

BRITISH FRIENDS OF OR CHADASH
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2019

BRITISH FRIENDS OF OR CHADASH

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 13

BRITISH FRIENDS OF OR CHADASH

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2019

Trustees

Rabbi C Vahab
C Rayden
B Perl MBE

Charity registered number

1002594

Principal office

Suite 2
De Walden Court
85 - 89 New Cavendish Street
London
W1W 6XD

Accountants

Blick Rothenberg Limited
Chartered Accountants
16 Great Queen Street
Covent Garden
London
WC2B 5AH

Bankers

National Westminster Bank Plc
PO Box 2027
125 Great Portland Street
London
W1A 1GA

BRITISH FRIENDS OF OR CHADASH

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2019

The trustees present their annual report together with the financial statements of British Friends of Or Chadash for the year 6 April 2018 to 5 April 2019.

Structure, governance and management

a. Methods of appointment or election of trustees

The trust deed states that the charity should have a minimum of three trustees. Trustees are appointed by a majority of existing trustees in accordance with the trust deed and are given an induction, which involves an awareness of a trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the charity.

b. Organisational structure and decision-making

The charity was established by a trust deed dated 5 February 1991. All matters of policy are taken by the trustees in general meetings. Day to day management of the charity is delegated to Rabbi C Vahab.

c. Risk management

The trustees examine the major risks that the charity faces each financial year, and have developed systems to monitor and control these risks to mitigate any impact they may have on the charity in the future.

Objectives and activities

a. Policies and objectives

The objects of the charity are:

- to aid, relieve or assist in the relief of need amongst Jewish children and in particular Jewish children living in Israel.
- to advance among such children the Jewish religion, its practices, traditions and culture and to further their education in such manner as the trustees determine.

There have been no changes in the objectives of the charity during the year. The trustees are confident that donations provided during the year satisfied the objectives of the charity and intend to continue making donations at their discretion in the foreseeable future.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning for the future.

b. Grant-making policies

The charity itself operates only in a grant-making capacity; it is not a functional charity having fixed costs or other forward obligations. The trustees are entitled to, and do, apply income and capital for the funding of the activities of Girls' Town Or Chadash, a charity registered in Israel and it is not their practice to commit themselves in advance to specific expenditure on future planned activities.

BRITISH FRIENDS OF OR CHADASH

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2019

Achievements and performance

a. Review of activities

The trustees present their financial statements for the year ended 5 April 2019 which show income for the year of £63,403 (2018: £65,680) and charitable donations of £48,625 (2018: £77,241). After support costs, the overall movement in fund balances for the year was an increase of £10,332 (2018: decrease of £16,373).

b. Income generation

The charity achieved its objectives for the public benefit by raising funds for, and donating a total, of £48,625 (2018: £77,241) to the Girls' Town Or Chadash in Israel during the year. Or Chadash is a voluntary aided school in Israel providing education to girls from disadvantaged homes.

The charity does not fundraise from the public.

Financial review

a. Reserves policy

The trustees have taken the view that at this stage they do not need to have in place a reserves policy. Reserves as at 5 April 2019 comprise a general purpose fund. This fund had a deficit of £17,255 (2018: deficit of £27,587). The deficit arises because the charity has a loan from The Huntingdon Foundation. The loan is repayable in quarterly instalments.

b. Deficit

There is a deficit on general funds of £17,255 (2018: deficit of £27,587).

The trustees have assessed the expected future donations and have agreed an appropriate repayment plan with the provider of the loan, so that the charity can return to surplus.

Plans for future periods

a. Future developments

The charity plans to continue to raise funds and donate them to Girls' Town Or Chadash in the foreseeable future.

BRITISH FRIENDS OF OR CHADASH

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2019

Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the trustees, on 29 JAN 20 and signed on their behalf by:



C Rayden
Trustee

BRITISH FRIENDS OF OR CHADASH

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 5 APRIL 2019

Independent examiner's report to the trustees of British Friends of Or Chadash ('the charity')

I report to the charity trustees on my examination of the accounts of the charity for the year ended 5 April 2019.

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work or for this report.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



Mark Hart FCA CTA

Dated: 3 February 2020

Blick Rothenberg Limited

Chartered Accountants
16 Great Queen Street
Covent Garden
London
WC2B 5AH

BRITISH FRIENDS OF OR CHADASH

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2019

	Note	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Income from:				
Donations and legacies	2	63,403	63,403	65,680
Total income		63,403	63,403	65,680
Expenditure on:				
Raising funds	3	258	258	296
Charitable activities		52,813	52,813	81,757
Total expenditure		53,071	53,071	82,053
Net movement in funds		10,332	10,332	(16,373)
Reconciliation of funds:				
Total funds brought forward		(27,587)	(27,587)	(11,214)
Net movement in funds		10,332	10,332	(16,373)
Total funds carried forward		(17,255)	(17,255)	(27,587)


The notes on pages 8 to 13 form part of these financial statements.

BRITISH FRIENDS OF OR CHADASH

BALANCE SHEET FOR THE YEAR ENDED 5 APRIL 2019

		2019 £	2018 £
Current assets			
Debtors	7	363	2,375
Cash at bank and in hand		9,008	3,214
		<u>9,371</u>	<u>5,589</u>
Creditors: amounts falling due within one year	8	(26,626)	(33,176)
Net current liabilities		<u>(17,255)</u>	<u>(27,587)</u>
Total assets less current liabilities		<u>(17,255)</u>	<u>(27,587)</u>
Total net assets		<u>(17,255)</u>	<u>(27,587)</u>
Charity funds			
Restricted funds	9	-	-
Unrestricted funds	9	(17,255)	(27,587)
Total funds		<u>(17,255)</u>	<u>(27,587)</u>

The financial statements were approved and authorised for issue by the trustees on 29 Jan 20 and signed on their behalf by:

C Rayden 

The notes on pages 8 to 13 form part of these financial statements.

BRITISH FRIENDS OF OR CHADASH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2019

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements are presented in Sterling (£).

British Friends of Or Chadash meets the definition of a public benefit entity under FRS 102.

1.2 Going concern

The charity operates only in a grant-making capacity; it is not a functional charity having fixed costs or other forward obligations. The trustees are entitled to, and do, apply income and capital for the funding of the activities of Girls' Town Or Chadash, a charity registered in Israel and it is not their practice to commit themselves in advance to specific expenditure on future planned activities. Therefore, the trustees consider the going concern basis to be appropriate.

1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

1.4 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

BRITISH FRIENDS OF OR CHADASH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2019

1. Accounting policies (continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

The costs of generating voluntary income comprise those costs associated with fundraising by the charity.

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

1.7 Concessionary loans

Concessionary loans are initially recorded at the consideration received and are subsequently held at amortised cost based on the implied interest rate of the loan.

1.8 Financial instruments

The charity has elected to apply Sections 11 and 12 of FRS 102 in respect of financial instruments.

Financial assets and financial liabilities are recognised when the charity becomes party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

BRITISH FRIENDS OF OR CHADASH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2019

1. Accounting policies (continued)

Financial instruments (continued)

Financial assets

Basic financial assets, including trade and other debtors and cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest for a similar debt instrument. Financing transactions are those in which payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate.

Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

Financial liabilities

Basic financial liabilities, including trade and other creditors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Financing transactions are those in which payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

2. Income from donations and legacies

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Donations	63,403	63,403	65,680
	<hr/>	<hr/>	<hr/>
Total 2018	65,680	65,680	
	<hr/>	<hr/>	

BRITISH FRIENDS OF OR CHADASH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2019

3. Costs of raising voluntary income

	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Travel, subsistence and telephone	258	258	296
Total 2018	296	296	

4. Analysis of expenditure by activities

	Grant funding of activities 2019 £	Support costs 2019 £	Total 2019 £	Total 2018 £
Direct costs	48,625	4,188	52,813	81,757
Total 2018	77,241	4,516	81,757	

5. Grants to Institutions

	Grants to Institutions 2019 £	Total 2019 £	Total 2018 £
Donations to Girls' Town Or Chadash	48,625	48,625	77,241
Total 2018	77,241	77,241	

BRITISH FRIENDS OF OR CHADASH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2019

6. Net expenditure

There were no employees during the year or the previous year. No trustee received any remuneration (2018: £Nil) for their services and no trustee was reimbursed for expenses incurred on behalf of the charity.

7. Debtors

	2019 £	2018 £
Other debtors	363	2,375

8. Creditors: Amounts falling due within one year

	2019 £	2018 £
Other loans	18,750	25,000
Accruals	7,876	8,176
	26,626	33,176

Other loans comprise an interest free loan from The Huntingdon Foundation which is repayable in quarterly instalments.

BRITISH FRIENDS OF OR CHADASH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2019

9. Statement of funds

Statement of funds - current year

	Brought forward £	Income £	Resources expended £	Balance at 5 April 2019 £
Unrestricted funds				
Other General funds	(27,587)	63,403	(53,071)	(17,255)

Statement of funds - prior year

	Brought forward £	Income £	Resources expended £	Balance at 5 April 2018 £
Unrestricted funds				
General Funds	(11,214)	65,680	(82,053)	(27,587)

10. Controlling party

The trustees consider there to be no ultimate controlling party.