

Charity Registration No. 1088948

Company Registration No. 04213211 (England and Wales)

SAFEWARD LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

SAFEWARD LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Zolty Mrs J Sakhnowsky
Charity number	1088948
Company number	04213211
Principal address	c/o Andre Zolty - Attorney Avenue de Champel 8C 1206 Geneva SWITZERLAND
Registered office	6th Floor Cardinal House 20 St Marys Parsonage Manchester M2 3LG
Accountants	Lopian Gross Barnett & Co 6th Floor Cardinal House 20 St Mary's Parsonage Manchester M3 2LG

SAFEWARD LIMITED

CONTENTS

	Page
Trustees' And Directors' report	1 - 2
Accountants' report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 10

SAFEGUARD LIMITED

TRUSTEES' AND DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2018

The Trustees, who are also directors of the charity for the purpose of the Companies Act 2006, present their report and accounts for the year ended 31 March 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 and the Charities SORP FRS 102.

Objectives and activities

The charity has general charitable objects and its principal activity is grantmaking, which focuses on the advancement of education and the relief of poverty.

The policy adopted in furtherance of these objects is to distribute the funds as and when the trustees see fit to charitable causes which advance education and relieve poverty and there has been no change in this during the year.

The charity made grants which advance education and relieve poverty totalling £1,296,639 (2017 - £806,563) during the period in furtherance of its charitable objects, for the public benefit.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

None of the Trustees have any beneficial interest in the charity. All the trustees of the charity are the only members of the charity. The members have guaranteed to contribute £1 in the event of a winding up.

Achievements and performance

The charity is satisfied with its overall achievements and performance during the year.

A list of grants made is set out in note 3 of the accounts.

Financial review

The reserves held at 31st March 2018 show a surplus of £576,218 (2017 - £1,262,599).

Under the Memorandum and Articles of Association, the charity has the power to make any investment which the trustees see fit.

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is constituted as a company limited by guarantee, and is therefore governed by its Memorandum and Articles of Association. The charity adopted revised Memorandum and Articles of Association by written special resolution dated 30 November 2017, to update the charity's governance structure and processes in light of changes to the law and best practice.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A Zolty

Mrs J Sakhnowsky

SAFEWARD LIMITED

TRUSTEES' AND DIRECTORS' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2018

Mr Zolty, as founding trustee, has the power under the Articles of Association to appoint such additional trustees as he considers fit.

As part of the governance review, a decision was taken to appoint a third trustee. It is anticipated that this will take place in 2019.

None of the Trustees has any beneficial interest in the charity. All of the Trustees are automatically company law members of the charity and guarantee to contribute £1 in the event of a winding up.

Mr A. Zolty manages the day to day operations of the charity, including dealing with the financial affairs of the charity.

The income and property of the charity, whensoever derived, is applied solely towards the promotion of the objects of the charity as specified in the Memorandum and Articles of Association.

Public benefit

The charity delivers public benefit through its grant making activity. The Trustees have complied with their duty in Section 17 of the Charities Act 2011 to have due regard to the guidance published by the Charity Commission.

The Trustees' and Directors' report was approved by the Board of Trustees.

.....
Mr A Zolty

Trustee

Dated: 19/12/2018

SAFEWARD LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF SAFEWARD LIMITED FOR THE YEAR ENDED 31 MARCH 2018


In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Safeward Limited for the year ended 31 March 2018, which comprise the Statement of Financial Activities and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>

This report is made to the charity's Trustees, as a body, in accordance with the terms of our engagement letter dated 12 December 2018. Our work has been undertaken solely to prepare for your approval the financial statements of Safeward Limited and state those matters that we have agreed to state to the charity's Trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Safeward Limited and the charity's Trustees as a body, for our work or for this report.

It is your duty to ensure that Safeward Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and deficit of Safeward Limited. You consider that Safeward Limited is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of Safeward Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Lopian Gross Barnett & Co

22/01/2019

Chartered Accountants

6th Floor Cardinal House
20 St Mary's Parsonage
Manchester
M3 2LG

SAFEWARD LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	2017 £
<u>Income from:</u>			
Loan/interest write off		629,340	-
<u>Expenditure on:</u>			
Charitable activities	2	1,296,639	806,563
Other	6	19,082	5,710
Total resources expended		1,315,721	812,273
Net expenditure for the year/ Net movement in funds		(686,381)	(812,273)
Fund balances at 1 April 2017		1,262,599	2,074,872
Fund balances at 31 March 2018		576,218	1,262,599

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

SAFEWARD LIMITED

BALANCE SHEET

AS AT 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Investments	7		2		2
Current assets					
Cash at bank and in hand		579,516		1,901,536	
Creditors: amounts falling due within one year	9	(3,300)		(638,939)	
Net current assets			576,216		1,262,597
Total assets less current liabilities			576,218		1,262,599
Income funds					
Unrestricted funds			576,218		1,262,599
			576,218		1,262,599

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2018. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The Trustees acknowledges her responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the Trustees on

19/12/2018

Mr A Zolty
Trustee

Company Registration No. 04213211

SAFEGUARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

Charity information

Safeguard Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 6th Floor, Cardinal House, 20 St Marys Parsonage, Manchester, M2 3LG.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Memorandum and Articles of Association dated 9th May 2001, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

SAFEGUARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

(Continued)

Other resources expended includes loan interest payable on the investment property owned by the charity utilised for raising rental income and break costs incurred on the bank loan.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Funds structure

All funds held are unrestricted income funds as no restrictions have been made to these funds.

2 Charitable activities

	2018 £	2017 £
Grant funding of activities (see note 3)	1,296,639	806,563

SAFEWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

3 Grants payable

	2018 £	2017 £
Grants to institutions:		
Asociacion Civil Perspectivas Bet Midrash	178,289	212,343
Asser Bishvil Foundation	300,000	200,000
British Friends of Rinat Aharon	108,100	200,000
Heifetz Trust	-	122,200
Jerusalem Institute	9,700	10,850
Pressgate Ltd	-	2,410
Shaarey Yosher Jerusalem	211,300	-
Starcharm Ltd	-	2,410
Beer Yaakov Yeshiva Trust	-	19,000
Yeshya Adler	37,850	37,350
The Society of Friends of the Torah	200,000	-
Yad Eliezer Trust	200,000	-
Better World	11,600	-
Chevras Mooz Lad	20,800	-
Trustee of the B	19,000	-
	<u>1,296,639</u>	<u>806,563</u>

Grants payable are made for education and the relief of poverty, 21 donations (2017 - 15 donations) were made in the year ended 31 March 2018 totalling £1,296,639 (2017 - £806,563) for educational purposes and the relief of poverty. Further grants were paid in the following year to other charitable concerns, which also dealt with educational needs and the relief of poverty.

4 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year, nor were any expenses reimbursed.

5 Employees

There were no employees during the year.

SAFEWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

6 Other

	2018	2017
	£	£
Legal and professional fees	10,245	604
Audit fees	6,000	4,800
Bank charges	549	330
Difference in currency	4,988	(24)
	<u>19,082</u>	<u>5,710</u>

7 Fixed asset investments

	Other investments
Cost or valuation	
At 1 April 2016 & 31 March 2017	2
Carrying amount	
At 31 March 2018	2
At 31 March 2017	2

	Notes	2018	2017
		£	£
Other investments comprise:			
Investments in subsidiaries		<u>2</u>	<u>2</u>

8 Financial instruments

	2018	2017
	£	£
Carrying amount of financial liabilities		
Measured at amortised cost	<u>3,300</u>	<u>638,939</u>

SAFEWARD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2018

9 Creditors: amounts falling due within one year

	2018 £	2017 £
Other creditors	-	131,699
Accruals and deferred income	3,300	507,240
	<u>3,300</u>	<u>638,939</u>

10 Related party transactions

During the year Mr A Zolty abandoned his claim of £629,340 in respect of loan/interest owed from Safeward Limited.