

HIMAYA

**Independent Audit report
and Financial statements
for the year ended 31 December 2025**

HIMAYA

Independent auditor's report for the year ended 31 December 2025

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INDEPENDENT AUDITOR'S REPORT

To the Management Committee of HIMAYA

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **HIMAYA** (the Association), which comprise the balance sheet as at 31st December 2025, and the statement of operations and cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policy information and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at 31st December 2025, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards.

Basis for 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 Statements section of our report. We are independent of the Association in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the Code of Ethics of the Lebanese Association of Certified Public Accountants (LACPA) that are relevant to our audit of the financial statements in Lebanon, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

Without qualifying our opinion, We draw attention to the operating environment of the Association as disclosed in the notes to the financial statements which describes the events that took place in Lebanon since the last quarter of the year 2019 and resulted in a severe economic and financial crisis that affected most of the associations with a deterioration of the economic environment, disruption of businesses and the devaluation of the Lebanese pound that reached 89,500 LBP/USD on the parallel market as at 31st December 2025.

On the other hand, sovereign credit ratings have witnessed a series of downgrades by all major rating agencies and reached the level of default when the Lebanese Republic announced that it will withhold payment on all its US Dollars denominated Eurobonds in March 2020. Banks have imposed unofficial capital controls, restricted transfers of foreign currencies outside Lebanon and significantly reduced credit lines to companies and withdrawal of cash to private depositors. Therefore, the Association is exposed to credit risk on its restricted bank balances held with Lebanese banks knowing that it didn't adopt the IFRS 9 by computing a provision for expected credit losses (ECL) on these bank balance that reached USD 54,522 as at 31st December 2025.

Going Concern

The Association financial statements have been prepared using the going concern basis of accounting. The use of this basis of accounting is appropriate unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so. As part of our audit of the financial statements, we have concluded that management's use of the going concern basis of accounting in the preparation of the Association's financial statements is appropriate.

Management has not identified a material uncertainty that may cast significant doubt on the entity's ability to continue as a going concern, and accordingly none is disclosed in the financial statements. Based on our audit of the financial statements, we also have not identified such a material uncertainty. However, neither management nor the auditor can guarantee the Association's ability to continue as a going concern.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management of the Association is responsible for the preparation and fair presentation of these financial statements in accordance with IFRSs 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. Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are 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 these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, 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.
- 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 the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We are required to 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 are also required to 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.

The engagement partner on the audit resulting in this independent auditor's report is Nadim A. Daher.

DAHER & PARTNERS

Civil Professional Company - LACPA registration number 70/2009

Mazda center - Boukather building - Jal El Dib highway - Jal El Dib - Lebanon

Beirut, 17th February 2026



HIMAYA

Financial statements for the year ended 31 December 2025

BALANCE SHEET

<i>Amounts in US Dollars</i>	<i>Note</i>	<i>31-Dec-25</i>	<i>31-Dec-24</i>
ASSETS			
Non-current assets			
Tangible assets, gross		293,411	293,411
Accumulated depreciation		(183,408)	(170,867)
Total non-current assets, net	6	110,003	122,544
Current assets			
Other accounts receivable	7	15,088	187,399
Advances to employees		13,800	4,850
Cash & banks	8	3,010,078	2,953,616
Total current assets		3,038,966	3,145,865
Total Assets		3,148,969	3,268,409
EQUITY & LIABILITIES			
Equity			
Accumulated surplus		1,896,735	1,212,246
Surplus (deficit) of the year		783,734	684,489
Total equity		2,680,469	1,896,735
Non-current liabilities			
Provision for end of service indemnity		81,441	81,441
Total non-current liabilities		81,441	81,441
Current liabilities			
Tax and social security payables	9	51,787	56,724
Other accounts payable	10	130,979	1,473
Unearned donations	11	204,293	1,232,036
Total current liabilities		387,059	1,290,233
Total Equity & Liabilities		3,148,969	3,268,409

The accompanying notes form an integral part of the financial statements and should be read in conjunction with them.

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Financial statements for the year ended 31 December 2025

STATEMENT OF OPERATIONS

<i>Amounts in US Dollars</i>	Note	31-Dec-25	31-Dec-24
Income / sources of funds			
Funds received	12	4,592,273	4,301,545
Total income		4,592,273	4,301,545
Disbursements			
Cost of projects		(1,384,467)	(1,008,244)
Salaries & Social security charges		(2,169,742)	(2,392,679)
Administrative expenses	13	(229,778)	(185,205)
Depreciation charge		(12,541)	(12,541)
Taxes and fees		(8,453)	(22,461)
Financial income / (cost)		(3,558)	4,074
Total disbursements		(3,808,539)	(3,617,056)
Surplus (Deficit) of the year		783,734	684,489
Depreciation and amortization		12,541	12,541
Reversal of non-cash charges		12,541	12,541
(Increase) decrease in other receivables & related accounts		163,361	(144,706)
Increase (decrease) in other payables & related accounts		(903,174)	727,483
Net change in working capital		(727,272)	595,318
Net cash flow of the year		56,462	1,279,807
Cash brought forward from last year		2,953,616	1,673,809
Net cash position at the end of the year		3,010,078	2,953,616
Cash and cash equivalents (In USD)		31-Dec-25	31-Dec-24
Banks		3,005,025	2,949,147
Cash on hand		5,053	4,469
Total cash and cash equivalents		3,010,078	2,953,616

The accompanying notes form an integral part of the financial statements and should be read in conjunction with them.

1. Establishment and operations

HIMAYA was incorporated under Ministry of Interior notification n° 748 dated 27th May 2009.

2. Local address

The address of the association is in St. Rita Building, Street 58, Fanar, Lebanon.

3. Objectives and activities

The objectives of the association are as follows:

- Support and encourage the creation of protective societies for children and adolescents who are exposed to neglect, abuse, violence and moral harassment.
- Conduct campaigns to engage the community in supporting and protecting vulnerable groups.

4. Representative of the Association

The general assembly of HIMAYA held on the 8th January 2025 elected the following executive board members representing the association:

Mrs. Viviane Debbas:	President
Mrs. Lilia Sabbagh:	Vice President
Mr. Richard Haykel:	Secretary and accountant
Mr. Joseph Otayek:	Treasurer

5. Material accounting principles

The material accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements unless otherwise stated.

Management seeks not to reduce the understandability of these financial statements by obscuring material information with immaterial information. Hence, only material accounting policy information is disclosed, where relevant, in the related disclosure notes.

Basis of preparation

The financial statements have been prepared in accordance with the IFRS Accounting Standards applied in Lebanon and are presented in US Dollars (USD). These financial statements which relate to the separate financial statements of the Association and are presented on a non-consolidated basis.

Operating environment of the Association

The persisting economic crisis in Lebanon since 2019 together with the de facto capital control imposed by banks, the unavailability of financing, the multiplicity of exchange rates and the devaluation of the Lebanese pound coupled with a high rate of hyperinflation have affected the whole Lebanese economy. As a result, Lebanon has witnessed a drastic contraction of its GDP over the past years and a collapse in basic public services driven by a depletion of its foreign currency reserves. Considering the scale of Lebanon's financial and economic crisis, the negative impacts on the private sector are assumed to continue in the foreseen future with the inadequate macro policy responses and the absence of stability on the political scene according to the World Bank. The extent and duration of such impacts remain uncertain and dependent on the future developments that cannot be accurately predicted and quantified at this time. Given the ongoing economic uncertainty, a reliable estimate of the impact cannot be made at the date of authorization of these financial statements.

Consistency

In order for users to be able to compare the performance of the association in between periods, consistent accounting policies and procedures are applied by the association from one period to another. This does not mean that the association cannot change accounting policies if it changes in its activities, however, the cumulative effect of the change must be accounted for and disclosed in the financial statements.

Going concern assumption

It is presumed (subject to rebuttal by evidence to the contrary) that the association will continue to operate in the foreseeable future.

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Notes to the financial statements for the year ended 31 December 2025

6. Non-current assets

This caption represents the net fixed assets detailed as follows:

<i>Amounts in US Dollars</i>	Gross value	Accumulated depreciation		Net book	
	Balance as at 31-Dec-25	Balance as at 1-Jan-25	Additions of the year	Balance as at 31-Dec-25	value as at 31-Dec-25
Tangible assets					
General installations	67,489	(33,745)	(4,085)	(37,830)	29,659
Transportation equipment	33,544	(19,255)	(2,013)	(21,268)	12,276
Office & computer equipment & software	128,838	(68,018)	(1,360)	(69,378)	59,460
Furniture	63,540	(49,849)	(5,083)	(54,932)	8,608
Total	293,411	(170,867)	(12,541)	(183,408)	110,003

7. Other accounts receivable

This caption represents the balances due from third parties detailed as follows:

Description (<i>In USD</i>)	31-Dec-25	31-Dec-24
Halal Rent a car	11,751	11,751
Other balances	3,337	175,648
Total	15,088	187,399

8. Cash & Banks

The balance of this caption represents the cash on hand and available at banks detailed as follows:

Description	31-Dec-25		31-Dec-24	
	In F.C.	In USD	In F.C.	In USD
Arab Bank Switzerland / USD	-	2,103,490	-	1,165,713
BLF SAL / USD (Fresh balances)	-	823,986	-	1,694,158
BLF SAL / USD (Restricted balances)	-	54,522	-	55,206
BLF SAL / LBP	204,404,004	2,283	166,306,199	1,858
BLF SAL / EUR	-	-	3,011	3,144
BLF SAL / CHF	-	-	68	76
Total BLF SAL		880,791		1,754,442
Bank of Beirut SAL (Fresh balances)	-	20,744	-	28,992
Total Banks		3,005,025		2,949,147
Petty Cash / USD	-	3,148	-	1,969
Petty Cash / LBP	170,505,851	1,905	223,788,511	2,500
Total Cash on hand		5,053		4,469
Total		3,010,078		2,953,616

9. Tax and social security payables

This caption represents the tax and social security (NSSF) payables detailed as follows:

Description	31-Dec-25		31-Dec-24	
	In LBP	In USD	In LBP	In USD
Tax on salaries	1,791,710,000	20,013	1,834,089,000	20,487
Non-resident tax	250,140,000	2,796	116,680,000	1,303
Total tax dues		22,809		21,790
NSSF payables	2,594,347,527	28,978	3,127,507,174	34,934
Total		51,787		56,724

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Notes to the financial statements for the year ended 31 December 2025

10. Other accounts payable

This caption represents the balances due to third parties detailed as follows:

Description (In USD)	31-Dec-25	31-Dec-24
Nusaned Organization	129,506	-
Other payables	1,473	1,473
Total	130,979	1,473

11. Unearned donations

This caption represents the donations received in 2025 for ongoing projects detailed as follows:

Description (In USD)	31-Dec-25	31-Dec-24
LHDF	103,303	137,621
Himaya-Netherland	100,990	-
LHF	-	1,094,415
Total	204,293	1,232,036

12. Funds received / donations

The donations received by the association are detailed by donor as follows:

Description (In USD)	31-Dec-25	31-Dec-24
Annual dinner fundraising	1,125,134	744,239
LHF	1,098,499	787,325
UNHCR	979,097	1,007,709
UNICEF	691,432	1,197,292
IRC	389,035	97,305
LHDF	181,289	134,938
Other donations	127,787	332,737
Total	4,592,273	4,301,545

13. Administrative expenses

The administrative expenses are detailed as follows:

Description (In USD)	31-Dec-25	31-Dec-24
Annual dinner expenses	196,442	115,438
Stationery, printings and office supplies	9,906	3,371
Consultancy fees	9,480	10,000
Audit fees	4,662	2,300
Rent and related charges	2,310	7,597
Subscription fees	1,578	4,670
Other expenses	5,400	41,829
Total	229,778	185,205