

REGISTERED COMPANY NUMBER: 01933551 (England and Wales)
REGISTERED CHARITY NUMBER: 296751

CANONSTATES LIMITED
(A COMPANY LIMITED BY GUARANTEE)
REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2018

Sugarwhite Meyer Accountants Ltd
First Floor
94 Stamford Hill
London
N16 6XS

CANONSTATES LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2018**

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CANONSTATES LIMITED

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2018**

TRUSTEES

Mr L H Bondi
Mrs H F Bondi
Mrs S Cymerman
Mr M D Cymerman
Mrs S Heitner
Mr I Heitner

COMPANY SECRETARY

Mrs H F Bondi

REGISTERED OFFICE

479 Holloway Road
London
N7 6LE

REGISTERED COMPANY NUMBER

01933551 (England and Wales)

REGISTERED CHARITY NUMBER

296751

INDEPENDENT EXAMINER

Sugarwhite Meyer Accountants Ltd
First Floor
94 Stamford Hill
London
N16 6XS

BANKERS

Barclays Bank plc
1 Churchill Place
London
E14 5HP

CANONSTATES LIMITED
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2018

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2018. 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 2015).

Reference and administrative information

Reference and administrative information is shown on page 1 of the financial statements and forms part of this report.

OBJECTIVES AND ACTIVITIES

Objects for public benefit

The objects of the charity are the advancement of religion in accordance with Orthodox Jewish Faith, the relief of poverty and such other purposes as are recognised by English Law as charitable. The charity carries out its objects by grantmaking.

The trustees confirm that they have given due regard the Charity Commission's guidance on public benefit.

FINANCIAL REVIEW

Financial position

The trustees are satisfied with the results of the year. Income was down on the previous year due to a legacy received in that year. Grantmaking was reduced, with the deficit for the year funded by reserves held. Reserves at the year end were £826,357 with free reserves being £6,297.

Reserves policy

The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charity is constituted as limited company and is governed by its Memorandum and Articles of Association dated 25 July 1985.

Organisational structure

The power to appoint new trustees is vested in the continuing board. It is not the intention of the trustees to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

Risk management

The trustees have reviewed the major risks that the charity faces and confirm that they have established systems to mitigate them.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 25 June 2019 and signed on its behalf by:

Mr I Heitner - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CANONSTATES LIMITED

Independent examiner's report to the trustees of Canonstates Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2018.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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 your 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 Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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

E Meyer FCA BSc
Sugarwhite Meyer Accountants Ltd
First Floor
94 Stamford Hill
London
N16 6XS

25 June 2019

CANONSTATES LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2018**

		2018	2017
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	-	115,441
Other trading activities	3	44	44
Investment income	4	29,067	31,062
Total		<u>29,111</u>	<u>146,547</u>
 EXPENDITURE ON			
Raising funds	5	12,611	5,055
Charitable activities	6		
Charitable activities		41,715	89,303
Total		<u>54,326</u>	<u>94,358</u>
 NET INCOME/(EXPENDITURE)		<u>(25,215)</u>	<u>52,189</u>
 RECONCILIATION OF FUNDS			
Total funds brought forward		851,572	799,383
 TOTAL FUNDS CARRIED FORWARD		<u><u>826,357</u></u>	<u><u>851,572</u></u>

The notes form part of these financial statements

BALANCE SHEET
AT 31 DECEMBER 2018

		2018	2017
		Unrestricted	Total
		fund	funds
	Notes	£	£
FIXED ASSETS			
Tangible assets	11	338	398
Investments			
Investments	12	1,000	1,000
Investment property	13	765,000	765,000
		<hr/>	<hr/>
		766,338	766,398
 CURRENT ASSETS			
Debtors	14	53,722	53,861
Cash at bank		10,251	36,646
		<hr/>	<hr/>
		63,973	90,507
 CREDITORS			
Amounts falling due within one year	15	(3,954)	(5,333)
		<hr/>	<hr/>
NET CURRENT ASSETS		60,019	85,174
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		826,357	851,572
		<hr/>	<hr/>
NET ASSETS		826,357	851,572
		<hr/> <hr/>	<hr/> <hr/>
 FUNDS			
Unrestricted funds:			
General fund		826,357	851,572
		<hr/>	<hr/>
TOTAL FUNDS		826,357	851,572
		<hr/> <hr/>	<hr/> <hr/>

**BALANCE SHEET - CONTINUED
AT 31 DECEMBER 2018**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 25 June 2019 and were signed on its behalf by:

Mr I Heitner -Trustee

CANONSTATES LIMITED

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. The estimates and underlying assumptions are reviewed on an ongoing basis.

The valuation of investment properties is inherently subjective, depending on many factors, including the individual nature of each property, its location and expected future net rental values, market yields and comparable market transactions. Therefore, the valuations are subject to a degree of uncertainty and are made on the basis of assumptions which may not prove to be accurate, particularly in periods of difficult market or economic conditions.

Income

All income is included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Income from investments is included in the year in which it is receivable.

Income received by way of donations is accounted for when received.

Expenditure

Liabilities are recognised in the year in which they are incurred and includes irrecoverable VAT which is reported as part of the expenditure to which it relates.

Grants are only recognised in the accounts when paid.

Support costs are those incurred to assist the work of the charity but are not direct charitable activities.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 15% on reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. It is revalued to its fair value at each reporting date any changes are transferred to the Statement of Financial Activities.

Taxation

The charity is exempt from corporation tax on its charitable activities.

CANONSTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. ACCOUNTING POLICIES - continued

Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised at the amount receivable or payable.

Going concern

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

2. DONATIONS AND LEGACIES

	2018 Unrestricted funds £	2017 Total funds £
Donations	-	1,000
Legacies	-	114,441
	<u>-</u>	<u>115,441</u>

3. OTHER TRADING ACTIVITIES

	2018 Unrestricted funds £	2017 Total funds £
Dividends received	44	44
	<u>44</u>	<u>44</u>

4. INVESTMENT INCOME

	2018 Unrestricted funds £	2017 Total funds £
Rents received	29,067	31,062
	<u>29,067</u>	<u>31,062</u>

5. RAISING FUNDS

Investment management costs

	2018 Unrestricted funds £	2017 Total funds £
Management fees & commissions	1,052	-
Rates	124	-
Service charges	1,442	1,956
Insurance	1,579	1,529
Property repairs	7,004	1,499
Professional fees	1,350	-
Depreciation	60	71
	<u>12,611</u>	<u>5,055</u>

CANONSTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

6. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (See note 7)	Support costs (See note 8)	Totals
	£	£	£
Charitable activities	39,130	2,585	41,715

7. GRANTS PAYABLE

	2018 £	2017 £
Charitable activities	39,130	87,730

The total grants paid to institutions during the year was as follows:

	2018 £	2017 £
Jewish Education	5,600	80,000
Relief of poverty	21,800	6,000
Advancement of religion	11,730	1,730
	<u>39,130</u>	<u>87,730</u>
 Society of Friends of the Torah Ltd	 15,000	
M D & S Charitable Trust	10,000	
Others Under £10,000	14,130	
	<u>39,130</u>	

8. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Charitable activities	604	1,981	2,585

Support costs, included in the above, are as follows:

Other

	2018 Charitable activities £	2017 Total activities £
Sundries	604	371

CANONSTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

8. SUPPORT COSTS - continued

Governance costs

	2018 Charitable activities £	2017 Total activities £
Independent examiner's fee	480	420
Independent examiner's other fees	720	660
General expenses	181	122
Professional fees	600	-
	<u>1,981</u>	<u>1,202</u>

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2018 £	2017 £
Depreciation - owned assets	<u>60</u>	<u>71</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2018 nor for the year ended 31 December 2017 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2018 nor for the year ended 31 December 2017 .

11. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 January 2018 and 31 December 2018	<u>3,342</u>
DEPRECIATION	
At 1 January 2018	2,944
Charge for year	<u>60</u>
At 31 December 2018	<u>3,004</u>
NET BOOK VALUE	
At 31 December 2018	<u>338</u>
At 31 December 2017	<u>398</u>

CANONSTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

12. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2018 and 31 December 2018	<u>1,000</u>
NET BOOK VALUE	
At 31 December 2018	<u>1,000</u>
At 31 December 2017	<u>1,000</u>

There were no investment assets outside the UK.

13. INVESTMENT PROPERTY

	£
MARKET VALUE	
At 1 January 2018 and 31 December 2018	<u>765,000</u>
NET BOOK VALUE	
At 31 December 2018	<u>765,000</u>
At 31 December 2017	<u>765,000</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	3,722	3,861
Other debtors	50,000	50,000
	<u>53,722</u>	<u>53,861</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	3,834	3,413
Accruals and deferred income	120	1,920
	<u>3,954</u>	<u>5,333</u>

16. RELATED PARTY DISCLOSURES

As at the balance sheet date the charity was owed £50,000 (2017: £50,000) by The Itzchok Meyer Cymerman Trust Ltd, a charitable company under common control of the trustees/directors.