GRANT AGREEMENT
Nazareth Academic Institute

GRANT AMOUNT. The Mandell L. and Madeleine H. Berman Foundation (the Foundation) agrees to a grant totaling $10,000 to Nazareth Academic Institute (the Agency), with the understanding and agreement of the points described below.

GRANT PERIOD. The grant period of one year, effective October 1, 2013.

PURPOSE. The purpose of this grant is to provide funding for 12 scholarships (@ ILS 3,000 each, for a total of ILS 36,000) to the Nazareth Academic Institute's short graphics course starting in October/November 2013.

STIPULATIONS. This grant is presented on the assumption that the objectives described in the grant proposal can and will be accomplished within the grant period. If delays in accomplishing the objectives are experienced or expected, the Foundation shall be notified immediately.

In addition, the Agency agrees:

1. To ensure that all grant-funded activities are strictly nonpartisan and do not consist of participating in political campaigns or campaigns for public office.

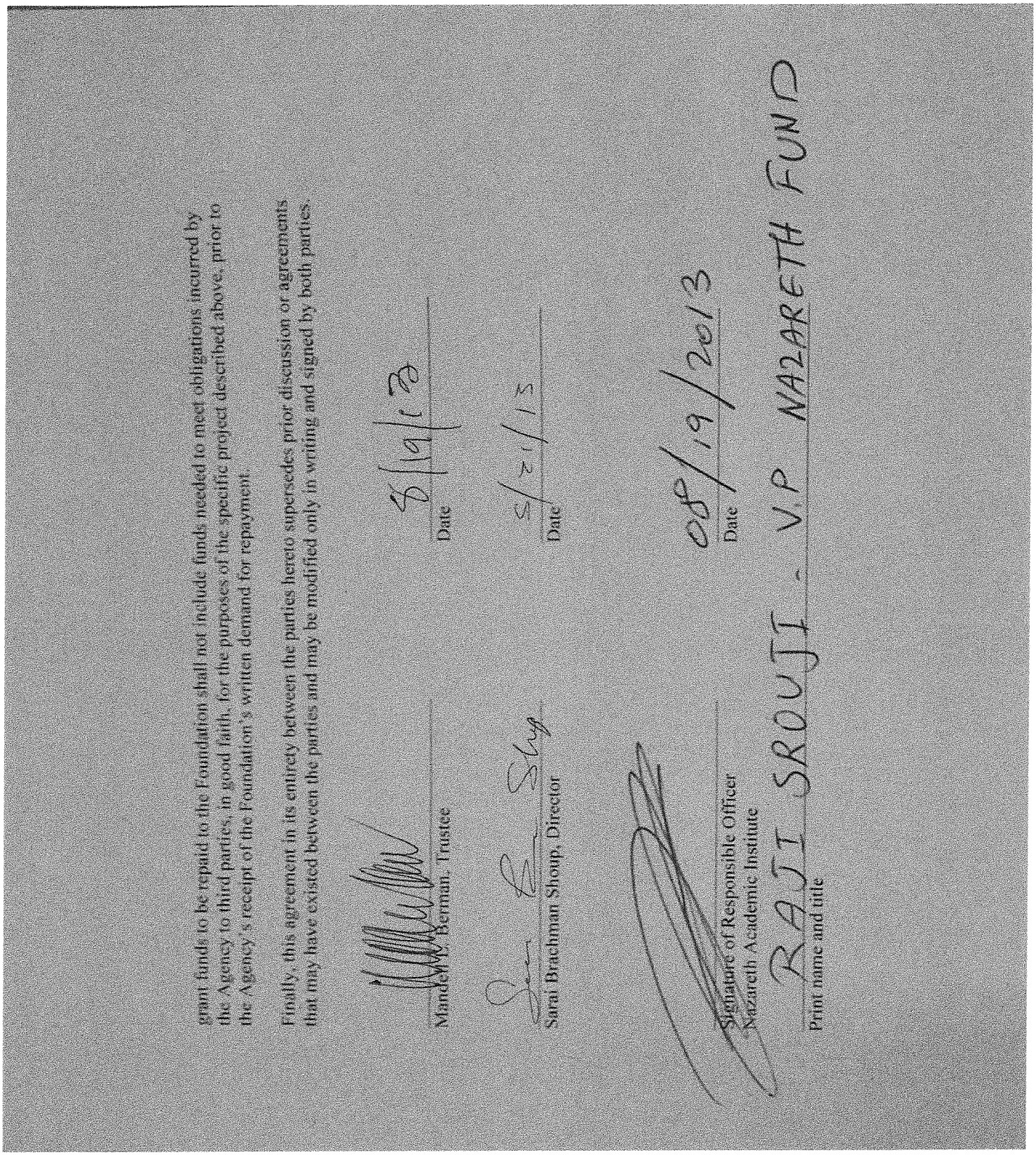
2. To use the grant funds solely for the purposes of the specific project as described above. Any significant changes in the purposes for which grant funds are spent must be approved in writing by the Foundation before implementation.

3. To return any portion of the funds granted which are not used solely for the purpose of the grant stated above.

4. To maintain its books to show these grant funds separately. All expenditures made in furtherance of the purposes of the grant shall be charged off against the grant and shall appear on those books. The Agency shall keep adequate records to substantiate such expenditures. The Agency shall make such books and records available to the Foundation at reasonable times for review and audit, if requested by the Foundation.

5. To acknowledge the Foundation in any public releases, credits or publications that mention the project funded, and to send copies of them to the Foundation. Grantees are asked to clear written statements about the Foundation with the Foundation before publication.

6. To notify the Foundation immediately if the Internal Revenue Service proposes to revoke or alter the grantee's tax exempt status, which under I.R.S. tax classification is currently described under the Tax Code sections 501(c)(3) and/or 509(a)(1)(2), or (3).



grant funds to be repaid to the Foundation shall not include funds needed to meet obligations incurred by the Agency to third parties, in good faith, for the purposes of the specific project described above, prior to the Agency's receipt of the Foundation's written demand for repayment.

Finally, this agreement in its entirety between the parties hereto supersedes prior discussion or agreements that may have existed between the parties and may be modified only in writing and signed by both parties.

Mandell W. Berman, Trustee — Date 8/19/13

Sarai Brachman Shoup, Director — Date 8/21/13

Signature of Responsible Officer — Date 08/19/2013

Nazareth Academic Institute

Print name and title RAJI SROUJI - V.P NAZARETH FUND

Nazareth

Dr. Raji Srouji

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Sarai Brachman Shoup
Senior Consultant

Director, Philanthropic Advising