

**UK FRIENDS OF THE ASSOCIATION
FOR THE WELLBEING
OF ISRAEL'S SOLDIERS**

(A Company Limited by Guarantee)

**TRUSTEES' REPORT AND CONSOLIDATED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 MARCH 2020

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

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UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2020

Trustees

Z. C. Remez
P. A. Sussmann
J. E. Swidler
R. J. Kemp

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2020

Company registered number

04094203

Charity registered number

1084272

Registered office

1st Floor Sackville House, 143-149 Fenchurch Street, London, EC3M 6BL

Principal operating office

Unit 7, 56b Crewys Road, London, NW2 2AD

Company secretary

Z. C. Remez

Honorary president

E. Hellerstein

Independent auditors

Wilder Coe Ltd, Chartered Accountants & Statutory Auditors, 1st Floor Sackville House, 143-149 Fenchurch Street, London, EC3M 6BL

Bankers

Bank Leumi (UK) Plc, 20 Stratford Place, London, W1C 1BG

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2020

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their Annual Report together with the audited financial statements of UK Friends Of The Association For The Wellbeing Of Israel's Soldiers (the company and the group) for the 1 April 2019 to 31 March 2020. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the company and the group qualifies as small under section 383, the Strategic Report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

Objectives and Activities

a. POLICIES AND OBJECTIVES

The principal objectives of the charity as set out in the governing document are:

1. The relief of need and suffering of serving and discharged Israeli soldiers and their families;
2. The advancement of education of serving and discharged Israeli soldiers; and
3. To provide or assist in the provision of facilities for recreation or other leisure time occupations in the interest of social welfare.

There have been no changes in the objectives since the last Annual Report.

b. STRATEGIES FOR ACHIEVING OBJECTIVES

The strategies employed to achieve the charity's aims and objectives include undertaking fundraising activities and annual dinners to raise money to be able to donate to Israel through the connected charity The Association for the Wellbeing of Israel's Soldiers in Israel and other approved organisations so that the funds can be spent to meet the above objectives.

c. PUBLIC BENEFIT

The Trustees confirm that they have, in the administration of the charity, paid due regard to the public benefit guidance published by the Charity Commission under section 4 of the Charities Act 2011.

Achievements and performance

a. REVIEW OF ACTIVITIES

In pursuit of the objectives listed above, the charity and its subsidiary undertook the following activities during the period:

The charity held an annual fund raising dinner in November 2019 which was highly successful and contributed to the donations received by the group during the period.

The charity received donations including gift aid in the year totalling £739,121 (2019: £810,501).

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2020

Donations are made at the full discretion of the trustees of UK Friends of the Association of Israel's Soldiers ("UK Friends of AWIS"), and are given only to support projects that the Trustees deem to be consistent with the objectives of UK Friends of AWIS. The Trustees regularly travel to Israel to ensure that the funds sent from the UK are applied consistently with the charity's objectives. The charity does not undertake the projects directly themselves but provides funding for projects being undertaken by other organisations that have been pre-approved by the Trustees.

The total level of donations made to other charities totalled £483,364 (2019: £588,976).

Example of projects that were funded and the level of funding provided during the current year are:

- Embrace project - £132,732 - to provide funding for the Israel Defence Force to help with the well-being of soldiers as specified by their Commanders including lone soldiers, injured soldiers, including the observance of religious and national holidays.
- Reception of new applicants - £145,042. With the help of local volunteers UK Friends of AWIS helped to sponsor the organisation of the reception of 25,000 young recruits in Yarkon Park. This encouraged the new recruits to understand that their wellbeing will be supported by UK Friends of AWIS throughout their military service.
- Scholarships - £80,732 - which provides funding for underprivileged former Israeli soldiers to obtain higher education by covering the full cost of tuition at an accredited institution as well as related expenses such as textbooks.
- AWIS-Israel for various welfare projects - £124,857

Financial review

a. RESERVES POLICY

The charity had total funds of £461,163 as at 31 March 2020 (2019: £489,695). The charity's subsidiary undertaking, UK AWIS Trading Limited had equity shareholders' funds of £2 as at 31 March 2020 (2019: £2).

Donations received by the charity are applied for the purposes of the charity as soon as it is practicable. The charity retains sufficient reserve funds to meet expenses. No reserves are designated.

b. PRINCIPAL FUNDING

The charity is funded through donations received throughout the year. Expenditure during the year is mainly in relation to the annual dinner which is organised in order to raise money to meet the objectives of the charity.

Structure, governance and management

a. CONSTITUTION

The company and the group is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 12 October 2000.

The company's charity number is 1084272 and its registered company number is 04094203. The company is registered at the following address:

1st Floor Sackville House
143-149 Fenchurch Street
London
EC3M 6BL

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2020

b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The management of the company and the group is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

Trustees are appointed at the discretion of the acting trustees at the Annual General Meeting.

There is no set policy in place for the induction and training of new trustees and this is arranged as required.

c. PAY POLICY FOR SENIOR STAFF

All directors, who are also trustees of the charity, give their time freely and no director received remuneration in the period (2019: £Nil).

d. ORGANISATIONAL STRUCTURE AND DECISION MAKING

The charity holds a 100% shareholding in UK AWIS Trading Limited, whose principal activity is to support fundraising for the charity through its trading activities. There are no other members of the group.

The board of Trustees of a minimum of three members, administers the charity.

The Trustees who served during the year were as follows:

Z. C. Remez
P. A. Sussmann
J. E. Swidler
R. J. Kemp

The honorary president is E. Hellerstein.

The company's bankers are Bank Leumi (UK) plc, 20 Stratford Place, London, W1C 1BG.

The company's auditors are Wilder Coe Ltd, Chartered Accountants & Statutory Auditors, 1st Floor Sackville House, 143-149 Fenchurch Street, London, EC3M 6BL.

e. RELATED PARTY RELATIONSHIPS

The charity has a very close relationship with The Association for the Wellbeing of Israel's Soldiers in Israel, a charity registered and operating in Israel.

A summary of transactions with this party is set out in note 16 to the financial statements.

f. RISK MANAGEMENT

The Trustees have assessed the major risks to which the company and the group is exposed, in particular those related to the operations and finances of the company and the group, and are satisfied that systems and procedures are in place to mitigate the exposure to the major risks.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2020

Plans for future periods

a. FUTURE DEVELOPMENTS

The charity's plans for the future are consistent with the objectives identified within this report. The charity will continue to support and fund projects and activities in line with the objectives as the Trustees see fit.

It is the considered opinion of the Trustees that the impact of COVID 19 will have had a negligible impact on the financial results of the Charity for the year to 31 March 2020. However going forward they are concerned that for the year to 31 March 2021 there could be a marked decline in income arising from the necessity to abandon the annual fundraising dinner and to switch instead to a virtual online event. The effect of any reduction in income will be felt by the beneficiaries of the Charity's donations. Nevertheless, the Charity has sufficient reserves to lessen the impact and is well placed to continue with its work well into the future.

During the pandemic the Charity was obliged to temporarily close the London office and to request that the administrative staff continued to work from home. The Trustees would like to record their appreciation to the staff for the ability to carry out all necessary functions in difficult circumstances.

TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also directors of UK Friends Of The Association For The Wellbeing Of Israel's Soldiers for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable group will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2020

DISCLOSURE OF INFORMATION TO AUDITORS

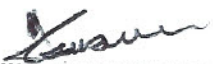
Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustees is aware, there is no relevant audit information (as defined by section 418(3) of the Companies Act 2006) of which the charitable group's auditors are unaware, and
- that Trustees has taken all the steps that ought to have been taken as Trustees in order to be aware of any information needed by the charitable group's auditors in connection with preparing their report and to establish that the charitable group's auditors are aware of that information.

AUDITORS

The auditors, Wilder Coe Ltd, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the Trustees, on27 January 2021..... and signed on their behalf by:


.....
P. A. Sussmann
Trustee

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS

OPINION

We have audited the financial statements of UK Friends of the Association for the Wellbeing of Israel's Soldiers (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 March 2020 which comprises the consolidated Statement of Financial Activities, Summary of Income and Expenditure Account, Consolidated and Company Balance Sheet, Consolidated Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. (United Kingdom Generally Accepted Accounting Practice)

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2020 and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS

OTHER INFORMATION

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, which includes the Directors' Report prepared for company law purposes, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Director's Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Act 2011 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Group Strategic Report.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UK FRIENDS OF THE ASSOCIATION FOR
THE WELLBEING OF ISRAEL'S SOLDIERS**

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement set out on page 6, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Saunders BA FCA (Senior Statutory Auditor)
for and on behalf of



Wilder Coe Ltd
Chartered Accountants & Statutory Auditors
1st Floor Sackville House
143-149 Fenchurch Street
London
EC3M 6BL
Date:29 January 2021....

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2020

	Note	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
INCOME FROM:				
Donations and legacies	4	739,121	739,121	810,501
Investments	5	98	98	-
TOTAL INCOME		739,219	739,219	810,501
EXPENDITURE ON:				
Raising funds	6	268,306	268,306	315,188
Charitable activities	8	499,445	499,445	609,878
TOTAL EXPENDITURE		767,751	767,751	925,066
NET MOVEMENT BEFORE OTHER RECOGNISED GAINS AND LOSSES		(28,532)	(28,532)	(114,565)
NET MOVEMENT IN FUNDS		(28,532)	(28,532)	(114,565)
RECONCILIATION OF FUNDS:				
Total funds brought forward	13	489,695	489,695	604,260
TOTAL FUNDS CARRIED FORWARD		461,163	461,163	489,695

The notes on pages 15 to 25 form part of these financial statements.

SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2020

	Note	Total funds 2020 £	Total funds 2019 £
GROSS INCOME IN THE REPORTING YEAR	13	739,219	810,501
Less: Total expenditure	13	767,751	925,066
NET INCOME FOR THE FINANCIAL YEAR		(28,532)	(114,565)

The notes on pages 15 to 25 form part of these financial statements.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 04094203

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2020

	Note	2020 £	2019 £
FIXED ASSETS			
Tangible fixed assets	9	-	-
CURRENT ASSETS			
Debtors	11	24,360	14,910
Cash at bank and in hand	15	454,664	493,300
		<u>479,024</u>	<u>508,210</u>
CREDITORS: amounts falling due within one year	12	(17,861)	(18,515)
NET CURRENT ASSETS		<u>461,163</u>	<u>489,695</u>
NET ASSETS		<u>461,163</u>	<u>489,695</u>
CHARITY FUNDS			
General funds	13	461,163	489,695
TOTAL FUNDS		<u>461,163</u>	<u>489,695</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 27 January 2021 and signed on their behalf by:



P. A. Sussmann
 Trustee

The notes on pages 15 to 25 form part of these financial statements.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 04094203

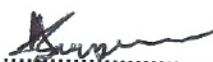
COMPANY BALANCE SHEET
AS AT 31 MARCH 2020

	Note	£	2020	£	£	2019	£
FIXED ASSETS							
Tangible fixed assets	9		-			-	
Investments	10		2			2	
			<u>2</u>			<u>2</u>	
CURRENT ASSETS							
Debtors	11	34,218			14,910		
Cash at bank and in hand		441,720			491,486		
		<u>475,938</u>			<u>506,396</u>		
CREDITORS: amounts falling due within one year	12	(14,777)			(16,703)		
NET CURRENT ASSETS			461,161			489,693	
NET ASSETS			<u>461,163</u>			<u>489,695</u>	
CHARITY FUNDS							
Unrestricted funds			461,163			489,695	
TOTAL FUNDS			<u>461,163</u>			<u>489,695</u>	

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 27 January 2021 and signed on their behalf by:



P. A. Sussmann
 Trustee

The notes on pages 15 to 25 form part of these financial statements.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
Net cash used in operating activities	14	(38,636)	<i>(86,001)</i>
Change in cash and cash equivalents in the year		(38,636)	<i>(86,001)</i>
Cash and cash equivalents brought forward		493,300	<i>579,301</i>
Cash and cash equivalents carried forward	15	454,664	<i>493,300</i>

The notes on pages 15 to 25 form part of these financial statements.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

UK Friends of the Association for the Wellbeing of Israel's Soldiers meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Statement of Financial Activities (SOFA) and Balance Sheet consolidate the financial statements of the company and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

No separate SOFA has been presented for the company alone as permitted by section 408 of the Companies Act 2006.

The SOFA of the company shows a net deficit of £28,532 (2019: £122,036) due to donations being made out of surplus funds from earlier years.

1.2 Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

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 company and which have not been designated for other purposes.

1.4 Income

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

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

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

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

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.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

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 company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

1.6 Tangible fixed assets and depreciation

All assets costing more than £100 are capitalised.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures & fittings	-	straight-line
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1.7 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

UK FRIENDS OF THE ASSOCIATION FOR THE WELLBEING OF ISRAEL'S SOLDIERS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES (continued)

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

1.9 Operating leases

Rentals under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the lease term.

1.10 Foreign currencies

The company's functional and presentational currency is British Pounds Sterling (GBP).

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the Balance Sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

1.11 Interest receivable

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

1.12 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.13 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES (continued)

1.14 Creditors and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.15 Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.16 Taxation

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

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NOTES TO THE FINANCIAL STATEMENTS
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2. STAFF COSTS

The average number of persons employed by the company during the year was as follows:

	2020	<i>2019</i>
Trustees	4	<i>5</i>
Administration	2	<i>2</i>
	<hr/> 6 <hr/>	<hr/> <i>7</i> <hr/>

Staff costs were as follows:

	2020	<i>2019</i>
	£	<i>£</i>
Wages and salaries	39,909	<i>57,000</i>
Social security costs	1,400	<i>2,540</i>
Employer's contribution to defined contribution pension scheme	1,389	<i>899</i>
	<hr/> 42,698 <hr/>	<hr/> <i>60,439</i> <hr/>

No employee received remuneration amounting to more than £60,000 in either year.

During the year, the honorary president, E. Hellerstein, received fees of £48,244 (*2019: £62,709*).

During the year, no Trustees received any remuneration, benefits in kind or reimbursement of expenses (*2019: £Nil*).

3. AUDITORS' REMUNERATION

	2020	<i>2019</i>
	£	<i>£</i>
Fees payable to the company's auditor for the audit of the company and group's annual accounts	6,120	<i>6,120</i>
Fees payable to the company's auditor and its associates in respect of:		
The auditing of accounts of associates of the company	3,084	<i>2,664</i>
Accountancy and payroll services	6,336	<i>6,912</i>
	<hr/> 6,336 <hr/>	<hr/> <i>6,912</i> <hr/>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

4. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Donations	719,121	719,121	810,501
Legacies	20,000	20,000	-
	<hr/>	<hr/>	<hr/>
Total donations and legacies	739,121	739,121	810,501
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

In 2019, of the total income from donations and legacies, £810,501 was to unrestricted funds and £Nil was to restricted funds.

5. INVESTMENT INCOME

	Unrestricted funds 2020 £	<i>Total funds 2019 £</i>
Interest receivable	98	-
	<hr/>	<hr/>

6. ANALYSIS OF EXPENDITURE ON FUNDRAISING ACTIVITIES

	Annual fundraising dinner £	Total funds 2020 £
Catering	54,392	54,392
Production costs	52,829	52,829
Printing	18,232	18,232
Hotels and travel	7,800	7,800
Consultancy	32,163	32,163
Support costs (note 7)	52,840	52,840
Governance costs (note 7)	50,050	50,050
	<hr/>	<hr/>
	268,306	268,306
	<hr/> <hr/>	<hr/> <hr/>

In 2019, of the total expenditure on fundraising activities, £315,188 was expenditure from unrestricted funds and £Nil was expenditure from restricted funds.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

7. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

	Support costs	Governance costs	Total funds 2020
	£	£	£
Auditors' remuneration	-	9,204	9,204
Accountancy	-	6,336	6,336
Legal and professional	6,000	1,052	7,052
General office expenses	14,084	14,084	28,168
Hotels and travel	12,715	-	12,715
Bank charges	1,284	-	1,284
Credit card charges	1,393	-	1,393
Insurance	427	-	427
Foreign exchange	(6,387)	-	(6,387)
Salaries, wages and associated costs	23,324	19,374	42,698
	52,840	50,050	102,890

8. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted funds 2020	Total funds 2020	<i>Total funds 2019</i>
	£	£	£
Charitable activities	499,445	499,445	<i>609,878</i>

In 2019, of the total expenditure on charitable activities, £609,878 was expenditure from unrestricted funds and £Nil was expenditure from restricted funds.

SUMMARY BY EXPENDITURE TYPE

	2020	2019
	£	£
Donations to The Association for the Wellbeing of Israel's Soldiers in Israel	402,632	<i>535,821</i>
Donations in respect of IMPACT scholarships	80,732	<i>53,155</i>
Consultancy fees	16,081	<i>20,902</i>
	499,445	<i>609,878</i>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

9. TANGIBLE FIXED ASSETS

Group	Fixtures & fittings £
Cost	
At 1 April 2019 and 31 March 2020	6,980
Depreciation	
At 1 April 2019 and 31 March 2020	6,980
Net book value	
At 31 March 2020	-
<i>At 31 March 2019</i>	-
Company	Fixtures & fittings £
Cost	
At 1 April 2019 and 31 March 2020	6,980
Depreciation	
At 1 April 2019 and 31 March 2020	6,980
Net book value	
At 31 March 2020	-
<i>At 31 March 2019</i>	-

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NOTES TO THE FINANCIAL STATEMENTS
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10. FIXED ASSET INVESTMENTS

Valuation

The unquoted investment represents a 100% holding in UK AWIS Trading Limited, a company registered in the United Kingdom, whose principal activity is to support fundraising for its parent company through its trading activities. The aggregate of the capital and reserves of the company as at 31 March 2020 was £2 (2019: £2). The company reported income in the year ended 31 March 2020 of £130,752 (2019: £141,767) and made a profit of £Nil (2019: £Nil). The company reported expenditure in the year ended 31 March 2020 of £127,165 (2019: £137,994) which directly contributed to the charitable parent company's annual fundraising dinner.

Company	Shares in group undertakings
Market value	£
At 1 April 2019 and 31 March 2020	2

11. DEBTORS

	Group		Company	
	2020	2019	2020	2019
	£	£	£	£
Due within one year				
Other debtors	413	-	10,271	-
Tax recoverable	23,947	14,910	23,947	14,910
	24,360	14,910	34,218	14,910

12. CREDITORS: Amounts falling due within one year

	Group		Company	
	2020	2019	2020	2019
	£	£	£	£
Other creditors	2,298	-	2,298	852
Accruals and deferred income	15,563	18,515	12,479	15,851
	17,861	18,515	14,777	16,703

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NOTES TO THE FINANCIAL STATEMENTS
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13. SUMMARY OF FUNDS

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
General funds	489,695	739,219	(767,751)	461,163

The funds retained at the end of the financial year reflects amounts received and earmarked for projects which had been identified but not yet commenced.

14. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	<u>Group</u>	
	2020 £	2019 £
Net expenditure for the year (as per Statement of Financial Activities)	(28,532)	(114,565)
Adjustment for:		
(Increase)/decrease in debtors	(9,450)	19,649
(Decrease)/increase in creditors	(654)	8,915
Net cash used in operating activities	(38,636)	(86,001)

15. ANALYSIS OF CASH AND CASH EQUIVALENTS

	<u>Group</u>	
	2020 £	2019 £
Cash in hand	454,664	493,300
	454,664	493,300

The cash amounts retained at the end of the financial year reflects funds received and earmarked for projects which had been identified but not yet commenced.

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NOTES TO THE FINANCIAL STATEMENTS
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16. RELATED PARTY TRANSACTIONS

The charity has a close relationship with LIBI Fund The Association for the Wellbeing of Israeli Soldiers in Israel, a charity registered and operating in Israel.

During the year to 31 March 2020 the company sent to LIBI Fund The Association for the Wellbeing of Israeli Soldiers donations amounting to £402,632 (2019: £535,821).

There were no terms and conditions attached to these amounts other than they must be used for the charitable purpose for which they were donated.

During the year to 31 March 2020 aggregate donations were received from trustees of £71,500 (2019: £500). There were no conditions attached to these amounts.

17. ULTIMATE CONTROLLING PARTY

As at 31 March 2020 and 31 March 2019, there was no single ultimate controlling party of the charity.

18. PRINCIPAL SUBSIDIARIES

UK AWIS Trading Limited

Subsidiary name	UK AWIS Trading Limited
Company registration number	04201043
Basis of control	Equity shareholding
Equity shareholding %	100%
Total assets as at 31 March 2020	£ 12,944
Total liabilities as at 31 March 2020	£ (12,942)
Total equity as at 31 March 2020	£ (2)
Turnover for the year ended 31 March 2020	£ 130,752
Expenditure for the year ended 31 March 2020	£ (130,752)
Result for the year ended 31 March 2020	£ -