

SALLAT BAYTNA BAYTAK AL INSANYAH

COMPILED FINANCIAL STATEMENTS

PERIOD ENDED 31 DECEMBER 2020

SALLAT BAYTNA BAYTAK AL INSANYAH

STATEMENT OF FINANCIAL POSITION

As of 31 December 2020

Amounts Expressed in US Dollars

	<i>Notes</i>	31-Dec-20 USD
ASSETS		
Non-current assets		
Property and equipment	3	21,552
Total non-current assets		21,552
Current assets		
Work in progress	4	318,632
Bank balances and cash on hand	5	81,938
Total current assets		400,570
TOTAL ASSETS		422,122
GENERAL FUND AND LIABILITIES		
General fund		
Opening funds		-
Surplus of income over expense		63,137
Total general fund		63,137
Liabilities		
Current liabilities		
Accounts payable	6	358,985
Total current liabilities		358,985
TOTAL GENERAL FUND AND LIABILITIES		422,122

The attached notes 1 to 11 form part of these financial statements.

SALLAT BAYTNA BAYTAK AL INSANYAH

STATEMENT OF ACTIVITIES

Period ended 31 December 2020

Amounts Expressed in US Dollars

	<i>Notes</i>	<i>31-Dec-20</i> <i>USD</i>
REVENUES		
Revenues from donations	7	1,221,347
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TOTAL REVENUES		1,221,347
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EXPENSES		
Cost of projects	8	(1,094,285)
General and administrative expenses	9	(63,925)
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TOTAL EXPENSES		(1,158,210)
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SURPLUS OF INCOME OVER EXPENSES		63,137
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The attached notes 1 to 11 form part of these financial statements.

SALLAT BAYTNA BAYTAK AL INSANYAH

STATEMENT OF CASH FLOWS

Period ended 31 December 2020

Amounts Expressed in US Dollars

	<i>31-Dec-20</i>
	<i>USD</i>
OPERATING ACTIVITIES	
Surplus for the period	63,137
Add:	
Depreciation	743
Changes in working capital:	
Work in progress	(318,632)
Accounts payable	358,985
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Net cash provided by activities	104,233
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INVESTING ACTIVITIES	
Property and equipment	(22,295)
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Net cash used in investing activities	(22,295)
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INCREASE IN BANK BALANCES AND CASH	
	81,938
Bank balances and cash at the beginning of the period	-
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BANK BALANCES AND CASH AT THE END OF THE PERIOD	81,938
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The attached notes 1 to 11 form part of these financial statements.

SALLAT BAYTNA BAYTAK AL INSANYAH

NOTES TO THE FINANCIAL STATEMENTS

At 31 December 2020

Amounts Expressed in US Dollars

1 ACTIVITIES

The Organization is primarily involved in the salvage, reconstruction and humanitarian effort in Beirut in the wake of the devastating explosion that occurred in the city's port on 4 August 2020.

2 SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Standards issued or adopted by the International Accounting Standards Board, and interpretations issued by the International Financial Reporting Interpretations Committee.

Foreign currency

The financial statements have been presented in US Dollars (USD). Given the ever-fluctuating state of the local currency (L.L.) and its constant variation in effective market value against the US dollar, all transactions conducted in L.L. have been reflected in USD at the average rate of the day in which they occurred.

Donations

Cash donations are recognized as revenue upon collection of the funds.

In-Kind donations are recognized as revenue upon receiving goods or completing the services donated.

Income tax

The foundation/project is a not-for-profit organization and as such is exempted from income tax under local laws.

Accounts payable and accruals

Liabilities are recognized for amounts to be paid in the future for goods or services received, whether billed by the supplier or not.

Cash and cash equivalents

Cash and cash equivalents are liquid instruments with maturities of less than ninety days.

Property and equipment

Property and equipment are stated at cost less accumulated depreciation and any impairment in value.

Depreciation is calculated on a straight - line basis over the estimated useful lives of the assets as follows:

Computer equipment	20%
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The carrying values of property and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

SALLAT BAYTNA BAYTAK AL INSANYAH

NOTES TO THE FINANCIAL STATEMENTS

At 31 December 2020

Amounts Expressed in US Dollars

3 PROPERTY AND EQUIPMENT

	<i>Computer Equipment USD</i>
Cost	
At 4 August 2020	-
Additions during the period	22,295
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At 31 October 2020	22,295
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Accumulated Depreciation	
At 4 August 2020	-
Charge for the period	743
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At 31 October 2020	743
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Net carrying amount	
At 31 December 2020	21,552
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4 WORK IN PROGRESS

Work in progress represents materials purchased for projects that have not been used and projects not yet complete as at the date of these financial statements.

5 BANK BALANCES AND CASH ON HAND

	<i>31-Dec-20 USD</i>
Bank balances	61,594
Cash on hand	20,344
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	81,938
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SALLAT BAYTNA BAYTAK AL INSANYAH

NOTES TO THE FINANCIAL STATEMENTS

At 31 December 2020

Amounts Expressed in US Dollars

6 ACCOUNTS PAYABLE

Accounts payable represents the amounts due to construction contractors who are completing the reconstruction process and to suppliers of materials.

7 REVENUES FROM DONATIONS

	<i>31-Dec-20</i>
	<i>USD</i>
Cash donations	1,171,052
In-Kind donations	50,295
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	1,221,347
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In-Kind donations represent the non-cash donation of equipment and material. Since there was no monetary value attributed when the donations were made, In-Kind donations are disclosed at the average market value of the equipment and materials on the date they were received.

8 COST OF PROJECTS

	<i>31-Dec-20</i>
	<i>USD</i>
Cost - Contractors	832,349
Cost - Materials	211,072
Cost - Labor	25,113
Cost - Covid relief	8,858
Cost - Other donations and grants	16,893
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	1,094,285
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9 GENERAL AND ADMINISTRATIVE EXPENSES

	<i>31-Dec-20</i>
	<i>USD</i>
Professional fees	52,142
Finance charges and commissions	6,703
Depreciation	743
Telecommunication expenses	658
Office supplies and related expenses	415
Other miscellaneous expenses	3,264
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	63,925
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SALLAT BAYTNA BAYTAK AL INSANYAH

NOTES TO THE FINANCIAL STATEMENTS

At 31 December 2020

Amounts Expressed in US Dollars

10 FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments include banks balances, receivables, payables and certain other assets and liabilities. The fair values of the financial assets and liabilities are not materially different from their carrying values.

11 EVENTS AFFECTING THE REPORTING PERIOD

Prior and subsequent to the reporting period, several non-adjusting events which include the Covid-19 virus, political, economic and financial turmoil in Lebanon and the unofficial currency exchange rate of the LBP versus the US Dollar have had a deep and severe impact on the general working atmosphere. The outcome of these events is still unknown and their impact on the Organization therefore cannot be reasonably quantified at the date of issuance of these financial statements.