

WHITE ROCK ROSE LIMITED

REPORT & FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31ST DECEMBER 2018**

**Company Number: 07680244
England & Wales**

**Charity Number: 1145186
England & Wales**

WHITE ROCK ROSE LIMITED

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WHITE ROCK ROSE LIMITED

COMPANY AND CHARITY INFORMATION

Charity Name	White Rock Rose Limited (or WRR Charity)
Date of Incorporation	23rd June 2011
Company Number	07680244 (England & Wales)
Charity Registration Number	1145186 (England & Wales) Registered on 21st December 2011
HMRC Charity Registration Number	EW10538
Registered Office	Bridge House Ashley Road Hale Altrincham WA14 2UT
Directors/Trustees	Martin Peters Richard George Norris The directors of the company are its Trustees for the purposes of charity law, and throughout the report and financial statements they are referred to interchangeably as Directors or Trustees.
Independent Examiner	Jeffrey Lishak FCA Jones & Partners Limited Chartered Accountants 3rd Floor, Solar House 1-8 Romford Road London E15 4RG

WHITE ROCK ROSE LIMITED

TRUSTEES REPORT FOR THE YEAR ENDED 31ST DECEMBER 2018

Structure, Governance and Management

The charity is a company limited by guarantee, with no share capital. It was established under a Memorandum of Association which defined its objects and powers as a charitable company.

Governance is regulated by the Articles of Association.

The Trustees, who are also the Directors for the purposes of company law, serving during the year were:

Martin Peters
Richard George Norris

The two member Board of Trustees manage and administer the Charity

Neither of the Trustees has any beneficial interest in the company. The Trustees are also the members of the company and each guarantees to contribute £1 in the event of a winding up.

Risk Management

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

Objectives

The Trustees aim to provide funding at the rate of approximately £300,000 per annum directly and through other charities; voluntary, civic and municipal bodies; principally for the benefit of disadvantaged young persons in Israel.

Appointment of Trustees

Any person admitted to be a Trustee shall, at the same time, become a member of the Company. Only persons over the age of 16 may be admitted to membership. Every applicant to membership has to sign an application form and provide such other information or evidence as the Trustees may require. Membership applications are determined within two months of the date on which they were received by the Company. The Trustees have absolute discretion to accept or reject any application and need not give their reasons for doing so.

Public Benefit

The Trustees have taken account of the statutory reporting introduced in 2009 to illustrate how in practice the activities of the Charity meet the legal public benefit requirement. In this respect, the Trustees have noted and paid due regard to the Charity Commission's statutory guidance that is relevant to the Charity's mission, and have indicated in this report the activities which illustrate how the Charity's work fulfills its mission and the significant benefits it brings to individuals and communities in poverty areas, irrespective of their race, religion or creed.

Achievements and Performance

The major activities of the Charity during the year were to initiate and continue, in cooperation with other bodies, financial assistance to various programmes principally in or around Ashkelon, Israel involving the improvement of the education, diet, leisure activities and general wellbeing of disadvantaged young persons with all aspects under the close supervision of the Charity's local worker.

WHITE ROCK ROSE LIMITED

TRUSTEES REPORT FOR THE YEAR ENDED 31ST DECEMBER 2018 (continued)

Achievements and Performance (continued)

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake. Wherever possible, it involves others, so that the Charity's funds are leveraged by money, services and personnel provided by others, with the burden of risk, safeguarding and similar issues entirely borne by such others.

Financial Review

The Statement of Financial Activities for the year is set out on Page 5 of this Report and Financial Statements

Donations of £246,327 were received and total net expenditure was £298,220 - a deficit of £51,893 which is deducted from the accumulated reserves of £177,388 brought forward from last year giving £125,495 to be carried forward to the 2019 accounting year.

The Trustees are satisfied with the result and the year end financial position.

Reserves Policy

It remains the policy of the Charity that the proportion of its funds, which have been designated for a specific use should be maintained at a level equivalent to between three and six months of future anticipated expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves was under pressure during the year due to the continued non-settlement of the charity's action against its Israeli Accountants which is further explained in Note 11. The charity's principal funders are aware of the position, are supportive and agree with the Reserve Policy, and have agreed to reinstate the full six months level once the action is resolved.

Independent Examiner

Company law in England in England & Wales does not require a company of this size to have an audit of its accounts, unless demanded by the members. No such request has been received, however Charity Law does require the company to have its accounts examined by an Independent Examiner, who reports thereon.

The Directors appointed Jeffrey Lishack FCA of Jones and Partners Limited to fulfil this role, and his report is appended to these accounts on Page 10.

Signed on behalf of the Trustees by



Richard G Norris
Trustee

Dated 27.09.2019

WHITE ROCK ROSE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST DECEMBER 2018

		2018 Year Unrestricted funds £	2017 18 Mths Unrestricted funds £
Incoming resources	Notes		
Donations	3	246,327	400,620
Other	4	-	(33)
Total income		<u>246,327</u>	<u>400,587</u>
Expenditure			
Expenditure on charitable activities	5	(258,334)	(294,207)
Governance and administration costs	5	(45,393)	(25,974)
Foreign exchange gains		5,507	695
Total expenditure		<u>(298,220)</u>	<u>(319,486)</u>
(Deficit)/Surplus for the year		(51,893)	81,101
Balance brought forward		177,388	96,287
Balance carried forward		<u>£125,495</u>	<u>£177,388</u>

The above Statement of Financial Activities complies with the requirements of an income and expenditure account under the Companies Act 2006

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

All income and expenditure relate to continuing activities

The notes on pages 7 to 9 form part of these financial statements

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BALANCE SHEET AS AT 31ST DECEMBER 2018

	Note	2018 £	2017 £
Current assets			
Cash at bank		56,591	104,542
Debtors	11	71,004	82,735
		<u>127,595</u>	<u>187,277</u>
Current liabilities			
Creditors falling due within one year	9	(2,100)	(9,889)
		<u>£125,495</u>	<u>£177,388</u>
Net assets			
The funds of the Charity			
Unrestricted fund		125,495	177,388
		<u>£125,495</u>	<u>£177,388</u>
Total Charity funds			

For the financial year ended 31st December 2018, the company was entitled to exemption from audit under Section 477, Companies Act 2006, and no notice has been deposited under Section 476

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Act, and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its net incoming and outgoing resources for the financial period in accordance with the requirements of Sections 394 and 395, and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts so applicable

These financial statements have been prepared in accordance with Section 398 of the Companies Act 2006, and Section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to smaller companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

Approved by the Trustees on 27.09.2019 and
signed on their behalf by



Martin Peters
Trustee

The notes on pages 7 to 9 form part of these financial statements

WHITE ROCK ROSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD TO 31ST DECEMBER 2018

1) Accounting policies

The principal accounting policies adopted in the preparation of these financial statements are as follows:-

A) *Basis of preparation*

These financial statements have been prepared in accordance with 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) - (Charities SORP(FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The financial statements have been prepared under the historical cost convention in accordance with applicable United Kingdom Accounting Standards, the Charity Commission 'Statement of Recommended Practice: Accounting and Reporting by Charities', the Financial Reporting Standard 102 and the Companies Act 2006. A summary of the principal accounting policies, which have been applied consistently, except where noted, is set out below.

B) *Going concern*

The directors have, at the time of approving the financial statements, a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the financial statements.

C) *Incoming resources*

Incoming resources are included in the statement of financial activities when the company becomes entitled to the resources

D) *Charitable expenditure*

Charitable expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to activities on a basis consistent with the use of resources.

E) *Foreign currencies*

These financial statements are denominated in Sterling, as, in the opinion of the directors, this is appropriate to the company's charitable activities and its United Kingdom registrations. Transactions in foreign currencies are recorded at the rate of exchange at the end of the financial year. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date. Gains and losses arising on translation, and on transactions during the year, are recorded in the statement of financial activities.

F) *Fund accounting*

Unrestricted funds are available to spend on activities that further any of the purposes of the Charity. Designated funds are restricted funds of the Charity, which the Trustees have decided, under their discretionary powers, to set aside for a specific purpose. Restricted funds are donations which a donor has specified are to be solely used for particular area of the Charity's work or for specific projects being undertaken by the Charity.

G) *Status*

The Charity is a company limited by guarantee. The members of the company are the Trustees named on page 2. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

WHITE ROCK ROSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31ST DECEMBER 2018 (cont'd)

2) Taxation

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

	2018 Year Unrestricted funds £	2017 18 Mths Unrestricted funds £
3) Incoming resources		
Donations	<u>£246,327</u>	<u>£400,620</u>
4) Other incoming resources		
Bank interest	<u>-</u>	<u>(£33)</u>
5) Expenditure		
<i>Charitable activities</i>		
Donations made	144,668	173,678
Israel charity worker - Salary, social benefit, taxes, pension provision & expenses	<u>113,666</u>	<u>120,529</u>
	<u>£258,334</u>	<u>£294,207</u>
<i>Governance and administration costs</i>		
Independent Examiner's fees	3,506	2,723
Administration and professional fees	41,887	22,298
General expenses	-	953
	<u>£45,393</u>	<u>£25,974</u>

6) Employees

The Charity, indirectly through a local service company, employs one professional charity worker in Israel

7) Trustees

Neither of the Trustees (or any persons connected with them) received any remuneration during the year.

8) Other expenditure

Certain small items of administrative expenditure were paid on behalf of the Charity by benefactors.

	2018 £	2017 £
9) Creditors: amounts falling due within one year		
Services	-	6,515
Accruals	<u>2,100</u>	<u>3,374</u>
	<u>£2,100</u>	<u>£9,889</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31ST DECEMBER 2018 (cont'd)

10) Fund Accounting

At 31st December 2018 (and 31st December 2017) all funds held were unrestricted general funds to support the Charity's objectives and are held at the discretion of the Trustees

11) Debtors

Included in Debtors is an amount of £71,004 (NIS 307,127), retained by the company's former Israel Accountants, without authorisation. The Accountants had issued invoices for non-existent services to cover their retention and an alleged tax liability thereon. These invoices have been strongly disputed and rejected, giving rise to a notional liability to the Accountants of £21,414 (NIS 102,786) which, if added to the unauthorised retention, total £104,149.

Steps are in hand to recover the retention and extinguish the alleged liability; it is anticipated the matter will be heard before an Israeli Court in October 2019. The company's retained Israel lawyers have confirmed that, in their opinion, the prospects of a full recovery are "very good". Accordingly, the Trustees do not consider any provision against the retention, or in respect of the alleged liability, is required in these accounts

12) Related Party Disclosures

No transactions between the charity and related parties have occurred during the period under review, other than routine transactions pursuant to the charity's normal activities, separate disclosure of which is not required.

WHITE ROCK ROSE LIMITED

INDEPENDENT EXAMINER'S REPORT FOR THE PERIOD ENDED 31ST DECEMBER 2018

I report on the financial statements of White Rock Rose Limited ('the company'/ 'the charity') for the

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 2001 ("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 2001 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 the accounts do not comply with the accounting requirement of section 396 of the 2006 Act other than any
3. requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or the accounts have not been prepared in accordance with the methods and principles of the Statement of
4. 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 to which the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts

Jeffrey Lishak FCA

Jones & Partners Limited
Chartered Accountants & Statutory Auditors
3rd Floor, Solar House, 1-9 Romford Road,
London E15 4RG

Date: 27.09.2019