

Funding from Foreign State Entities Law:

**Statute Book 5771-2011
2 March 2011**

**Law on Disclosure Requirements for Recipients of Support from a Foreign State Entity,
5771-2011***

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| Definitions | 1. In this law –
"Foreign company," "public benefit company," "Registrar of Trusts" – as defined in the Companies Law, 5759-1999; ¹
"Associations Law" – Associations Law, 5740-1980; ²
"Foreign State Entity" and "Monetary support" – as defined in Article 36A(A) of the Associations Law, 5740-1980;
"Recipient of support" – an association or public benefit company receiving financial support from a Foreign State Entity.
"The Registrar" – the Registrar of Associations or the Registrar of Trusts, as the case may be. |
| Requirement of quarterly report | 2. A recipient of support who received monetary support from a Foreign State Entity shall submit a report to the Registrar, within one week from the end of the quarter in which the donation was received, an online form to be established by the Minister of Justice (hereinafter – a quarterly report); The quarterly report shall detail:
(1) The identity of the donor;
(2) The amount of the support;
(3) The goals or designation of the support;
(4) The conditions of the support, including undertakings made by the recipient of support to the Foreign State Entity regarding the support, orally or in writing, directly or indirectly, if such exist. |
| Preservation of laws | 3. The submission of the quarterly report shall not derogate from reporting obligations applying to the recipient of support under any other law. |
| Publication by the Registrar | 4. The Registrar shall publish on the website of the Ministry of Justice the list of recipients of support that submitted a quarterly report; the Registrar shall also publish on the website of the Ministry of Justice, and in any other manner the Registrar shall see fit, the information stated in Article 2. |
| Publication by the recipient of support | 5. (A) If the recipient of support or any person acting on its behalf has a website, it shall publish thereon prominently the information detailed in the quarterly |

¹ Statute Book 5759, p. 189.

² Statute Book 5740, p. 210.

- report it submitted.
- (B) If the recipient of support received monetary support from a Foreign State Entity intended for the financing of a special advertising campaign, the recipient of support shall, in the framework of such a campaign, publish the fact of the receipt of the said support.
- Obligation to inquire 6. An association or public benefit company receiving monetary financial sources support must do everything in its ability in order to inquire whether the support it received is from a Foreign State Entity.
- National institutions 7. The obligations of this law shall not apply to the World Zionist Organization, the Jewish Agency for Israel, Keren Hayesod – United Israel Appeal, and the Jewish National Fund, as well as corporations controlled by them.
- Execution and 8. The Minister of Justice is in charge of the execution of this regulations law, and is empowered to enact regulations for its execution.
- Amendment to the 9. In the Associations Law, 5740-1980:³ Associations Law – No. 13
- (1) In Article 36A: (A) In item A, in the definition "Foreign State Entity," following Paragraph 3 where it shall state: "(14) A foreign company, whose funding in the last financial year, for which it was required to file financial statements, was mostly from the bodies detailed in paras. (1), (2), or (3) in Article 36A(A) of the Associations Law;"
- (B) In item (B)2(D), following "The conditions for support," it shall state: "including undertakings made by the recipient of support regarding the support, orally or in writing, directly or indirectly,"
- (2) In article 64(A)(1), following "according to this law," it shall state: "or according to the Law on Disclosure Requirements for Recipients of Support from a Foreign State Entity 5771-2011;"⁴
- (3) In article 64(A)(A), following item (7), it shall state:

³ Statute Book 5740, p. 210; 5770, p. 288.

⁴ Statute Book 5771, p. 362.

“(8) Submission of quarterly reports as stated in Article 2 of the Law of Disclosure Requirements for Recipients of Support from a Foreign State Entity, 5771-2011.”

Amendment to the
Companies Law

10. In the Companies Law, 5759-1999⁵, in Article 354(B1):

- (1) In paragraph (1), after subparagraph (D), it shall state:
“(E) A violation of a requirement as stated in Article 2 of the Law of Disclosure Requirements for Recipients of Support from a Foreign State Entity, 5771-2011.”;
The following shall come in section (B1)(5), after the words “as stated in paras. (1)(A), (2)(A) or (B), or (3):
“or for a violation as stated in Article 2 of the Law of Disclosure Requirements for Recipients of Support from a Foreign State Entity, 5770-2010.”
- (2) In paragraph (5), following the words “as stated in paras. (1)(A)” it shall state “or (E).”

Binyamin Netanyahu, Prime Minister
Yaacov Ne'eman, Minister of Justice
Shimon Peres, President of the State
Reuven Rivlin, Speaker of the Knesset

*** This law was accepted by the Knesset on 21 February 2011. The bill and the explanatory notes were published in the Knesset Proposed Bills – 347 (11 October 2010), p. 2.**

⁵ Statute Book 5759, p. 189; Statute Book 5771, p. 270.