

COMPANY REGISTRATION NUMBER: 09649856
CHARITY REGISTRATION NUMBER: 1163637

Bonei Olam Limited
Company Limited by Guarantee
Unaudited Financial Statements
30 June 2019

COHEN ARNOLD
Chartered accountants
New Burlington House
1075 Finchley Road
London
NW11 0PU

Bonei Olam Limited
Company Limited by Guarantee
Financial Statements
Year ended 30 June 2019

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Bonei Olam Limited
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 30 June 2019

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 30 June 2019.

REFERENCE AND ADMINISTRATIVE DETAILS

| | |
|-----------------------------------------------|----------------------------------------------------------------------------------------------|
| Registered charity name | Bonei Olam Limited |
| Charity registration number | 1163637 |
| Company registration number | 09649856 |
| Principal office and registered office | 130a Northwold Road London E5 8RA UK |
| The trustees | Mr J Englander Mr C Reichberg Mr J Rudzinski Mrs E Weissman |
| Company secretary | Mr C Reichberg |
| Independent examiner | David Goldberg, FCA DChA New Burlington House 1075 Finchley Road London NW11 0PU |

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal structure

BONEI OLAM, UK was originally established as a charitable trust in 2004 to assist infertile couples. As of 1 July 2017, the charity's activities were transferred to a newly formed incorporated charity, Bonei Olam Limited (charity number 1163637, company number 09649856). In the trustees' view this is a more suitable legal structure given the nature and expansion of the charity's activities. The charity's governing document is its Memorandum and Articles of Association.

Governance and management

The charity is governed by a board of four trustees, none of whom has been paid for services provided to the charity. The power to appoint new trustees is vested with the board. The trustees' intention is to recruit an additional trustee to the board of the newly formed incorporated charity. Trustees are seeking to appoint someone with suitable skills to support the governance and continued growth of the charity and will provide suitable induction and training when this happens.

To deliver the charity's strategy and goals, the trustees employ staff with responsibility for management and administration of daily activities. Trustees also play an active role in the charity's strategic management and daily work, which is separate to their governance responsibilities.

Risk management

The trustees have assessed the risks to which the charity is exposed, and regularly reviews these to ensure that risk is continually identified, assessed and managed. Key risks relate to the operations of the charity, and the way it supports people experiencing infertility, and financial risk. The trustees are satisfied that systems are in place to manage its exposure to risk.

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Year ended 30 June 2019

OBJECTIVES AND ACTIVITIES

Objectives and aims

Bonei Olam's object is to help couples experiencing infertility. It was founded by a group of people who have struggled with infertility. Its charitable object is 'the relief of sickness amongst those who are suffering from infertility problems through the provision of financial assistance, resources, support and information provided in accordance with Jewish law and tradition.'

Bonei Olam work primarily with Orthodox Jewish patients, where fertility treatments are complicated by requirements of Jewish law (Halacha). Its main area of operation is Barnet, Hackney, Haringey, Manchester and Gateshead. It also receives referrals and provides services to patients across England and Europe.

Bonei Olam achieves its charitable object through the following activities and services:

- Information and advice for infertility patients.
- Advocacy and support for patients to get the best infertility treatment.
- Financial support for infertility treatment, where patients would otherwise be unable to access it or would experience hardship.
- Initiation and development of new services for infertility patients, working in partnership with other healthcare providers and organisations.

ACHIEVEMENTS AND PERFORMANCE

During the year, Bonei Olam has continued to expand and improve its existing activities, whilst initiating and developing new services.

Improved patient advice and services

Bonei Olam continued to provide sensitive and expert support for patients. Information, advice and guidance was provided to 337 couples experiencing infertility (2018: 250). BO's work continues to be regarded by both patients and clinicians as outstanding.

50 babies were born during the last 12 months with Bonei Olam's assistance.

164 couples were treated for primary infertility

64 couples with one child were treated for secondary infertility

109 couples with more than one child were treated for secondary infertility

201 couples obtained advice, guidance and referrals. BO translated, explained and advocated for patients to their doctors

92 couples had non-invasive fertility treatments funded (under £3,600 each, average cost per couple £845)

40 couples had more invasive treatments funded (above £3,600 each, average cost per couple £11,605)

BO's counsellors, both volunteer and paid, have continued to improve in the following ways;

- Achieving high levels of expertise in the field of infertility and keeping constantly abreast of the latest medical developments in the subject.
- Building and maintaining strong relationships with clinicians in the NHS and private sectors.
- Increasing their level of knowledge about the interaction between Jewish law and fertility matters.
- Ongoing training in the emotional aspects of supporting couples struggling with infertility.

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Year ended 30 June 2019

Patient Advocacy and Support

BO undertook patient advocacy in two ways. The first way was through liaising with infertility centres and clinicians to improve the support they offer, particularly surrounding areas where Jewish law may affect certain aspects of treatment. BO has worked hard to develop strong relationships with the local NHS services, including clinicians, managers and commissioners, to ensure the smoothest possible integration between NHS funded pathways and private treatments. NHS services have continued to become more accessible to eligible infertility patients who abide by Orthodox Jewish faith, easing the financial burden on these patients.

The second way was through encouraging individual couples to access the optimum treatment plan for them and assist them throughout their treatment. BO's improved advice around treatment protocols for Polycystic Ovarian Syndrome (PCOS), which is a major cause of infertility, has resulted in significantly improved outcomes.

Financial support for medical treatments

The financial cost of infertility treatment is beyond the reach of many patients, and as chances of positive outcomes decrease rapidly for each couple as they age, without financial assistance some couples face the prospect of never being blessed with a child. Financial support for couples who cannot be helped within the NHS remains the largest area of expenditure for Bonei Olam.

The Trustees work tirelessly to lower the cost of providing treatment. This year, despite the increase in patient numbers and improved care for each patient, BO was able to reduce its expenditure on medical treatments slightly. Overhead costs have dropped substantially, which means that the percentage of income going directly to core activities was higher. The trustees have been steadily reducing costs since 2016 and regard this as a continued success, due to Bonei Olam's

- focus on supporting couples to conceive naturally without the need for medical interventions
- improvements in protocols for treating patients with PCOS (a high percentage of patients), which has resulted in many women conceiving naturally and avoiding the need for invasive treatments.
- positive results of advocacy work with the NHS has reduced the need for private diagnostics and treatment.
- continued improvement in procurement resulting in more cost-effective fertility treatment (for patients who are not eligible for NHS options).
- improved policies on payment for treatment, such as refusing to pay providers for blocks of treatment that patients may eventually not require.

BO aims to continue to support fertility treatments at the lowest possible cost, whilst improving the quality of its services.

Development of New Services

New Appointment

During the year, Bonei Olam has continued to grow and improve its existing activities and has successfully initiated new services. Mr Ahron Peretz, a leading male fertility expert from Shaare Zedek Hospital, Israel has joined the medical team at BO in London. He has been tasked with establishing a laboratory, in order to provide diagnosis and treatment to BO's male patients. BO in the USA has successfully established a similar clinic and laboratory which has resulted in 32 effective treatments over three years.

Mr Peretz employs an individualised approach to each patient's treatment plan and has an impressively high rate of success, despite the fact that his caseload includes many of the most complicated and unusual cases. BO has invested in hi- tech equipment and has commissioned the use of a clinic at Andrology Solutions in Central London. BO are grateful to the Maurice Wohl Charitable Foundation

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Year ended 30 June 2019

for facilitating this project.

Counselling Services

Mental health plays an important role in fertility. For some patients, fertility issues are simply a symptom of an emotional or relationship cause and counselling is often sufficient to resolve the patients' issues. For other patients, medical intervention is necessary for a positive outcome but adding counselling to the treatment plan can increase the chances of success considerably. This year BO has added training in family-systems therapy, couple-relationships therapy and a Gottman-approach couple counselling module for its therapists. There has already been feedback about the value of these trainings and their effect in practice.

Medical Developments

Uterine transplants are a new and innovative solution to specific conditions. Whilst they were first accomplished successfully in Sweden and have now been performed in many locations around the world, the UK has not yet attempted them. The first ten candidates have now been selected for the first UK uterine transplants and two BO patients are among them. BO has developed a strong relationship with the Swedish transplant medical team and has been in close contact regarding specific genetic testing for Rabbinical approval of the procedure in the UK.

Bonei Olam's Other Programmes

- BO has now produced its fourth edition of a guide for young couples (regarding fertility).
- BO has upgraded its operational systems to improve patient confidentiality within the organisation. The only staff members who have access to names and personal information of patients are those that are client-facing. As fertility is a sensitive and delicate subject, privacy is paramount.
- Many of BO's patients suffer from conditions that scientists believe could be helped through stem cell therapies. BO would be interested in undertaking scientific research in this field, but the financial cost is significant. The trustees consider that this is not a priority at present but possibly a project BO might want to pursue in the future.

NOVA Health Clinic Bonei Olam's wholly owned subsidiary, the Nova Health Clinic.

The Nova Clinic is situated near Bonei Olam Ltd.'s offices and charges patients for the medical services it provides, including scans, tests and procedures. It is anticipated in the future the Nova Clinic will generate profits which will help fund the operations of Bonei Olam Ltd. Patients at the clinic include Bonei Olam beneficiaries and members of the wider public who use the ultrasound clinic and other services regularly.

Bonei Olam Ltd refers its beneficiaries to the Nova Clinic as well as to a number of other fertility clinics and pays for the services that they use. Patients are requested to make a contribution to Bonei Olam Ltd to help offset these costs, according to their means, but they are not required to do so.

The Nova Health Clinic has developed and flourished this year. It is constantly striving to improve the services it offers. The clinic recently instituted an overseas preparation service for UK couples being treated abroad. Initial parts of the treatment are performed by the Nova Clinic, allowing the couple to remain at home until the final part of their treatment. The prescription dispensing service, which can dispense the first three days of medication ensures that treatment plans can be started whilst the remaining part of the prescription can be filled at the local chemist. Specialist fertility drugs are usually not kept in stock and often take three days to order.

The Clinic is now able to offer many fertility treatments to patients on site, including 3D saline infusion sonograms, fallopian tubal patency checks with HyCoSy expanding foam and routine internal Speculum exams. Patients requiring treatments that require an on-site lab or an operative theatre, are referred to a

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Year ended 30 June 2019

hospital. These include polyp removal and bone density scans.

Two of the most successful fertility clinics (per HFEA.gov.uk), The CRGH and The Lister Fertility Clinic are now associated with Nova and work in collaboration for patients preferring off site local scanning during IVF/ICSI/PGD procedures.

The Nova clinic is run by Mr Dimitrios Mavrelou BA (OXON) MBBS, MD, MRCOG, and Dr Steven Moser. Dr Mavrelou is a consultant gynaecologist at the UCH hospital and Dr Moser is an interventional radiologist and an expert on male urological ultrasound. Male service users can generally be diagnosed and treated by Dr Moser. However, if in the course of his investigations he determines a need for corrective intervention, he is able to treat patients at the Wellington hospital or the London Clinic. A recent investment in ViewPoint Ultrasound Reporting, has upgraded the clinic's ultrasound reporting to the gold standard.

Expansion

Due to overwhelming demand, this year has seen the expansion of Bonei Olam's Manchester office. The new premises are much larger with three offices, a boardroom and a kitchenette. This will allow BO to operate more effectively in this region.

Bonei Olam has expanded its Northwest London activities. It has held 25 parlour meetings and 3 Rabbonim and communities delegates' assemblies, bringing together over 35 Rabbis. This was to raise awareness of Bonei Olam and its vital work. A large dinner for over three hundred donors was hosted by three local philanthropists. The funds from these activities have enabled BO to establish a new spacious branch on Golders Green Road, NW11 in August 2019.

Public benefit

The trustees have taken due heed to the Charity Commission's guidance on public benefit when reviewing Bonei Olam's aims and objectives and in planning future activities. They have also taken due heed of their obligations under the Equality Act 2010 and are satisfied that they meet their obligations.

FINANCIAL REPORT

Bonei Olam Ltd is a new legal entity as it first started operating in last financial year. The charitable trust, Bonei Olam preceded the limited company and its assets were transferred to the newly incorporated charity.

BO has recently expanded its operations in North West London and Manchester. BO is dependent on donations from the communities which it services. Once a community recognises Bonei Olam's valuable and necessary services to its members, fundraising efforts within the community begin to show success. This financial year, BO was able to expand its services considerably yet fundraising in its new places of operation has not yet caught up with demand for services in those areas. The small deficit of £7,146 in the year was due to this reason. The trustees are confident that fundraising will soon restore the balance between income and expenses, hopefully leading to a surplus in the next financial year.

Reserves policy

The goal of the charity's reserves policy is to hold the equivalent of at least 3 months and no more than 12 months running costs as free reserves, although trustees recognise that they will not always be able to hold reserves at that level. As at 30 June 2019 the charity had £18,543 unrestricted funds. The trustees are hopeful that new avenues of funding will allow the charity to build up its reserves to at least 3 months' running costs. The charity also had £81,637 in restricted funds.

Bonei Olam Limited
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 30 June 2019

Going concern

The charity is currently facing challenging times during the government lockdown due to the Covid-19 Coronavirus outbreak. In particular it has had an effect on the charity's ability to raise funds. However, the trustees are of the opinion that the charity can continue as going concern as there is a reduced demand from service users for grant funding for fertility treatment due to this not being available at the moment. The regular income which continues to come in is sufficient to keep the patient advice and advocacy services ongoing.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 3 June 2020 and signed on behalf of the board of trustees by:

Mr J Englander
Trustee

Bonei Olam Limited
Company Limited by Guarantee
Independent Examiner's Report to the Trustees of Bonei Olam Limited
Year ended 30 June 2019

I report to the trustees on my examination of the financial statements of Bonei Olam Limited ('the charity') for the year ended 30 June 2019.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.

David Goldberg, FCA DChA

Independent Examiner

New Burlington House
1075 Finchley Road
London
NW11 0PU

3 June 2020

Bonei Olam Limited
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 30 June 2019

| | | 2019 | | 2018 | |
|-----------------------------------------------------------|--------------|----------------------------|--------------------------|-------------------------|-----------------------|
| | Note | Unrestricted funds £ | Restricted funds £ | Total funds £ | Total funds £ |
| Income and endowments | | | | | |
| Donations and legacies | 5 | 722,788 | 49,000 | 771,788 | 821,125 |
| Charitable activities | 6 | 47,793 | – | 47,793 | 35,929 |
| Other income | 7 | 9,360 | – | 9,360 | 9,360 |
| | | <u>779,941</u> | <u>49,000</u> | <u>828,941</u> | <u>866,414</u> |
| Asset transfer from Bonei Olam Trust | 8 | – | – | – | 116,131 |
| Total income | | <u><u>779,941</u></u> | <u><u>49,000</u></u> | <u><u>828,941</u></u> | <u><u>982,545</u></u> |
| Expenditure | | | | | |
| Expenditure on raising funds: | | | | | |
| Costs of raising donations and legacies | 9 | 93,847 | – | 93,847 | 159,735 |
| Expenditure on charitable activities | 10,11 | 693,240 | 8,163 | 701,403 | 756,321 |
| Total expenditure | | <u><u>787,087</u></u> | <u><u>8,163</u></u> | <u><u>795,250</u></u> | <u><u>916,056</u></u> |
| Net (expenditure)/income and net movement in funds | | | | | |
| | | <u><u>(7,146)</u></u> | <u><u>40,837</u></u> | <u><u>33,691</u></u> | <u><u>66,489</u></u> |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | <u>25,689</u> | <u>40,800</u> | <u>66,489</u> | – |
| Total funds carried forward | | <u><u>18,543</u></u> | <u><u>81,637</u></u> | <u><u>100,180</u></u> | <u><u>66,489</u></u> |

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 11 to 18 form part of these financial statements.

Bonei Olam Limited
Company Limited by Guarantee
Statement of Financial Position
30 June 2019

| | Note | 2019 £ | 2018 £ |
|----------------------------------------------------------------|-----------|-----------------------|----------------------|
| Fixed assets | | | |
| Tangible fixed assets | 16 | 130,527 | 95,322 |
| Programme related investments | 17 | 100 | 100 |
| | | <u>130,627</u> | <u>95,422</u> |
| Current assets | | | |
| Cash at bank and in hand | | 29,330 | 27,954 |
| Creditors: amounts falling due within one year | 19 | <u>59,777</u> | <u>6,887</u> |
| Net current liabilities | | (30,447) | <u>21,067</u> |
| Total assets less current liabilities | | 100,180 | 116,489 |
| Creditors: amounts falling due after more than one year | 20 | – | <u>50,000</u> |
| Net assets | | <u><u>100,180</u></u> | <u><u>66,489</u></u> |
| Funds of the charity | | | |
| Restricted funds | | 81,637 | 40,800 |
| Unrestricted funds | | 18,543 | 25,689 |
| Total charity funds | 21 | <u><u>100,180</u></u> | <u><u>66,489</u></u> |

For the year ending 30 June 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 3 June 2020, and are signed on behalf of the board by:

Mr J Englander
Trustee

The notes on pages 11 to 18 form part of these financial statements.

Bonei Olam Limited
Company Limited by Guarantee
Statement of Cash Flows
Year ended 30 June 2019

| | Note | 2019 £ | 2018 £ |
|-------------------------------------------------------|-----------|-----------------|------------------|
| Cash flows from operating activities | | | |
| Net (expenditure)/income | | 33,691 | 66,489 |
| <i>Adjustments for:</i> | | | |
| Depreciation of tangible fixed assets | | 13,795 | 11,157 |
| Interest payable and similar charges | | 2,643 | 39 |
| Accrued expenses | | – | 6,000 |
| <i>Changes in:</i> | | | |
| Trade and other creditors | | 1,876 | 50,887 |
| Cash generated from operations | | <u>52,005</u> | <u>134,572</u> |
| Interest paid | | (2,643) | (39) |
| Net cash from operating activities | | <u>49,362</u> | <u>134,533</u> |
| Cash flows from investing activities | | | |
| Purchase of tangible assets | | (49,000) | (106,479) |
| Purchase of social investments | | – | (100) |
| Net cash used in investing activities | | <u>(49,000)</u> | <u>(106,579)</u> |
| Net increase in cash and cash equivalents | | 362 | 27,954 |
| Cash and cash equivalents at beginning of year | | <u>27,954</u> | – |
| Cash and cash equivalents at end of year | 17 | <u>28,316</u> | <u>27,954</u> |

The notes on pages 11 to 18 form part of these financial statements.

Bonei Olam Limited
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 30 June 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 130a Northwold Road, London, E5 8RA, UK.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The charity is currently facing challenging times during the government lockdown due to the Covid-19 Coronavirus outbreak. In particular it has had an effect on the charity's ability to raise funds. However, the trustees are of the opinion that the charity can continue as going concern as there is a reduced demand from service users for grant funding for fertility treatment due to this not being available at the moment. The regular income which continues to come in is sufficient to keep the patient advice and advocacy services ongoing.

Consolidation

The charity is not required to prepare consolidated accounts in accordance with the Charities Act 2011, and has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity and its subsidiary undertakings comprise a small group.

Judgements and key sources of estimation uncertainty

There are no judgements, estimates and assumptions that affect the amounts reported.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Bonei Olam Limited
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 30 June 2019

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | | |
|--------------------------|---|------------------------------------------------------------------------|
| Short leasehold property | - | over the life of the lease (15 years terminating in 2029) |
| Plant and machinery | - | 25% reducing balance |
| Equipment | - | some at 33% reducing balance, 10% straight line & 16 yrs straight line |

Programme related investments

Programme related investments are made exclusively to further the charity's aims by funding specific activities. Equity instruments are measured at their fair value at the reporting date if this can be measured reliably, or at cost less impairment. Concessionary loans are either initially measured at the amount received and paid and then adjusted in subsequent years to reflect repayments, interest and any impairment, or they are initially measured at the fair value and subsequently at their amortised cost using the effective interest method.

Programme related investments that are measured at cost or amortised cost are assessed for objective evidence of impairment at the end of each reporting period. Any impairment losses are recognised immediately as a cost within 'expenditure on charitable activities' in the statement of financial activities.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Bonei Olam Limited
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 30 June 2019

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Limited by guarantee

The Charity is a Company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

5. Donations and legacies

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2019 £ |
|-------------------------------------|----------------------------|--------------------------|-----------------------------------|
| Donations | | | |
| Donations | 692,788 | 49,000 | 741,788 |
| Legacies | | | |
| Legacies | 30,000 | – | 30,000 |
| Other donations and legacies | | | |
| Bonei Olam Trust | – | – | – |
| | <u>722,788</u> | <u>49,000</u> | <u>771,788</u> |
| | | | |
| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2018 £ |
| Donations | | | |
| Donations | 693,625 | 127,500 | 821,125 |
| Legacies | | | |
| Legacies | – | – | – |
| Other donations and legacies | | | |
| Bonei Olam Trust | 116,131 | – | 116,131 |
| | <u>809,756</u> | <u>127,500</u> | <u>937,256</u> |

6. Charitable activities

| | Unrestricted Funds £ | Total Funds 2019 £ | Unrestricted Funds £ | Total Funds 2018 £ |
|-----------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Patient contributions | <u>47,793</u> | <u>47,793</u> | <u>35,929</u> | <u>35,929</u> |

Bonei Olam Limited
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 30 June 2019

7. Other income

| | Unrestricted Funds | Total Funds 2019 | Unrestricted Funds | Total Funds 2018 |
|--------------|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Other income | <u>9,360</u> | <u>9,360</u> | <u>9,360</u> | <u>9,360</u> |

8. Asset Transfer from Bonei Olam Trust

At the beginning of the previous financial year (1 July 2017) Bonei Olam Limited took over the running of the activities of Bonei Olam Trust (charity registration number 1103490). As a result, all the assets of Bonei Olam Trust were transferred to Bonei Olam Limited on that date. The net value of the transfer was £116,131.

9. Costs of raising donations and legacies

| | Unrestricted Funds | Total Funds 2019 | Unrestricted Funds | Total Funds 2018 |
|-------------------|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Fundraising costs | <u>93,847</u> | <u>93,847</u> | <u>159,735</u> | <u>159,735</u> |

10. Expenditure on charitable activities by fund type

| | Unrestricted Funds | Restricted Funds | Total Funds 2019 |
|-----------------------------|-----------------------|---------------------|-----------------------------|
| | £ | £ | £ |
| Patient advice | 163,997 | – | 163,997 |
| Patient advocacy | 2,525 | – | 2,525 |
| Medical treatment costs | 495,602 | – | 495,602 |
| Nova Health Clinic (note 1) | 11,675 | 8,163 | 19,838 |
| Support costs | <u>19,441</u> | <u>–</u> | <u>19,441</u> |
| | <u>693,240</u> | <u>8,163</u> | <u>701,403</u> |

| | Unrestricted Funds | Restricted Funds | Total Funds 2018 |
|-----------------------------|-----------------------|---------------------|---------------------|
| | £ | £ | £ |
| Patient advice | 111,115 | – | 111,115 |
| Patient advocacy | 2,538 | – | 2,538 |
| Medical treatment costs | 471,261 | 57,500 | 528,761 |
| Nova Health Clinic (note 1) | 16,819 | 24,100 | 40,919 |
| Support costs | <u>72,988</u> | <u>–</u> | <u>72,988</u> |
| | <u>674,721</u> | <u>81,600</u> | <u>756,321</u> |

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Year ended 30 June 2019

11. Expenditure on charitable activities by activity type

| | Activities undertaken directly £ | Grant funding of activities £ | Support costs £ | Total funds 2019 £ | Total fund 2018 £ |
|--------------------------------|-------------------------------------------|----------------------------------------|--------------------|-----------------------------------|-------------------------|
| Patient advice | 163,997 | – | 11,307 | 175,304 | 122,602 |
| Patient advocacy | 2,525 | – | – | 2,525 | 3,256 |
| Medical treatment costs | 495,602 | – | – | 495,602 | 584,081 |
| Nova Health Clinic (note 1) | 8,163 | 11,675 | – | 19,838 | 45,226 |
| Governance costs | – | – | 8,134 | 8,134 | 1,156 |
| | <u>670,287</u> | <u>11,675</u> | <u>19,441</u> | <u>701,403</u> | <u>756,321</u> |

Note 1: Nova Health Clinic is a subsidiary company of Bonei Olam Ltd. The trustees agreed to make a grant to Nova Health Clinic of £11,675 (2018: £35,819) to cover the cost of clinical services to patients at the Nova Health Clinic. This is in line with Bonei Olam's charitable purposes.

12. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

| | 2019 £ | 2018 £ |
|---------------------------------------|-------------------|---------------|
| Depreciation of tangible fixed assets | 13,795 | 11,157 |
| Foreign exchange differences | (178) | 262 |
| | <u>13,617</u> | <u>11,419</u> |

13. Independent examination fees

| | 2019 £ | 2018 £ |
|------------------------------------------------------------------------------------------------------|-------------------|-----------|
| Fees payable to the independent examiner for: Independent examination of the financial statements | 7,200 | – |
| | <u>7,200</u> | <u>–</u> |

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

| | 2019 £ | 2018 £ |
|-----------------------|-------------------|---------------|
| Wages and salaries | 76,442 | 67,279 |
| Social security costs | 7,219 | 6,901 |
| | <u>83,661</u> | <u>74,180</u> |

The average number of employees during the year is analysed as follows:

| | 2019 No. | 2018 No. |
|-----------------------------|---------------------|-------------|
| Number of staff - full time | 1 | 1 |
| Number of staff - part time | 4 | 3 |
| | <u>5</u> | <u>4</u> |

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

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Year ended 30 June 2019

15. Trustee remuneration and expenses

There was no remuneration paid to the trustees. The charity did not meet any individual expenses incurred by the trustees for services provided to the charity (2018: £6,033 towards travel costs).

16. Tangible fixed assets

| | Short leasehold property £ | Plant and machinery £ | Equipment £ | Total £ |
|------------------------|-------------------------------------|-----------------------------|----------------|--------------------|
| Cost | | | | |
| At 1 July 2018 | 55,900 | 1,813 | 48,766 | 106,479 |
| Additions | – | – | 49,000 | 49,000 |
| At 30 June 2019 | <u>55,900</u> | <u>1,813</u> | <u>97,766</u> | <u>155,479</u> |
| Depreciation | | | | |
| At 1 July 2018 | 4,658 | 453 | 6,046 | 11,157 |
| Charge for the year | 4,658 | 340 | 8,797 | 13,795 |
| At 30 June 2019 | <u>9,316</u> | <u>793</u> | <u>14,843</u> | <u>24,952</u> |
| Carrying amount | | | | |
| At 30 June 2019 | <u>46,584</u> | <u>1,020</u> | <u>82,923</u> | <u>130,527</u> |
| At 30 June 2018 | <u>51,242</u> | <u>1,360</u> | <u>42,720</u> | <u>95,322</u> |

17. Investments

| | Shares in group undertaking £ |
|-------------------------------------|--------------------------------------------------|
| Cost | |
| At 1 July 2018 | 100 |
| Impairment | |
| 1 July 2018 and 30 June 2019 | – |
| Carrying amount | |
| At 30 June 2019 | 100 |
| At 30 June 2018 | – |

Shares in group undertakings relates to Nova health Clinic Limited, a wholly owned subsidiary.

Nova Health Clinic was set up to provide a vital medical service to the local community, in line with Bonei Olam's charitable purposes of helping couples with fertility issues. The main purpose of this investment is to provide a service to the community.

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Notes to the Financial Statements *(continued)*
Year ended 30 June 2019

18. Cash and cash equivalents

Cash and cash equivalents comprise the following:

| | 2019 | 2018 |
|--------------------------|---------------|---------------|
| | £ | £ |
| Cash at bank and in hand | 29,330 | 27,954 |
| Bank overdrafts | (1,014) | – |
| | <u>28,316</u> | <u>27,954</u> |

19. Creditors: amounts falling due within one year

| | 2019 | 2018 |
|---------------------------------|---------------|--------------|
| | £ | £ |
| Bank loans and overdrafts | 1,014 | – |
| Accruals and deferred income | 6,000 | 6,000 |
| Social security and other taxes | 888 | 887 |
| Other creditors | 51,875 | – |
| | <u>59,777</u> | <u>6,887</u> |

20. Creditors: amounts falling due after more than one year

| | 2019 | 2018 |
|----------------------|-------------|---------------|
| | £ | £ |
| Other loan creditors | – | 50,000 |
| | <u>–</u> | <u>50,000</u> |

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Year ended 30 June 2019

21. Analysis of charitable funds

Unrestricted funds

| | At 1 July 2018 | Income £ | Expenditure £ | Transfers £ | At 30 Jun 2019 £ |
|---------------|-------------------|-------------|------------------|----------------|------------------------|
| General funds | 25,689 | 779,941 | (787,087) | – | 18,543 |

| | At 1 July 2017 | Income £ | Expenditure £ | Transfers £ | At 30 Jun 2018 £ |
|---------------|-------------------|-------------|------------------|----------------|------------------------|
| General funds | – | 855,045 | (834,456) | 5,100 | 25,689 |

Restricted funds

| | At 1 July 2018 | Income £ | Expenditure £ | Transfers £ | At 30 Jun 2019 £ |
|-----------------|-------------------|-------------|------------------|----------------|------------------------|
| Restricted Fund | 40,800 | 49,000 | (8,163) | – | 81,637 |

| | At 1 July 2017 | Income £ | Expenditure £ | Transfers £ | At 30 Jun 2018 £ |
|-----------------|-------------------|-------------|------------------|----------------|------------------------|
| Restricted Fund | – | 127,500 | (81,600) | (5,100) | 40,800 |

22. Analysis of net assets between funds

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2019 £ |
|----------------------------|----------------------------|--------------------------|--------------------------|
| Tangible fixed assets | 48,890 | 81,637 | 130,527 |
| Investments | 100 | – | 100 |
| Current assets | 29,330 | – | 29,330 |
| Creditors less than 1 year | (59,777) | – | (59,777) |
| Net assets | 18,543 | 81,637 | 100,180 |

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2018 £ |
|-------------------------------|----------------------------|--------------------------|--------------------------|
| Tangible fixed assets | 54,522 | 40,800 | 95,322 |
| Investments | 100 | – | 100 |
| Current assets | 27,954 | – | 27,954 |
| Creditors less than 1 year | (6,887) | – | (6,887) |
| Creditors greater than 1 year | (50,000) | – | (50,000) |
| Net assets | 25,689 | 40,800 | 66,489 |

23. RELATED PARTIES

Related party transactions have been reported under the relevant notes.