

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2021
FOR
MERCAZ HATORAH NETZACH YISROEL**

Joseph Kahan Associates LLP
Chartered Accountants
923 Finchley Road
London
NW11 7PE

MERCAZ HATORAH NETZACH YISROEL
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Statement of Financial Position	5
Statement of Cash Flows	6
Notes to the Statement of Cash Flows	7
Notes to the Financial Statements	8 to 12
Detailed Statement of Financial Activities	13

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2021**

The trustees present their report with the financial statements of the charity for the year ended 31st December 2021. The trustees have adopted the provisions of 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) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives are as follows:-

To advance the orthodox jewish faith in such ways as the Charity Trustees think fit, including by awarding scholarships, maintenance allowances or grants to students to enable them to pursue further studies at an Institute of Advanced Jewish Studies.

Public benefit

The trustees have considered the Charity Commission's general guidance on public benefit in deciding what activities the charity should undertake.

As stated on the 'Objectives and Activities' section, the charity provides education and supports poverty and illness amongst members of the Jewish faith.

The trustee consider that the activities explained above, satisfy the public benefit requirement.

ACHIEVEMENT AND PERFORMANCE

The consequences of the Covid-19 outbreak have adversely affected the National economy however our supporters have rallied around to ensure that the charity was not adversely affected by the pandemic and their efforts have been successful. In addition the pandemic is not expected to affect the charity's ability to continue as a going concern for the next twelve months but a small reduction in donations is viewed as being inevitable.

FINANCIAL REVIEW

The statement of financial activities show net incoming resources for the year of a revenue nature of £976,473 (2020 - £991,052) and net realised outgoing resources of £965,913 (2020 - £989,128) resulting in a surplus of £10,560 (2020 - surplus of £1,924). The total reserves at the year end are £15,341 (2020 - £4,781).

FUTURE PLANS

The need for our services is increasing and we plan to continue doing what we can to assist. However, the trustees realise that we must use the resources we have wisely and so we will continue to target those problems where we have expertise to make the most difference. We therefore intend to continue our approach of education and training with further projects to build on the previous ones.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Organisational structure

The trust is an unincorporated trust, constituted under a Trust Deed dated 1 September 2014 as amended by deed dated 2 April 2015. The trustees are appointed by the Board of Trustees, who would normally appoint new trustees to fill vacancies arising through resignation or death of an existing trustee. At the Trustees' meeting, the trustees agree the broad strategy and areas of activity for the trust, including consideration of risk management policies and performance.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1161222

Principal address

81 Leaside Crescent
London
NW11 0JL

MERCAZ HATORAH NETZACH YISROEL
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2021

Trustees

D Markovic
M Strom
Mrs. C P Spitzer
J Cope

Independent Examiner

Akiva Kahan FCA
ICAEW
Joseph Kahan Associates LLP
Chartered Accountants
923 Finchley Road
London
NW11 7PE

Approved by order of the board of trustees on 31st October 2022 and signed on its behalf by:

M Strom - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
MERCAZ HATORAH NETZACH YISROEL**

Independent examiner's report to the trustees of Mercaz Hatorah Netzach Yisroel

I report to the charity trustees on my examination of the accounts of Mercaz Hatorah Netzach Yisroel (the Trust) for the year ended 31st December 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW which is one of the listed bodies.

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

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

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

Akiva Kahan FCA
ICAEW
Joseph Kahan Associates LLP
Chartered Accountants
923 Finchley Road
London
NW11 7PE

Date:October 2022

MERCAZ HATORAH NETZACH YISROEL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	976,473	991,052
EXPENDITURE ON			
Raising funds	3	3,806	22,725
Charitable activities	4		
Advertising		-	6,596
Student Grants		962,107	955,893
Administrative expenses		-	568
Accountancy		-	700
Study books and reference materials		-	2,646
Total		965,913	989,128
NET INCOME		10,560	1,924
RECONCILIATION OF FUNDS			
Total funds brought forward		4,781	2,857
TOTAL FUNDS CARRIED FORWARD		15,341	4,781

The notes form part of these financial statements

MERCAZ HATORAH NETZACH YISROEL

STATEMENT OF FINANCIAL POSITION
31ST DECEMBER 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
CURRENT ASSETS			
Cash at bank		16,041	5,481
CREDITORS			
Amounts falling due within one year	9	(700)	(700)
NET CURRENT ASSETS		<u>15,341</u>	<u>4,781</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		15,341	4,781
NET ASSETS		<u>15,341</u>	<u>4,781</u>
FUNDS			
Unrestricted funds	10	<u>15,341</u>	<u>4,781</u>
TOTAL FUNDS		<u>15,341</u>	<u>4,781</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 31st October 2022 and were signed on its behalf by:

M Strom - Trustee

The notes form part of these financial statements

MERCAZ HATORAH NETZACH YISROEL

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>10,560</u>	<u>1,924</u>
Net cash provided by operating activities		<u>10,560</u>	<u>1,924</u>
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		10,560	1,924
Cash and cash equivalents at the beginning of the reporting period		<u>5,481</u>	<u>3,557</u>
Cash and cash equivalents at the end of the reporting period		<u>16,041</u>	<u>5,481</u>

The notes form part of these financial statements

MERCAZ HATORAH NETZACH YISROEL

NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES		
	2021	2020
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	10,560	1,924
Adjustments for:		
Net cash provided by operations	<u>10,560</u>	<u>1,924</u>

2. ANALYSIS OF CHANGES IN NET FUNDS			
	At 1/1/21	Cash flow	At 31/12/21
	£	£	£
Net cash			
Cash at bank	5,481	10,560	16,041
	<u>5,481</u>	<u>10,560</u>	<u>16,041</u>
Total	<u>5,481</u>	<u>10,560</u>	<u>16,041</u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	976,473	991,052
	<u>976,473</u>	<u>991,052</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021**

3. RAISING FUNDS**Raising donations and legacies**

	2021	2020
	£	£
Fund raising events	3,806	22,725
	<u> </u>	<u> </u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Student Grants	7,557	953,845	705	962,107
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

5. GRANTS PAYABLE

	2021	2020
	£	£
Student Grants	953,845	955,893
	<u> </u>	<u> </u>

6. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Student Grants	5	700	705
	<u> </u>	<u> </u>	<u> </u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2021 nor for the year ended 31st December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st December 2021 nor for the year ended 31st December 2020.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	991,052
	<u> </u>
EXPENDITURE ON	
Raising funds	22,725
Charitable activities	
Advertising	6,596
Student Grants	955,893
Administrative expenses	568

MERCAZ HATORAH NETZACH YISROEL

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £
Accountancy	700
Study books and reference materials	2,646
Total	<u>989,128</u>

NET INCOME 1,924

RECONCILIATION OF FUNDS

Total funds brought forward 2,857

TOTAL FUNDS CARRIED FORWARD 4,781

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	700	700
	<u>700</u>	<u>700</u>

10. MOVEMENT IN FUNDS

	At 1/1/21	Net movement in funds	At 31/12/21
	£	£	£
Unrestricted funds			
General fund	4,781	10,560	15,341
	<u>4,781</u>	<u>10,560</u>	<u>15,341</u>
TOTAL FUNDS	<u>4,781</u>	<u>10,560</u>	<u>15,341</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	976,473	(965,913)	10,560
	<u>976,473</u>	<u>(965,913)</u>	<u>10,560</u>
TOTAL FUNDS	<u>976,473</u>	<u>(965,913)</u>	<u>10,560</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

10. MOVEMENT IN FUNDS - continued**Comparatives for movement in funds**

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	2,857	1,924	4,781
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>2,857</u>	<u>1,924</u>	<u>4,781</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	991,052	(989,128)	1,924
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>991,052</u>	<u>(989,128)</u>	<u>1,924</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/20 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	2,857	12,484	15,341
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>2,857</u>	<u>12,484</u>	<u>15,341</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,967,525	(1,955,041)	12,484
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>1,967,525</u>	<u>(1,955,041)</u>	<u>12,484</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st December 2021.

MERCAZ HATORAH NETZACH YISROEL

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	976,473	991,052
Total incoming resources	976,473	991,052
EXPENDITURE		
Raising donations and legacies		
Fund raising events	3,806	22,725
Charitable activities		
Postage and stationery	1,195	568
Advertising	2,942	6,596
Study books and reference materials	2,754	2,646
Travel Costs	666	-
Student grants	953,845	955,893
	961,402	965,703
Support costs		
Finance		
Bank charges	5	-
Governance costs		
Accountancy and legal fees	700	700
Total resources expended	965,913	989,128
Net income	10,560	1,924

This page does not form part of the statutory financial statements