

CHARITY REGISTRATION NUMBER: 1153187

**Friends of Beis Chinuch Lebonos Trust**  
**Financial Statements**  
**31 May 2018**

**GERALD KREDITOR & CO.**

Chartered accountants & statutory auditor  
Hallswelle House  
1 Hallswelle Road  
London  
NW11 0DH

# **Friends of Beis Chinuch Lebonos Trust**

## **Financial Statements**

**Year ended 31 May 2018**

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# **Friends of Beis Chinuch Lebonos Trust**

## **Trustees' Annual Report**

### **Year ended 31 May 2018**

The trustees present their report and the financial statements of the charity for the year ended 31 May 2018.

#### **Reference and administrative details**

**Registered charity name** Friends of Beis Chinuch Lebonos Trust

**Charity registration number** 1153187

**Principal office** Flat 9 Davis Court  
Saw Mill Way  
London  
N16 6AG

#### **The trustees**

L Hoffman  
C Lieber  
E Bard

**Auditor** Gerald Kreditor & Co.  
Chartered accountants & statutory auditor  
Hallswelle House  
1 Hallswelle Road  
London  
NW11 0DH

#### **Structure, governance and management**

##### **Structure**

The charity was established by a trust deed dated 19 May 2013.

##### **Governance**

The charity is managed by the trustees.

##### **Recruitment and Training**

Trustees are appointed by the board of trustees. The trustees periodically evaluate possible training requirements to best suit the charity's objectives.

# **Friends of Beis Chinuch Lebonos Trust**

## **Trustees' Annual Report** *(continued)*

**Year ended 31 May 2018**

### **Objectives and activities**

#### **Objectives**

The primary objectives of the charity is to support the Beis Chinuch Lebonos School, and the relief of poverty, hardship and distress amongst residents of the UK and the world and advancement of the Orthodox Jewish education. The school provides an education to children of two and a half years of age onwards.

#### **Activities**

The activities of the charity are to receive charitable donations to be applied towards the charity's stated objectives.

#### **Public benefit**

The trustees confirm that they have referred to the general guidance issued by the Charity Commission with specific regard to public benefit when considering the aims and objectives of the charity.

#### **Risk Management**

The trustees review the risks under which the charity operates and have established policies so as to minimise such perceived risks.

The principal risks considered by the trustees relate to financial risk. This risk is managed by depositing funds with a major UK clearing bank, and ensuring that the charity has sufficient funding to meet foreseeable perceived outgoings.

### **Achievements and performance**

The charity received its income by way of by voluntary donations. During the period the charity has received charitable donations amounting to approximately £3.7m, most of which have been applied for charitable purposes leaving the remainder to accumulate within charitable funds. A balance of £58,778 remains deposited in the charity's bank account at the balance sheet date to be applied for further charitable grants.

### **Financial review**

The trustees are satisfied that the charity has achieved its stated objectives during the financial year and are well placed to ensure the continuing performance of the charity in the forthcoming year.

During the year the charity issued charitable grants amounting to approximately £3.7m, a little below but broadly similar to that for the previous year, and the trustees are satisfied that the charity has adequately maintained its charitable objectives for the year.

The trustees plan for the charity to continue its charitable activities in the similar means to the current financial year.

### **Plans for future periods**

The trustees plan for the charity to continue develop the charity in order to provide ongoing support for the school and other charitable causes.

# **Friends of Beis Chinuch Lebonos Trust**

## **Trustees' Annual Report *(continued)***

**Year ended 31 May 2018**

### **Trustees' responsibilities statement**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 24 October 2018 and signed on behalf of the board of trustees by:

E Bard  
Trustee

# **Friends of Beis Chinuch Lebonos Trust**

## **Independent Auditor's Report to the Members of Friends of Beis Chinuch Lebonos Trust**

**Year ended 31 May 2018**

### **Opinion**

We have audited the financial statements of Friends of Beis Chinuch Lebonos Trust (the 'charity') for the year ended 31 May 2018 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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 FRS 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 charity's affairs as at 31 May 2018 and of its 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;
- have been prepared in accordance with the requirements of 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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 charity'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.

# **Friends of Beis Chinuch Lebonos Trust**

## **Independent Auditor's Report to the Members of Friends of Beis Chinuch Lebonos Trust (continued)**

**Year ended 31 May 2018**

### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charity 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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

# **Friends of Beis Chinuch Lebonos Trust**

## **Independent Auditor's Report to the Members of Friends of Beis Chinuch Lebonos Trust (continued)**

**Year ended 31 May 2018**

### **Auditor's 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 auditor's 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

# **Friends of Beis Chinuch Lebonos Trust**

## **Independent Auditor's Report to the Members of Friends of Beis Chinuch Lebonos Trust *(continued)***

**Year ended 31 May 2018**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **Use of our report**

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Hallswelle House  
1 Hallswelle Road  
London  
NW11 0DH

24 October 2018

Gerald Kreditor & Co.  
Chartered accountants & statutory auditor

# Friends of Beis Chinuch Lebonos Trust

## Statement of Financial Activities

Year ended 31 May 2018

		2018	2017
		Unrestricted funds	Total funds
	Note	£	£
<b>Income and endowments</b>			
Donations and legacies	4	3,764,948	3,764,774
		AAAAAAAAAAAA	AAAAAAAAAAAA
<b>Total income</b>		3,764,948	3,764,774
		TTTTTTTTTTTT	TTTTTTTTTTTT
<b>Expenditure</b>			
Expenditure on charitable activities	5,6	3,761,763	3,816,015
		AAAAAAAAAAAA	AAAAAAAAAAAA
<b>Total expenditure</b>		3,761,763	3,816,015
		TTTTTTTTTTTT	TTTTTTTTTTTT
		AAAAAAAAAAAA	AAAAAAAAAAAA
<b>Net income/(expenditure) and net movement in funds</b>		3,185	(51,241)
		TTTTTTTTTTTT	TTTTTTTTTTTT
<b>Reconciliation of funds</b>			
Total funds brought forward		51,753	102,994
		AAAAAAAAAAAA	AAAAAAAAAAAA
<b>Total funds carried forward</b>		54,938	51,753
		TTTTTTTTTTTT	TTTTTTTTTTTT

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 11 to 15 form part of these financial statements.

# Friends of Beis Chinuch Lebonos Trust

## Statement of Financial Position

31 May 2018

	Note	2018 £	£	2017 £
<b>Current assets</b>				
Cash at bank and in hand		58,778		55,593
<b>Creditors: amounts falling due within one year</b>	<b>9</b>	<b>3,840</b> AAAAAAA		3,840 AAAAAAA
<b>Net current assets</b>			<b>54,938</b> AAAAAAA	51,753 AAAAAAA
<b>Total assets less current liabilities</b>			<b>54,938</b> AAAAAAA	51,753 AAAAAAA
<b>Net assets</b>			<b>54,938</b> TTTTTTT	51,753 TTTTTTT
<b>Funds of the charity</b>				
Unrestricted funds			<b>54,938</b> AAAAAAA	51,753 AAAAAAA
<b>Total charity funds</b>	<b>10</b>		<b>54,938</b> TTTTTTT	51,753 TTTTTTT

These financial statements were approved by the board of trustees and authorised for issue on 24 October 2018, and are signed on behalf of the board by:

E Bard  
Trustee

The notes on pages 11 to 15 form part of these financial statements.

# Friends of Beis Chinuch Lebonos Trust

## Statement of Cash Flows

Year ended 31 May 2018

	2018 £	2017 £
<b>Cash flows from operating activities</b>		
Net income/(expenditure)	<b>3,185</b>	(51,241)
<i>Adjustments for:</i>		
	AAAAAA	AAAAAA
Cash generated from operations	<b>3,185</b>	(51,241)
	AAAAAA	AAAAAA
Net cash from/(used in) operating activities	<b>3,185</b>	(51,241)
	TTTTTT	TTTTTT
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>3,185</b>	(51,241)
<b>Cash and cash equivalents at beginning of year</b>	<b>55,593</b>	106,834
	AAAAAA	AAAAAA
<b>Cash and cash equivalents at end of year</b>	<b>58,778</b>	55,593
	TTTTTT	TTTTTT

The notes on pages 11 to 15 form part of these financial statements.

# **Friends of Beis Chinuch Lebonos Trust**

## **Notes to the Financial Statements**

**Year ended 31 May 2018**

### **1. General information**

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Flat 9 Davis Court, Saw Mill Way, London, N16 6AG.

### **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 Charities Act 2011.

### **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 requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### **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.

# **Friends of Beis Chinuch Lebonos Trust**

## **Notes to the Financial Statements** *(continued)*

**Year ended 31 May 2018**

### **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.

#### **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.

# Friends of Beis Chinuch Lebonos Trust

## Notes to the Financial Statements *(continued)*

Year ended 31 May 2018

### 3. Accounting policies *(continued)*

#### Financial instruments *(continued)*

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.

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. Donations and legacies

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
<b>Donations</b>				
Donations received	3,764,948 	3,764,948 	3,764,774 	3,764,774 

### 5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Donations paid	3,757,923	3,757,923	3,772,374	3,772,374
Support costs	3,840 AAAAAAAAA	3,840 AAAAAAAAA	43,641 AAAAAAAAA	43,641 AAAAAAAAA
	3,761,763 	3,761,763 	3,816,015 	3,816,015 

# Friends of Beis Chinuch Lebonos Trust

## Notes to the Financial Statements *(continued)*

Year ended 31 May 2018

### 6. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2018	Total fund 2017
	£	£	£	£
Donations paid	3,757,923	—	3,757,923	3,772,374
Governance costs	—	3,840	3,840	43,641
	AAAAAAAAAAAA	AAAAAA	AAAAAAAAAAAA	AAAAAAAAAAAA
	3,757,923	3,840	3,761,763	3,816,015
	TTTTTTTTTT	TTTTTT	TTTTTTTTTT	TTTTTTTTTT

### 7. Auditors remuneration

	2018	2017
	£	£
Fees payable for the audit of the financial statements	3,840	3,480
	TTTTTT	TTTTTT

### 8. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

### 9. Creditors: amounts falling due within one year

	2018	2017
	£	£
Accruals and deferred income	3,840	3,840
	TTTTTT	TTTTTT

### 10. Analysis of charitable funds

#### Unrestricted funds

	At 1 June 2017	Income	Expenditure	At 31 May 2018
	£	£	£	£
General funds	51,753	3,764,948	(3,761,763)	54,938
	TTTTTT	TTTTTTTTTT	TTTTTTTTTT	TTTTTT

  

	At 1 June 2016	Income	Expenditure	At 31 May 2017
	£	£	£	£
General funds	102,994	3,764,774	(3,816,015)	51,753
	TTTTTT	TTTTTTTTTT	TTTTTTTTTT	TTTTTT

# Friends of Beis Chinuch Lebonos Trust

## Notes to the Financial Statements *(continued)*

Year ended 31 May 2018

### 11. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Current assets	58,778	58,778
Creditors less than 1 year	(3,840)	(3,840)
	AAAAAAAA	AAAAAAAA
<b>Net assets</b>	<b>54,938</b>	<b>54,938</b>
	TTTTTTTT	TTTTTTTT
	Unrestricted Funds	Total Funds
	£	£
Current assets	55,593	55,593
Creditors less than 1 year	(3,840)	(3,840)
	AAAAAAAA	AAAAAAAA
<b>Net assets</b>	<b>51,753</b>	<b>51,753</b>
	TTTTTTTT	TTTTTTTT