

ALAN JEFF, CPA, PC
Certified Public Accountant

2978 Colvin Boulevard
Tonawanda, New York 14150

(716) 693-3797

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Maoz, Inc.
Grand Prairie, Texas

Report on the Financial Statements

I have audited the accompanying financial statements of Maoz, Inc., a nonprofit organization (the Organization), which comprise the statement of financial position as of December 31, 2017, and the related statements of activities, and cash flows for the year then ended and the related notes to the financial statements.

The prior year summarized comparative information has been derived from the Organization's 2016 financial statements and, in my report dated July 10, 2017, I expressed an unqualified opinion on those financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Supplemental Information

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information contained on pages 4 through 7 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Alan Jeff, CPA, PC
Buffalo, New York
February 28, 2018

A handwritten signature in black ink, appearing to read "Alan Jeff, CPA, PC". The signature is stylized and cursive, with the first name "Alan" being the most prominent part.

MAOZ, INC.

Statement of Financial Position

December 31, 2017 and 2016

ASSETS

	<u>2017</u>	<u>2016</u>
Current assets:		
Cash, USA, unrestricted, non-interest bearing	\$ 374,514	\$ 342,014
Cash, USA, unrestricted, interest bearing	557,395	799,839
Cash, Israel, unrestricted, non-interest bearing	357,743	441,866
Investments portfolios - USA (Note 4)	353,338	273,725
Investments portfolios - Israel (Note 4)	169,058	148,904
Accounts receivable	2,230	-0-
Prepaid expenses	7,588	7,055
Total current assets	<u>1,821,866</u>	<u>2,013,403</u>
Property and equipment, net (Notes 2 & 3)	<u>486,905</u>	<u>462,254</u>
	<u>\$ 2,308,771</u>	<u>\$ 2,475,657</u>

LIABILITIES AND NET ASSETS

Current liabilities:		
Accounts payable	\$ 9,583	\$ 12,363
Accrued expenses	2,085	-0-
Current portion of liability under annuity	13,000	12,172
Total current liabilities	<u>24,668</u>	<u>24,535</u>
Long-term liabilities:		
Liability under annuity	<u>161,116</u>	<u>163,500</u>
Total long-term liabilities	<u>161,116</u>	<u>163,500</u>
Net assets: (Notes 1, 2 & 5)		
Unrestricted:		
Undesignated	1,390,437	1,466,593
Represented by equipment	486,905	462,254
Total unrestricted	<u>1,877,342</u>	<u>1,928,847</u>
Temporarily restricted	245,645	358,775
Total net assets	<u>2,122,987</u>	<u>2,287,622</u>
	<u>\$ 2,308,771</u>	<u>\$ 2,475,657</u>

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

MAOZ, INC.

Statement of Activities

For the years ended December 31, 2017 and 2016

Change in unrestricted net assets	<u>2017</u>	<u>2016</u>
Public support and revenue:		
US general contributions	\$ 2,232,920	\$ 2,581,154
Foreign general contributions	205,905	337,851
US Bequests	143,832	150,000
Total unrestricted contributions	<u>2,582,657</u>	<u>3,069,005</u>
Market gain on securities, net	70,084	2,382
Investment income	23,496	22,313
Currency exchange gain	10,616	-0-
Resource sales	10,283	6,898
Total unrestricted public support and revenue	<u>2,697,136</u>	<u>3,100,598</u>
Net assets released from restrictions:		
Satisfaction of time and use restrictions	<u>2,359,822</u>	<u>2,327,220</u>
Total public support and revenue and net assets released from restrictions	<u>5,056,958</u>	<u>5,427,818</u>
Expenditures:		
Program services:		
Publications	1,368,816	1,017,051
Education	1,074,141	1,045,851
Benevolence, support, and grants	983,388	1,438,623
Leadership development	751,164	873,523
Congregational support	623,437	440,611
Total program services (pages 5 & 7)	<u>4,800,946</u>	<u>4,815,659</u>
Support services:		
Fund development (See Note 7)	137,778	198,061
General and administrative (See Note 7)	163,454	139,197
Total support services:	<u>301,232</u>	<u>337,258</u>
Other:		
Market loss on securities, net	-0-	-0-
Loss on retirements of capital assets	6,286	8,637
Total other	<u>6,286</u>	<u>8,637</u>
Total expenditures	<u>5,108,464</u>	<u>5,161,554</u>
Change in unrestricted net assets (decrease)	(51,506)	266,264
Change in temporarily restricted net assets		
Contributions	2,246,693	2,218,567
Net assets released from time and use restrictions	<u>(2,359,822)</u>	<u>(2,327,220)</u>
Change in temporarily restricted net assets (decrease)	<u>(113,129)</u>	<u>(108,653)</u>
Change in net assets (decrease)	(164,635)	157,611
Net assets, beginning of year, restated (See Note 4)	<u>2,287,622</u>	<u>2,130,011</u>
Net assets, end of year	<u>\$ 2,122,987</u>	<u>\$ 2,287,622</u>

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

MAOZ, INC.

Statement of Cash Flow

For the years ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Cash Flows from Operating Activities:		
Cash received from donors	\$ 4,829,350	\$ 5,287,572
Resource sales	10,283	6,898
Cash paid to employees, suppliers, and donor preferenced recipients	<u>(5,059,568)</u>	<u>(5,143,177)</u>
Net cash provided (used) by operating activities	<u>(219,935)</u>	<u>151,293</u>
Cash Flows from Investing Activities:		
Currency exchange gain	10,616	-0-
Investment income received	23,496	22,313
Cash paid for capital assets, net of retirements	(172,042)	(86,045)
Market gain on investments	70,084	2,382
Loss on retirements of capital assets	<u>(6,286)</u>	<u>(8,637)</u>
Net cash provided (used) by investing activities	<u>(74,132)</u>	<u>(69,987)</u>
Net increase (decrease) in cash	(294,067)	81,306
Cash balance, beginning of year	<u>1,583,719</u>	<u>1,502,413</u>
Cash balance, end of year	<u>\$ 1,289,652</u>	<u>\$ 1,583,719</u>
Reconciliation of Change in Net Assets to Net Cash from Operating Activities:		
Change in net assets (decrease)	\$ (164,635)	\$ 157,611
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
(Increase) Decrease in investments portfolios	(99,767)	(30,047)
(Increase) Decrease in accounts receivable	(2,230)	-0-
(Increase) Decrease in prepaid expenses	(533)	(3,187)
Increase (Decrease) in accounts payable	(2,780)	3,149
Increase (Decrease) in accrued expenses	2,085	-0-
Increase (Decrease) in liability under annuity	(1,556)	(18,074)
Depreciation	<u>49,481</u>	<u>41,841</u>
Net cash provided (used) by operating activities	<u>\$ (219,935)</u>	<u>\$ 151,293</u>

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

MAOZ, INC.

Schedule of Program Services Expenditures

For the year ended December 31, 2017

General	Publications	Education	Benevolence, Support, Grants	Leadership Development	Congregational Support	Total
Israel Office	\$ 396,782	\$ 220,435	\$ -0-	\$ 264,521	\$ -0-	\$ 881,738
Israel Media	104,317	173,863	-0-	69,545	-0-	347,725
US Education/Publications	-0-	307,954	-0-	-0-	-0-	307,954
Israel Giving	-0-	-0-	222,000	-0-	-0-	222,000
US Administration	42,051	168,203	-0-	-0-	-0-	210,254
US General	48,359	60,448	12,090	-0-	-0-	120,897
Israel General	9,546	23,864	-0-	62,048	-0-	95,458
Israel Ministry Center	-0-	-0-	-0-	95,277	-0-	95,277
Israel Staff	23,802	28,563	14,281	28,563	-0-	95,209
Depreciation	26,720	11,133	-0-	6,680	-0-	44,533
Israel Congregation	-0-	-0-	-0-	-0-	18,360	18,360
US Development	-0-	1,719	-0-	-0-	-0-	1,719
Total general	651,577	996,182	248,371	526,634	18,360	2,441,124

(see page 14)

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

MAOZ, INC.

Schedule of Program Services Expenditures (cont.)

For the year ended December 31, 2017

Donor Preferred	Publications	Education	Benevolence, Support, Grants	Leadership Development	Congregational Support	Total
I Stand With Israel	\$ -0-	\$ -0-	\$ 715,096	\$ -0-	\$ -0-	\$ 715,096
Media Projects	540,834	-0-	-0-	-0-	-0-	540,834
Ron Cantor	50,473	77,959	8,208	91,531	221,921	450,092
Tiferet Yeshua Congregation	-0-	-0-	-0-	-0-	383,156	383,156
Publications	125,932	-0-	-0-	-0-	-0-	125,932
Young Leaders USA trip	-0-	-0-	-0-	79,849	-0-	79,849
ELAV conference	-0-	-0-	-0-	40,128	-0-	40,128
Equip	-0-	-0-	-0-	13,022	-0-	13,022
Rami Danieli	-0-	-0-	8,493	-0-	-0-	8,493
Yeshua Israel	-0-	-0-	1,600	-0-	-0-	1,600
Brazil car	-0-	-0-	1,445	-0-	-0-	1,445
Tal Ellis	-0-	-0-	175	-0-	-0-	175
Total donor preferred	717,239	77,959	735,017	224,530	605,077	2,359,822
Total program services	\$ 1,368,816	\$ 1,074,141	\$ 983,388	\$ 751,164	\$ 623,437	\$ 4,800,946

(to Page 2)

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

MAOZ, INC.

Schedule of Program Services Expenditures (cont.)

For the year ended December 31, 2016

General	Publications	Education	Benevolence, Support, Grants	Leadership Development	Congregational Support	Total
Israel Office	\$ 376,811	\$ 209,339	\$ -0-	\$ 251,207	\$ -0-	\$ 837,357
Israel Media	149,949	249,917	-0-	99,967	-0-	499,833
US Education/Publications	-0-	303,149	-0-	-0-	-0-	303,149
Israel Giving	-0-	-0-	219,000	-0-	-0-	219,000
US Administration	37,190	148,762	-0-	-0-	-0-	185,952
US General	54,374	67,968	13,594	-0-	-0-	135,936
Israel Staff	24,620	29,544	14,772	29,544	-0-	98,480
Israel General	7,814	19,534	-0-	50,788	-0-	78,136
Israel Ministry Center	-0-	-0-	-0-	69,925	-0-	69,925
Depreciation	25,105	10,460	-0-	6,276	-0-	41,841
Israel Congregation	-0-	-0-	-0-	-0-	18,830	18,830
Total general	675,863	1,038,673	247,366	507,707	18,830	2,488,439

(see page 15)

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

MAOZ, INC.

Schedule of Program Services Expenditures (cont.)

For the year ended December 31, 2016

Donor Preferred	Publications	Education	Benevolence, Support, Grants	Leadership Development	Congregational Support	Total
I Stand With Israel	\$ -0-	\$ -0-	\$ 1,140,498	\$ -0-	\$ -0-	\$ 1,140,498
Ron Cantor	-0-	-0-	-0-	252,983	252,984	505,967
Media Projects	249,781	-0-	-0-	-0-	-0-	249,781
Tiferet Yeshua Congregation	-0-	-0-	-0-	-0-	168,797	168,797
Young Leaders USA trip	-0-	-0-	-0-	106,409	-0-	106,409
Publications	91,407	-0-	-0-	-0-	-0-	91,407
Aliyah Fund	-0-	-0-	41,741	-0-	-0-	41,741
Israel Tour	-0-	7,028	-0-	-0-	-0-	7,028
ELAV conference	-0-	-0-	-0-	5,000	-0-	5,000
Rami Danieli	-0-	-0-	3,624	-0-	-0-	3,624
Yeshua Israel	-0-	-0-	3,132	-0-	-0-	3,132
Arabs and Muslims	-0-	-0-	2,062	-0-	-0-	2,062
Equip	-0-	-0-	-0-	1,424	-0-	1,424
Benevolence	-0-	-0-	200	-0-	-0-	200
Espinosa	-0-	150	-0-	-0-	-0-	150
Total donor preferred	341,188	7,178	1,191,257	365,816	421,781	2,327,220
Total program services	\$ 1,017,051	\$ 1,045,851	\$ 1,438,623	\$ 873,523	\$ 440,611	\$ 4,815,659

(to Page 2)

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

MAOZ, INC.

Notes to Financial Statements

December 31, 2017 and 2016

Note 1 - Nature of Organization:

Maoz, Inc. (the organization) is a multi-dimensional outreach organization to people living in Israel. The organization's primary activities are to promote better understanding of the Holy Scriptures among Jewish and non-Jewish peoples; to inform the public about Messianic Judaism through publishing books in Hebrew and other forms of media; and to cooperate with Messianic congregations and outreach works which foster closer relations between Jews and non-Jews who accept the validity of the Scriptures. The organization's primary source of revenue is free-will donations from supporters of the organization.

The organization was incorporated under the laws of the District of Columbia on June 25, 1976.

Maoz is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code (the Code) and comparable state law, and therefore, contributions by the public are tax deductible within the limitations prescribed by the Code. The organization has been classified as a publicly supported organization, which is not a private foundation under Section 509(a) of the Code. The organization files an annual Internal Revenue Service Form 990, "Return of Organization Exempt from Income Tax," and is registered as a charitable organization in 20 states.

The organizations administrative office is located in Grand Prairie, Texas and the organization has facilities and offices in Tel Aviv, Israel.

The work of the organization is supported by the following affiliated organizations: Maoz Brazil, Maoz Canada, Maoz Asia, Maoz UK, Maoz Germany, and Maoz Español. These organizations are principally fund raising organizations in their respective countries for the work of Maoz Israel.

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 2 - Summary of Significant Accounting Policies:

The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

The organization's accounts are maintained, and these financial statements are presented, on the accrual basis of accounting. Accordingly, revenues are recognized when earned and expenses are recorded when incurred. This method is required by United States generally accepted accounting principles. The assets and liabilities of the organization are reported as one of three classes of net assets: unrestricted, temporarily restricted, or permanently restricted, in accordance with FASB ASC 958-205.

The accounts are maintained in accordance with the principles of net assets accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into categories established according to their nature and purposes.

Maoz uses estimates and assumptions in preparing financial statements in accordance with U.S. generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, and the reported resources and expenditures. Actual results could vary from the estimates that were assumed in preparing the financial statements.

Maoz pursues its objectives through the functions of seven major programs:

Congregational support - Conduct congregational activities throughout the week, including Shabbat weekly meetings, children's classes, holiday fellowships, one-on-one Bible training, as well as group Bible studies, humanitarian aid and small group weekly meetings.

Education - Write monthly publication educating both Jew and non-Jew concerning events taking place in modern Israel and its relationship to Bible principles. Conduct training for children in the education of the Holy Scriptures and provide computer classrooms for Bible education.

Leadership Development - Train and equip Hebrew-speaking pastors and leaders for the purpose of promoting Messianic Judaism.

Publications - Translate, print and publish outreach and discipleship materials into the Hebrew language. Develop other forms of media exposure for the building of a foundation of believers in Israel, through internet website, books, and audio/video.

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 2 - Summary of Significant Accounting Policies (cont.):

Benevolence, support, and grants - Contribute monetarily to individuals for basic needs, to terrorism victims and to other ministries and individuals who promote Messianic Judaism.

Fund Development - Connect with partners and others to form a nucleus of prayer and financial support around the world for the express purpose of promoting Messianic Judaism in Israel and other countries.

General and administrative - Support the general operations of the organization in Israel, United States and around the globe.

Net Assets

The financial statements report amounts separately by class of net assets as follows:

Unrestricted - Net assets that are neither permanently nor temporarily restricted by donor-imposed stipulations. The organization may designate portions of its unrestricted net assets as board designated for various purposes.

Temporarily restricted - Net assets resulting from contributions and other inflows of assets, whose use by the organization is limited by donor imposed stipulations that either expire by the passage of time or can be fulfilled, or otherwise removed, by actions of the organization meeting the purpose of the restriction.

Permanently restricted - Net assets resulting from contributions and other inflows of assets whose use by the organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled, or otherwise removed, by actions of the organization. Although such assets cannot be expended, the investment income earned on them is generally to be expended for a specific purpose.

Support and Resources

Contributions are recorded when made, which may be when cash is received, unconditionally promised, or ownership of donated assets is transferred. Maoz shows restricted contributions whose restrictions have been met in the reporting period as unrestricted support. If the restrictions are not satisfied in the same reporting period, the contributions are recorded as temporarily restricted. Upon satisfaction of the restriction, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from purpose restrictions. All contributions are considered available for the general program of the organization, unless specifically restricted by the donor or subject to other legal restrictions.

Other income is recognized when earned. Expenses are recognized when incurred in accordance with the accrual basis of accounting.

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 2 - Summary of Significant Accounting Policies (cont.):

Contributions other than cash are recorded at the fair market value of the donated asset at the date of donation.

In the absence of donor restrictions as to the period in which funds received from legacies and bequests are to be used, revenue is recorded when the award is received.

Cash & Cash Equivalents

Cash and investments include checking, savings, money market accounts, and marketable securities. These accounts at times may exceed federally insured limits. The organization, however, has not experienced any significant losses on these accounts and does not believe it is exposed to any significant credit risk.

Property and Equipment

Property and equipment are recorded at acquisition cost. The organization capitalizes assets with a cost greater than \$500. Depreciation is computed using the straight-line method over the following estimated useful lives:

Furniture and equipment	5-10 years
Building and Improvements	39 years
Transportation equipment	5 years

The organization has removed certain capital assets from its books. These capital assets were determined by management to be out-of-service due to obsolescence or retirement. (See Note 3).

Maintenance and repairs are charged to operations when incurred. Betterments and renewals are capitalized. When property and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in operations.

Allocation of Expenditures

The costs of providing the various program services and supporting activities of the organization have been summarized on a functional basis in the statement of activities. Accordingly certain costs have been allocated among the program services and supporting activities. (See Note 7).

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 3 - Property and Equipment:

The following is a summary of property and equipment, at cost, less accumulated depreciation, at December 31, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
Furniture, fixtures, and equipment	\$ 323,569	\$ 395,271
Building improvements	284,525	279,602
Building	220,560	220,560
Land	134,992	134,992
Transportation equipment	105,414	105,414
Website	66,223	44,623
	<u>1,135,283</u>	<u>1,180,462</u>
Less: accumulated depreciation	<u>(648,378)</u>	<u>(718,208)</u>
Property and equipment, net	<u>\$ 486,905</u>	<u>\$ 462,254</u>

Depreciation expense charged to operations on the above assets for the years ended December 31, 2017 and 2016 was \$49,481. and \$46,489., respectively. (See Note 2).

There is no depreciation provided for on land.

The above equipment is unencumbered by indebtedness at December 31, 2017 and 2016 respectively.

The following capital assets were determined to be no longer in service as of December 31, 2017 and 2016. (See Note 2):

	<u>2017</u>	<u>2016</u>
Furniture, fixtures, and equipment	\$ 121,160	\$ 29,092
Transportation equipment	4,438	-0-
	<u>\$ 125,598</u>	<u>\$ 29,092</u>

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 4 - Investment Portfolios:

The following is an analysis of investment account portfolios for the year ended December 31, 2017:

	<u>2017</u>		
	<u>USA</u>	<u>Israel</u>	<u>Total</u>
Balance, 12/31/16	\$ 273,725	\$ 148,904	\$ 422,629
Contributions	7,883	-0-	7,883
Fees	(2,897)	(1,797)	(4,694)
Investment income	14,260	1,618	15,878
Market gain	60,367	9,717	70,084
Currency exchange	-0-	10,616	10,616
Balance, 12/31/17	<u>\$ 353,338</u>	<u>\$ 169,058</u>	<u>\$ 522,396</u>
Rate of return	26.20%	6.40%	19.22%

Note 5 - Donated Services:

No amounts have been reflected in the financial statements for donated services as no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time in the organization's program services.

Note 6 - Retirement Plan:

Maoz offers its employees the opportunity to participate in a retirement plan, which would provide income to them after retirement. The plan is implemented through payroll deductions and employees may make voluntary contributions. Retirement expense for the years ended December 31, 2017 and 2016 was \$10,995. and \$6,557., respectively.

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 7 - Schedule of Functional Expenditures:

The following is a detail of functional expenditures for the year ended December 31, 2017:

	Program Services	General and Administrative	Fund- raising	Total
Israel Office	\$ 881,738	\$ 7,742	\$ -0-	\$ 889,480
US Administration	210,254	118,215	23,361	351,830
Israel Media	347,725	-0-	-0-	347,725
US Education/Publications	307,954	-0-	25,598	333,552
Israel Giving	222,000	-0-	-0-	222,000
US General	120,897	33,552	1,222	155,671
Israel General	95,458	1,471	-0-	96,929
Israel Ministry Center	95,277	-0-	-0-	95,277
Israel Staff	95,209	-0-	-0-	95,209
Depreciation	44,533	2,474	2,474	49,481
US Development	1,719	-0-	44,304	46,023
Maoz Worldwide	-0-	-0-	40,819	40,819
Israel Congregation	18,360	-0-	-0-	18,360
	<u>\$ 2,441,124</u>	<u>\$ 163,454</u>	<u>\$ 137,778</u>	<u>\$ 2,742,356</u>
	(to Page 4)	(to Page 2)	(to Page 2)	

MAOZ, INC.

Notes to Financial Statements (cont.)

December 31, 2017 and 2016

Note 7 - Schedule of Functional Expenditures (cont.):

The following is a detail of functional expenditures for the year ended December 31, 2016:

	Program Services	General and Administrative	Fund- raising	Total
Israel Office	\$ 837,357	\$ 9,170	\$ -0-	\$ 846,527
Israel Media	499,833	-0-	-0-	499,833
US Education/Publications	303,149	-0-	24,944	328,093
US Administration	185,952	86,851	31,936	304,739
Israel Giving	219,000	-0-	-0-	219,000
US General	135,936	39,705	1,208	176,849
US Development	-0-	-0-	100,775	100,775
Israel Staff	98,480	-0-	-0-	98,480
Israel General	78,136	1,147	-0-	79,283
Israel Ministry Center	69,925	-0-	-0-	69,925
Depreciation	41,841	2,324	2,324	46,489
Maoz Worldwide	-0-	-0-	36,874	36,874
Israel Congregation	18,830	-0-	-0-	18,830
	<u>\$ 2,488,439</u>	<u>\$ 139,197</u>	<u>\$ 198,061</u>	<u>\$ 2,825,697</u>
	(to Page 6)	(to Page 2)	(to Page 2)	