for doubtful debts	<u>(14,387)</u>	<u>(16,387)</u>
	<u>745,192</u>	<u>691,362</u>

Table to Table - Leket Israel (Reg.NPO)

Notes to the Financial Statements as of December 31, 2013

Note 4 – Fixed Assets, net

	As of December 31					<u>2012</u>	
	<u>2013(*)</u>				<u>Total</u>		<u>Total</u>
	<u>Leasehold</u>	<u>Vehicles</u>	<u>Furniture and</u>	<u>Computers</u>			
	<u>Improvements (*)</u>		<u>Equipment(*)</u>	<u>(*)</u>		<u>Total</u>	
	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	<u>NIS</u>	
<u>Cost:</u>							
Balance at beginning of year	665,962	4,904,015	2,286,495	1,204,346	9,060,818	7,871,904	
Additions during the year	8,850	690,964	127,114	100,511	927,439	1,917,871	
Disposals during the year	-	(465,752)	-	-	(465,752)	(728,957)	
Balance at end of year	<u>674,812</u>	<u>5,129,227</u>	<u>2,413,609</u>	<u>1,304,857</u>	<u>9,522,505</u>	<u>9,060,818</u>	
 <u>Accumulated depreciation</u>							
Balance at beginning of year	168,647	2,596,300	1,128,760	407,801	4,301,508	3,791,944	
Year's depreciation	65,408	766,426	246,870	183,375	1,262,079	1,189,275	
Depreciation of year's disposals	-	(399,778)	-	-	(399,778)	(679,711)	
Balance at end of year	<u>234,055</u>	<u>2,962,948</u>	<u>1,375,630</u>	<u>591,176</u>	<u>5,163,809</u>	<u>4,301,508</u>	
<u>Depreciated cost:</u>	<u>440,757</u>	<u>2,166,279</u>	<u>1,037,979</u>	<u>713,681</u>	<u>4,358,696</u>	<u>4,759,310</u>	
<u>Annual depreciation rates</u>	<u>7%-10%</u>	<u>15%-20%</u>	<u>7%-15%</u>	<u>15%-33%</u>			

(*) Reclassified.

Table to Table - Leket Israel (Reg.NPO)

Notes to the Financial Statements as of December 31, 2013

Note 5 - Suppliers and postdated checks payable

	<u>As of December 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
Postdated checks payable	619,784	684,188
Suppliers and service providers	<u>912,052</u>	<u>822,647</u>
	<u>1,531,836</u>	<u>1,506,835</u>

Note 6 – Accounts Payable and Other Current Liabilities

	<u>As of December 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
Credit card companies	37,327	-
Advances from customers	5,000	7,700
Employees	584,746	553,027
Payroll institutions	309,861	274,462
Accrued expenses	198,976	221,630
Provision for vacation	356,000	340,000
Other	<u>3,850</u>	<u>-</u>
	<u>1,495,760</u>	<u>1,396,819</u>

Note 7 - Provision for Severance pay

Reserves for severance pay cover the balance due to employees beyond the portion of the liabilities covered by managers' insurance.

Note 8 - Temporarily restricted net assets

Following are details of donations received/released in the report year:

- A. In 2010, a donation in the amount of NIS 754 thousand was received from a donor, earmarked for use toward salary expenses of the Association's Executive Director for the years 2011 - 2012. During 2012, a total of NIS 377 thousand was released. In 2012, a donation in the amount of NIS 1,482 thousand was received from a donor, earmarked for use toward salary expenses of the Association's Executive Director for the years 2013 - 2015. During the report year, a total of NIS 494 thousand was released.

Table to Table - Leket Israel (Reg.NPO)

Notes to the Financial Statements as of December 31, 2013

Note 8 - Temporarily restricted net assets (cont.)

- B. In 2011, a donation of NIS 3,082 thousand was received from a donor, earmarked for use in the "Nahalal" project for the years 2011 - 2014. NIS 1,056 thousand of this amount was released for activities in the report year. In 2012, a similar sum was released.

In addition, during 2012, the designated purpose of a donation of NIS 902 thousand, which was received in 2010 and earmarked for purchase of a warehouse was changed to use for the "Nahalal" project. This amount was released in 2012.

- C. In 2011, a donation of NIS 713 thousand was received from a donor, earmarked for use in the "Sandwich" project in 2012. The sum was released in 2012.
- D. In 2012, a donation of NIS 513 thousand was received from a donor, designated for use in the "Sandwich" project in 2013. The sum was released in the report year.
- E. In the report year, a donation of NIS 1,424 thousand was received from a donor, earmarked for use in the "Sandwich" project in the years 2014-2015. The donation was included in temporarily restricted net assets.
- F. In the report year, a donation of NIS 1,200 thousand was received from a donor, earmarked for use in the "Table to Table" project in the years 2014-2015. The donation was included in temporarily restricted net assets.
- G. In the report year, a donation of NIS 79 thousand was received from a donor to acquire a tractor. The tractor was purchased during the year and the donation was included in net assets used to acquire fixed assets.

Table to Table - Leket Israel (Reg.NPO)

Notes to the Financial Statements as of December 31, 2013

Note 9 – Donations

	<u>For the year ended December 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
A. <u>Donations in kind:</u>		
Food in kind (Notes 13a and b)	64,106,367	54,428,974
Value of food and services (Note 13d)	1,939,026	2,483,857
Income value of volunteer services (Note 14)	<u>3,276,150</u>	<u>2,411,160</u>
	<u>69,321,543</u>	<u>59,323,991</u>
B. <u>Monetary donations:</u>		
Current donations	20,466,996	21,056,683
Leket Project	1,023,458	222,385
Sandwich Project	756,016	984,217
Holidays Project	587,764	(*)1,168,970
Gala event	1,599,691	1,470,823
Night Project	162,373	40,000
Infrastructure for Associations Project	90,095	-
Year-end Project	<u>129,926</u>	<u>181,166</u>
	<u>24,816,299</u>	<u>25,124,244</u>
C. <u>Allocation from Ministry of Welfare</u>	-----70,000	-----
	<u>94,207,842</u>	<u>84,448,235</u>

(*) Reclassified.

Table to Table - Leket Israel (Reg.NPO)

Notes to the Financial Statements as of December 31, 2013

Note 10 – Cost of activities

	<u>For the year ended December 31</u>	
	<u>2013</u>	<u>2012</u>
	<u>NIS</u>	<u>NIS</u>
A. <u>Cost of in kind food and services</u>		
In kind food (Notes 2 h, 13)	64,106,366	54,428,975
In kind food and services (Note 13d)	1,939,026	2,483,857
Value of volunteer services (Note 14)	<u>3,072,902</u>	<u>2,377,290</u>
	<u>69,118,294</u>	<u>59,290,122</u>
B. <u>Direct operating expenses:</u>		
Procurement project	1,062,767	8,669,578
Leket project	3,595,142	(*)3,181,512
Night project	133,273	(*)97,662
Sandwich project	2,112,064	(*)2,377,398
Border Police project	125,509	-
Nahalal project	1,562,395	1,223,500
Holidays project	152,391	(*)52,918
Infrastructure for Associations	137,613	118,835
Gala events	796,026	(*)264,180
Communications	158,943	(*)181,475
Rental fees	701,581	696,229
Maintenance	715,837	(*)578,608
Insurance	57,358	56,695
Travel and deliveries	199,674	537,957
Advertising, printing and continuing education	20,652	(*)47,214
Vehicle maintenance	3,480,861	3,128,316
Depreciation	65,408	47,034
Taxes and fees	<u>62,512</u>	<u>57,397</u>
	<u>15,140,006</u>	<u>21,322,508</u>
	<u>92,342,860</u>	<u>88,256,075</u>

(*) Reclassified.

Table to Table - Leket Israel (Reg.NPO)
Notes to the Financial Statements as of December 31, 2013

Note 11 - General and administrative expenses

		<u>For the year ended</u>	
		<u>December 31</u>	
	<u>Note</u>	<u>2013</u>	<u>2012</u>
		<u>NIS</u>	<u>NIS</u>
Salaries and benefits		3,304,640	3,378,936
Value of volunteer services	14	203,248	33,870
Rental fees		108,256	88,418
Maintenance expenses		157,129	(*)178,315
Communications		69,949	(*)198,593
Office expenses		207,104	(*)126,404
Legal expenses		29,005	40,776
Auditing services		59,100	76,473
Professional services		209,825	351,828
Insurance		12,711	11,582
Travel abroad		157,016	146,113
Vehicle maintenance		214,350	153,362
Banking		28,926	60,833
Taxes and fees		12,340	17,997
Advertising and public relations		457,900	(*)209,274
Transport and deliveries		135,907	-
Fundraising		160,642	(*)198,027
Doubtful and bad debts		-	(*)2,202
Depreciation		<u>430,245</u>	<u>428,797</u>
		<u>5,958,293</u>	<u>5,701,800</u>
		=====	=====

(*) Reclassified.

Note 12 – Financing income (expenses), net

		<u>For the year ended</u>	
		<u>December 31</u>	
		<u>2013</u>	<u>2012</u>
		<u>NIS</u>	<u>NIS</u>
Interest income		110,876	37,556
Exchange-rate fluctuations		<u>(638,743)</u>	<u>14,066</u>
		<u>(527,867)</u>	<u>51,622</u>
		=====	=====

Table to Table - Leket Israel (Reg.NPO)
Notes to the Financial Statements as of December 31, 2013

Note 13 - Food and in kind donations

A. Dry foods

During 2013, the Association received donations of dry foods, such as dairy products, puddings, bread, etc., having a monetary value of NIS 9,001 thousand and in 2012 in the sum of NIS 10,301 thousand.

The major donors are the following firms: Strauss, Tara, Super-Sol, Angel Bakeries and others. The food value was calculated based on the market price of the food in the donor's supermarket chains, net of a 30% discount, after clarifications with the supermarket chains' managers.

The market value of the food donated during the report year is NIS 12,859 thousand and during 2012 is NIS 14,716, based the price to the consumer at leading supermarket chains.

B. Cooked food

During 2013, the Association received donations of cooked food having a monetary value of NIS 15,518 thousand and during 2012 is NIS 11,885.

The major donors of these donations are Pelephone, Partner, the Israel Electric Corporation, IBM as well as hotels and others.

The food's value was calculated based on the number of donated meals multiplied by a price per meal of NIS 15.

The price of a meal consists of the cost of the meal according to data provided by various catering companies.

In the report year, this totaled NIS 25,863, and in 2012 totaled NIS 19,809 in market value based on the price of a meal to the consumer of NIS 25.

C. "Leket" Project

This is a project to collect agricultural products from farmers and resellers. The Association's volunteers harvest and package the agricultural produce. This produce is then distributed to soup kitchens and charities that provide food to the needy.

During 2013, the Association received donations of agricultural produce from farmers and resellers totaling 39,587 thousand, and during 2012 totaled NIS 32,242 thousand. The value of the agricultural produce was calculated according to the "recorded price" – national wholesale vegetable price, calculated based on average data of different quality levels, multiplied by the number of kilograms received. The value of agricultural produce received as donations totaled NIS 68,614 thousand according to a market value based on the retail price in the leading supermarket chains, and in 2012 amounted to NIS 56,329 thousand.

D. Value of food and services:

During 2013, the Association received food donations from the following suppliers: Strauss, Yotvata, Kafri Bari and others totaling NIS 1,765 thousand.

In addition, the supplier Mashkohit Shipping Services Ltd. donated shipping services in the amount of NIS 174 thousand.

In 2012, food donations totaled NIS 2,301 thousand and donations of shipping services totaling NIS 182 thousand for which tax invoices and receipts were issued.

Table to Table - Leket Israel (Reg.NPO)
Notes to the Financial Statements as of December 31, 2013

Note 14 – Volunteers

The Association is assisted by volunteers working for no compensation, some of whom use their own private vehicles to collect and distribute food to the needy.

During 2013, the Association received the support of 141,702 volunteer hours at a monetary value of NIS 3,276,150 by volunteers in projects and in management and administrative positions. This amount is included in the Association's statement of activities. (In 2012, the volunteer hours had a monetary value of NIS 2,411,160).

This income and these expenses are included in the financial statements in accordance with the estimates of the Association's management and as provided in Opinion No. 69 of Institute of Certified Public Accountants in Israel and Accounting Standard No. 5 published by the Israel Accounting Standards Board.

Table to Table - Leket Israel (Reg.NPO)
Statement of Income and Expenses Adjusted for Income Tax Purposes
For the 2013 Tax Year

	<u>Tax Year 2012</u> <u>NIS</u>
Surplus of expenses over income according to the report on exempt activities under Section 9(2) of the Income Tax Ordinance	(1,469,040)
<u>Add expenses that are not deductible</u>	
Travel abroad	602
Employee team-building activities	<u>5,294</u>
	<u>5,896</u>
<u>Adjusted loss in 2013 Tax Year</u>	<u>(1,463,144)</u>

 Committee member - Joseph Gitler

 Committee member - Stephen Provisor

Accountants' Opinion

We have examined the Adjustment Report, as above, of Table to Table – Leket Israel (Reg. NPO) for the tax year 2013 (to which forms are attached marked with our seal for purposes of identification), which adjusts the surplus of expenses over income for the year ending December 31, 2013 to the adjusted loss declared for income tax purposes for the said tax year.

The examination of the expenses detailed in regulations on the matter of "Conditions for Deduction of Certain Expenses", the calculations required according to Section 3(j) of the Income Tax Ordinance and compliance with the detailed conditions of Section 32a of the Ordinance were carried out at the scope agreed upon by the Income Tax Commission and the Institute of Certified Public Accountants in Israel, with all that this implies.

In our opinion, subject to what is stated in the prior paragraph, the above reconciliation was performed in accordance with the provisions of the Income Tax Ordinance

April 24, 2014

Stark and Stark
 Certified Public Accountants