

COMPANY REGISTRATION NUMBER: 11191139
CHARITY REGISTRATION NUMBER: 1178980

Zichron Reuven Aharon Limited
Company Limited by Guarantee
Unaudited Financial Statements
28 February 2023

HAFFNER HOFF LTD

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

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Financial Statements

Year ended 28 February 2023

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Zichron Reuven Aharon Limited

Company Limited by Guarantee

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

Year ended 28 February 2023

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 28 February 2023.

Reference and administrative details

Registered charity name Zichron Reuven Aharon Limited

Charity registration number 1178980

Company registration number 11191139

Principal office and registered office 50 Wolmer Gardens
Edgware
Middlesex
HA8 8QD

The trustees G Rokach
S M Rokach
M Royde

Accountants Haffner Hoff Ltd
Accountants
2nd Floor - Parkgates
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Manchester
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Zichron Reuven Aharon Limited

Company Limited by Guarantee

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

Year ended 28 February 2023

Structure, governance and management

Zichron Reuven Aharon Limited is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 06 February 2018 as a company and the company number is 1191139. It was registered as a charity on 28 June 2018 with a charity number 1178980.

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 S Rokach 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 grant making or mismanagement of the Synagogue. These risks are managed by the trustees researching potential beneficiaries before granting donations as well as having a management team dedicated to the smooth running of the Synagogue.

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

Zichron Reuven Aharon Limited

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

Year ended 28 February 2023

Objectives and activities

The objects of the charity are the advancement of the orthodox Jewish faith, in particular but not exclusively, by establishing, maintaining and managing a Synagogue in Edgware as a place of worship for public prayer and religious study and by providing for the religious needs, spiritual education, pastoral needs and welfare of its members and of the members of the local 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.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to institutions.

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.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

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

Year ended 28 February 2023

Achievements and performance

The charity received £54,155 in donations during the year and £24,955 was paid out in synagogue expenses and support costs. These payments were made in line with the stated objects of the charity.

Included within fixed asset additions are payments for refurbishments to the Synagogue as well as the deposit monies for the purchase of the Synagogue amounting to £65,000. The Synagogue building was purchased by the Federation of Synagogues as part of an arrangement between the two charities whereby the building is owned by the Federation of Synagogues.

The charity incurred governance costs comprising professional fees during the year.

There were no investments made during the year.

There were no grants made during the year.

There were no material fundraising costs during the year.

Related party transactions are disclosed in the notes to the accounts.

There was an overall net income in funds for the year amounting to £29,200: £19,554 which is attributable to unrestricted funds and £9,646 of which is attributable to restricted funds.

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 Unrestricted Fund represents the unrestricted funds arising from past operating results. The Trust is currently distributing all its income and intends to make up the deficit in net current liabilities through its fundraising efforts in the following year.

The Trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against Synagogue expenditure and will aim in future to have more reserves in hand for any eventuality.

The Unrestricted Fund is in deficit and the trustees consider this to be acceptable as they are confident that the shortfall will be made up through fundraising in future periods.

The free reserves of the charity, being the net current liabilities of the charity, amounted to a deficit of £43,879, of which £9,646 of funds are restricted which leaves a deficit of free unrestricted reserves of £53,525.

Zichron Reuven Aharon Limited

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

Year ended 28 February 2023

The trustees' annual report and the strategic report were approved on 22 November 2023 and signed on behalf of the board of trustees by:

S M Rokach
Trustee

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 28 February 2023

			2023		2022
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	44,155	10,000	54,155	11,751
Total income		<u>44,155</u>	<u>10,000</u>	<u>54,155</u>	<u>11,751</u>
Expenditure					
Expenditure on charitable activities	6,7	24,601	354	24,955	14,493
Total expenditure		<u>24,601</u>	<u>354</u>	<u>24,955</u>	<u>14,493</u>
Net income/(expenditure) and net movement in funds		<u>19,554</u>	<u>9,646</u>	<u>29,200</u>	<u>(2,742)</u>
Reconciliation of funds					
Total funds brought forward		1,771	—	1,771	4,513
Total funds carried forward		<u>21,325</u>	<u>9,646</u>	<u>30,971</u>	<u>1,771</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 15 form part of these financial statements.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Statement of Financial Position

28 February 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	12	74,850	–
Current assets			
Cash at bank and in hand		16,780	2,371
Creditors: amounts falling due within one year	13	60,659	600
Net current liabilities		(43,879)	1,771
Total assets less current liabilities		30,971	1,771
Net assets		<u>30,971</u>	<u>1,771</u>
Funds of the charity			
Restricted funds		9,646	–
Unrestricted funds		21,325	1,771
Total charity funds	14	<u>30,971</u>	<u>1,771</u>

For the year ending 28 February 2023 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 22 November 2023, and are signed on behalf of the board by:

S M Rokach
Trustee

The notes on pages 8 to 15 form part of these financial statements.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 28 February 2023

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 50 Wolmer Gardens, Edgware, Middlesex, HA8 8QD.

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 has net current liabilities.

The trustees acknowledge the above and are confident that the charity will be able to continue for the foreseeable future as they have obtained assurances from the loan creditor that he will not call in his loan to the detriment of the cash flow of the charity. Furthermore, the trustees are committed to raising funds to ensure the charity is able to repay its creditors as they fall due for repayment.

It is appropriate therefore for the financial statements to be prepared on a going concern basis.

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.

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.

Zichron Reuven Aharon Limited

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Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

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.

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.

Zichron Reuven Aharon Limited

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Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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.

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.

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.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

Zichron Reuven Aharon Limited 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 £	Restricted Funds £	Total Funds 2023 £
Donations			
Donations	17,784	–	17,784
Grants			
Mains Grant	–	10,000	10,000
Subscriptions			
Subscriptions	26,371	–	26,371
	<u>44,155</u>	<u>10,000</u>	<u>54,155</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	6,051	–	6,051
Grants			
Mains Grant	–	–	–

Zichron Reuven Aharon Limited

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Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Subscriptions			
Subscriptions	5,700	—	5,700
	<u>11,751</u>	<u>—</u>	<u>11,751</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Synagogue expenses	23,874	354	24,228
Support costs	727	—	727
	<u>24,601</u>	<u>354</u>	<u>24,955</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Synagogue expenses	13,647	—	13,647
Support costs	846	—	846
	<u>14,493</u>	<u>—</u>	<u>14,493</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Synagogue expenses	24,228	67	24,295	13,647
Governance costs	—	660	660	846
	<u>24,228</u>	<u>727</u>	<u>24,955</u>	<u>14,493</u>

8. Analysis of support costs

	Analysis of support costs £	Total 2023 £	Total 2022 £
Governance costs	727	727	846

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Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

9. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	660	—

10. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: 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.

12. Tangible fixed assets

	Freehold property £
Cost	
At 1 March 2022	—
Additions	74,850
At 28 February 2023	74,850
Depreciation	
At 1 March 2022 and 28 February 2023	—
Carrying amount	
At 28 February 2023	74,850
At 28 February 2022	—

13. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	660	600
Other creditors	59,999	—
	60,659	600

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Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

14. Analysis of charitable funds

Unrestricted funds

	At 01 Mar 2022	Income	Expenditure	At 28 Feb 2023
	£	£	£	£
General funds	1,771	44,155	(24,601)	21,325

	At 01 Mar 2021	Income	Expenditure	At 28 Feb 2022
	£	£	£	£
General funds	4,513	11,751	(14,493)	1,771

Restricted funds

	At 01 Mar 2022	Income	Expenditure	At 28 Feb 2023
	£	£	£	£
Restricted fund - grants receivable	–	10,000	(354)	9,646

	At 01 Mar 2021	Income	Expenditure	At 28 Feb 2022
	£	£	£	£
Restricted fund - grants receivable	–	–	–	–

15. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2023
	£	£	£
Tangible fixed assets	74,850	–	74,850
Current assets	7,134	9,646	16,780
Creditors less than 1 year	(60,659)	–	(60,659)
Net assets	21,325	9,646	30,971

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Tangible fixed assets	–	–	–
Current assets	2,371	–	2,371
Creditors less than 1 year	(600)	–	(600)
Net assets	1,771	–	1,771

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Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

16. Related parties

Mr M Royde is a trustee of Zichron Reuven Ahron limited, during the year, Mr Royde donated £645 to the charity.

17. Taxation

Zichron Reuven Aharon Limited 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.