

COMPANY REGISTRATION NUMBER: 07750075
CHARITY REGISTRATION NUMBER: 1144177

Keren Habinyan Limited
Company Limited by Guarantee
Unaudited Financial Statements
31 January 2021

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Keren Habinyan Limited
Company Limited by Guarantee
Financial Statements
Year ended 31 January 2021

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Keren Habinyan Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 January 2021

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 31 January 2021.

Reference and administrative details

Registered charity name Keren Habinyan Limited

Charity registration number 1144177

Company registration number 07750075

Principal office and registered office 171 Kyverdale Rd
London
N16 6PS

The trustees

S Weiss
I Kahan
M Rosenberg
Y S Gantz

(Appointed 5 October 2021)

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Keren Habinyan Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 January 2021

Structure, governance and management

Keren Habinyan Limited is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 23 August 2011 as a company and the company number is 07750075. It was registered as a charity on 07 October 2011 with a charity number 1144177.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mr I Kahan on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective capital spending. These risks are managed by the trustees researching all expenses thoroughly before spending.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Keren Habinyan Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 January 2021

Objectives and activities

The objects of the charity are the advancement of the Orthodox Jewish faith. In particular but not exclusively by building and managing a school in London to be used by the Orthodox Jewish community.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The charity received £60,000 in donations during the year and £900 was paid out in support costs. These payments were made in line with the stated objects of the charity.

During the year the charity paid out £60,000 for the development of the school, this has been capitalised.

There were no grants paid out during the reporting period.

There were no fundraising costs incurred in the reporting period.

There were no related party transactions in the reporting period.

There was an overall net income and net movement in funds for the year amounted to £59,100.

Keren Habinyan Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 January 2021

Financial review

The trustees feel that the activity and surplus reflects the increasing profile and standing within the local community. The impact for future year's expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

Reserves policy

The Trustees are satisfied that the balance of the Fund is at an acceptable level of reserves. We have noted that at present there is a net current liability, the trustees are of the opinion that this should not affect the charity long term.

The free reserves being the net current liabilities stand at £1,797 all of which is attributable to the unrestricted fund.

Coronavirus

The charity has not been materially affected by the coronavirus.

The trustees' annual report and the strategic report were approved on 25 November 2021 and signed on behalf of the board of trustees by:

I Kahan
Director

Keren Habinyan Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Keren Habinyan Limited

Year ended 31 January 2021

I report to the trustees on my examination of the financial statements of Keren Habinyan Limited ('the charity') for the year ended 31 January 2021.

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

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.

Mr Howard Schwalbe ACA

Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

25 November 2021

Keren Habinyan Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 January 2021

| | | 2021 | | 2020 |
|---|------|-------------------------|------------------|------------------|
| | Note | Unrestricted funds £ | Total funds £ | Total funds £ |
| Income and endowments | | | | |
| Donations and legacies | 5 | 60,000 | 60,000 | 18,100 |
| Total income | | <u>60,000</u> | <u>60,000</u> | <u>18,100</u> |
| Expenditure | | | | |
| Expenditure on charitable activities | 6,7 | 900 | 900 | 1,275 |
| Total expenditure | | <u>900</u> | <u>900</u> | <u>1,275</u> |
| Net income and net movement in funds | | <u>59,100</u> | <u>59,100</u> | <u>16,825</u> |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 936,831 | 936,831 | 920,006 |
| Total funds carried forward | | <u>995,931</u> | <u>995,931</u> | <u>936,831</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 8 to 14 form part of these financial statements.

Keren Habinyan Limited
Company Limited by Guarantee
Statement of Financial Position

31 January 2021

| | Note | 2021 £ | 2020 £ |
|--|------|----------------|----------------|
| Fixed assets | | | |
| Investments | 12 | 1,005,478 | 945,478 |
| Current assets | | | |
| Cash at bank and in hand | | 3 | 3 |
| Creditors: amounts falling due within one year | 13 | 1,800 | 900 |
| Net current liabilities | | <u>1,797</u> | <u>897</u> |
| Total assets less current liabilities | | 1,003,681 | 944,581 |
| Creditors: amounts falling due after more than one year | 14 | 7,750 | 7,750 |
| Net assets | | <u>995,931</u> | <u>936,831</u> |
| Funds of the charity | | | |
| Unrestricted funds | | 995,931 | 936,831 |
| Total charity funds | 15 | <u>995,931</u> | <u>936,831</u> |

For the year ending 31 January 2021 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 25 November 2021, and are signed on behalf of the board by:

I Kahan
 Director

The notes on pages 8 to 14 form part of these financial statements.

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 January 2021

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 171 Kyverdale Rd, London, N16 6PS.

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

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the valuation of fixed asset investments at the year end.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Keren Habinyan is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Donations | | | | |
| Donations | 60,000 | 60,000 | 18,100 | 18,100 |

6. Expenditure on charitable activities by fund type

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|---------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Support costs | 900 | 900 | 1,275 | 1,275 |

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

7. Expenditure on charitable activities by activity type

| | Support costs £ | Total funds 2021 £ | Total fund 2020 £ |
|------------------|--------------------|--------------------------|-------------------------|
| General office | – | – | 375 |
| Governance costs | 900 | 900 | 900 |
| | <u>900</u> | <u>900</u> | <u>1,275</u> |

8. Analysis of support costs

| | Analysis of support costs £ | Total 2021 £ | Total 2020 £ |
|------------------|-----------------------------------|-----------------|-----------------|
| General office | – | – | 375 |
| Governance costs | 900 | 900 | 900 |
| | <u>900</u> | <u>900</u> | <u>1,275</u> |

9. Independent examination fees

| | 2021 £ | 2020 £ |
|--|-----------|-----------|
| Fees payable to the independent examiner for: Independent examination of the financial statements | 900 | – |

10. Staff costs

The average head count of employees during the year was Nil (2019: Nil)

No employee received employee benefits of more than £60,000 during the year (2019: Nil)

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees. Nor were any expenses reimbursed by the charity.

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

12. Investments

| | Investment properties £ |
|---|--|
| Cost or valuation | |
| At 1 February 2020 | 945,478 |
| Additions | 60,000 |
| At 31 January 2021 | <u>1,005,478</u> |
| Impairment | |
| At 1 February 2020 and 31 January 2021 | |
| Carrying amount | |
| At 31 January 2021 | <u>1,005,478</u> |
| At 31 January 2020 | <u>945,478</u> |

All investments shown above are held at valuation.

Investment properties

The investment property is comprised of one wholly owned property. During the year there was an addition of £60,000. This was fees for preliminary building work.

Valuation of the property is at fair value. Where necessary the trustees have used an independent valuer to ascertain the value. The trustees confirm that during the year there was no movement in fair value other than the additions in the year.

13. Creditors: amounts falling due within one year

| | 2021 | 2020 |
|------------------------------|--------------|-------------|
| | £ | £ |
| Accruals and deferred income | <u>1,800</u> | <u>900</u> |

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

| | 2021 | 2020 |
|-----------------|--------------|--------------|
| | £ | £ |
| Other creditors | <u>7,750</u> | <u>7,750</u> |

This creditor represents rates owed to London Borough of Hackney.

Keren Habinyan Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

15. Analysis of charitable funds

Unrestricted funds

| | At 1 February 2 020 £ | Income £ | Expenditure £ | At 31 January 2 021 £ |
|---------------|--------------------------------|-------------|------------------|--------------------------------|
| General funds | 936,831 | 60,000 | (900) | 995,931 |

| | At 1 February 2 019 £ | Income £ | Expenditure £ | At 31 January 2 020 £ |
|---------------|--------------------------------|-------------|------------------|--------------------------------|
| General funds | 920,006 | 18,100 | (1,275) | 936,831 |

16. Analysis of net assets between funds

| | Unrestricted Funds £ | Total Funds 2021 £ |
|-------------------------------|----------------------------|--------------------------|
| Investments | 1,005,478 | 1,005,478 |
| Current assets | 3 | 3 |
| Creditors less than 1 year | (1,800) | (1,800) |
| Creditors greater than 1 year | (7,750) | (7,750) |
| Net assets | <u>995,931</u> | <u>995,931</u> |

| | Unrestricted Funds £ | Total Funds 2020 £ |
|-------------------------------|----------------------------|--------------------------|
| Investments | 945,478 | 945,478 |
| Current assets | 3 | 3 |
| Creditors less than 1 year | (900) | (900) |
| Creditors greater than 1 year | (7,750) | (7,750) |
| Net assets | <u>936,831</u> | <u>936,831</u> |

17. Taxation

Keren Habinyan Ltd is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.