

Zichron Reuven Aharon Limited
Company Limited by Guarantee
Unaudited Financial Statements
28 February 2019

HAS LTD

Chartered accountants
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Bury New Road
Prestwich
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M25 0TL

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Financial Statements

Period from 6 February 2018 to 28 February 2019

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Zichron Reuven Aharon Limited

Company Limited by Guarantee

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

Period from 6 February 2018 to 28 February 2019

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 period ended 28 February 2019.

Reference and administrative details

Registered charity name Zichron Reuven Aharon Limited

Charity registration number 1178980

Company registration number 11191139

Principal office and registered office 108 Broadfields Avenue
Edgware
Middlesex
HA8 8SW

The trustees D Kleinman
Y Klyne
Mrs T Rose

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
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Zichron Reuven Aharon Limited

Company Limited by Guarantee

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

Period from 6 February 2018 to 28 February 2019

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 Y Rose 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

Company Limited by Guarantee

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

Period from 6 February 2018 to 28 February 2019

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 and investment income. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

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)*

Period from 6 February 2018 to 28 February 2019

Achievements and performance

The charity received £18,051 in donations during the year and £26,242 was paid out in synagogue expenses and support costs. These payments were made in line with the stated objects of the charity.

The charity also received £6,900 in rental income during the year from rental of buildings for offices as well £2,365 in subscriptions for membership of the Synagogue.

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

There were no investments made during the year.

Grants over £1,000 made during the year are as detailed in the accounts.

There were no material fundraising costs during the year.

There were no related party transactions in the reporting period.

There was an overall net income and net movement in funds for the year amounting to £1,074 which is attributable to the unrestricted fund.

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 trustees wish to keep reserves as low as possible in order to maximise paying out of grants.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve practical for donations which are seasonal.

The reserves stand at £1,074 all of which is attributable to the unrestricted fund.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

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

Period from 6 February 2018 to 28 February 2019

The trustees' annual report and the strategic report were approved on 4 November 2019 and signed on behalf of the board of trustees by:

D Kleinman
Trustee

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Zichron Reuven Aharon Limited

Period from 6 February 2018 to 28 February 2019

I report to the trustees on my examination of the financial statements of Zichron Reuven Aharon Limited ('the charity') for the period ended 28 February 2019.

Responsibilities and basis of report

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

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Zichron Reuven Aharon Limited *(continued)*

Period from 6 February 2018 to 28 February 2019

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.

Mr Howard Schwalbe ACA
Independent Examiner

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

4 Nov 19

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Period from 6 February 2018 to 28 February 2019

		Period from 6 Feb 18 to 28 Feb 19	
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	5	20,416	20,416
Other income	6	6,900	6,900
Total income		<u>27,316</u>	<u>27,316</u>
Expenditure			
Expenditure on charitable activities	7,8	26,242	26,242
Total expenditure		<u>26,242</u>	<u>26,242</u>
Net income and net movement in funds		<u>1,074</u>	<u>1,074</u>
Reconciliation of funds			
Total funds brought forward		—	—
Total funds carried forward		<u>1,074</u>	<u>1,074</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 10 to 15 form part of these financial statements.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Statement of Financial Position

28 February 2019

	Note	28 Feb 19 £
Current assets		
Cash at bank and in hand		2,174
Creditors: amounts falling due within one year	14	<u>1,100</u>
Net current assets		<u>1,074</u>
Total assets less current liabilities		<u>1,074</u>
Net assets		<u><u>1,074</u></u>
 Funds of the charity		
Unrestricted funds		<u>1,074</u>
Total charity funds	15	<u><u>1,074</u></u>

For the period ending 28 February 2019 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 period 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 4 Nov 19, and are signed on behalf of the board by:

D Kleinman
Trustee

The notes on pages 10 to 15 form part of these financial statements.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Notes to the Financial Statements

Period from 6 February 2018 to 28 February 2019

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 108 Broadfields Avenue, Edgware, Middlesex, HA8 8SW.

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

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 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)*

Period from 6 February 2018 to 28 February 2019

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.

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Period from 6 February 2018 to 28 February 2019

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

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 £	Total Funds 2019 £
Donations		
Donations	18,051	18,051

Zichron Reuven Aharon Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Period from 6 February 2018 to 28 February 2019

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Total Funds 2019 £
Subscriptions		
Subscriptions	2,365	2,365
	<u>20,416</u>	<u>20,416</u>

6. Other income

	Unrestricted Funds £	Total Funds 2019 £
Rental income	6,900	6,900
	<u>6,900</u>	<u>6,900</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2019 £
Synagogue expenses	21,779	21,779
Charitable grants	1,000	1,000
Support costs	3,463	3,463
	<u>26,242</u>	<u>26,242</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2019 £
Synagogue expenses	21,779	—	2,863	24,642
Charitable grants	—	1,000	—	1,000
Governance costs	—	—	600	600
	<u>21,779</u>	<u>1,000</u>	<u>3,463</u>	<u>26,242</u>

9. Analysis of support costs

	Analysis of support costs £	Total 2019 £
General office	2,863	2,863
Governance costs	600	600
	<u>3,463</u>	<u>3,463</u>

Zichron Reuven Aharon Limited

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Notes to the Financial Statements *(continued)*

Period from 6 February 2018 to 28 February 2019

10. Analysis of grants

	Period from 6 Feb 18 to 28 Feb 19 £
Grants to institutions	
Y A M F	1,000
Total grants	<u>1,000</u>

11. Independent examination fees

	Period from 6 Feb 18 to 28 Feb 19 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>600</u>

12. Staff costs

The average head count of employees during the period was Nil.

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

13. Trustee remuneration and expenses

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

14. Creditors: amounts falling due within one year

	28 Feb 19 £
Accruals and deferred income	600
Other creditors	<u>500</u>
	<u>1,100</u>

Zichron Reuven Aharon Limited

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Notes to the Financial Statements *(continued)*

Period from 6 February 2018 to 28 February 2019

15. Analysis of charitable funds

Unrestricted funds

	At 06 Feb 2018 £	Income £	Expenditure £	At 28 Feb 2019 £
General funds	–	27,316	(26,242)	1,074

16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £
Current assets	2,174	2,174
Creditors less than 1 year	(1,100)	(1,100)
Net assets	1,074	1,074

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.