

FORTY LIMITED

England & Wales · Charity number 1039036

Details

Status Registered

Legal form Charitable company

Company number [02884621](#)

Registered 1994-06-28

Register [View on the Charity Commission register](#)

Contact

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London
N15 6BD

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Activities

Objects: (1) THE ADVANCEMENT OF RELIGION IN ACCORDANCE WITH THE ORTHODOX JEWISH FAITH (2) THE RELIEF OF POVERTY (3) SUCH OTHER OBJECTS RECOGNISED BY ENGLISH LAW

Activities: property used by other charity

Classification

- **How:** Makes Grants To Organisations, Provides Buildings/facilities/open Space
- **What:** Education/training, Accommodation/housing
- **Who:** Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** IN PRACTICE LONDON
- Hackney

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£1,302,828	£1,385,078	£10,699,169	0
2024-08-31	£1,696,835	£1,730,627	£10,781,419	0
2023-08-31	£1,783,470	£1,426,309	£10,815,211	0
2022-08-31	£1,465,118	£1,461,648	£10,458,050	0
2021-08-31	£1,677,238	£1,238,189	£10,454,580	0
2020-08-31	£1,358,063	£815,086	£9,070,109	0

Trustees

Name	Role	Appointed
Avrohom Schechter		2015-09-15
Benzion Goldstein		2025-09-15
RICHARD SPITZER		

FORTY LIMITED

England & Wales - Charity number 1039036

Accounts

COMPANY REGISTRATION NUMBER: 02884621

CHARITY REGISTRATION NUMBER: 1039036

Forty Limited

Company Limited by Guarantee

Financial Statements

31 August 2025

Forty Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2025

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Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2025

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2025 .

Reference and administrative details

Registered charity name	Forty Limited	
Charity registration number		1039036
Company registration number		02884621
Principal office and registered office	103 High Street Waltham Cross EN8 7AN England	

The trustees

Mr A. Schechter	
Mr R. Spitzer	
Mr J. Gluck	(Resigned 2 July 2025)
Mrs H. Gluck	(Resigned 2 July 2025)
Mr Goldstein	(Appointed 15 September 2025)

Company secretary Avrohom Schechter

Auditor Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High street
Waltham Cross
EN8 7AN

Structure, governance and management

Governing document

The charity is a company limited by guarantee and accordingly does not have share capital. The charity is governed by its Memorandum and Articles of Association dated 5th February 1994.

Every member of the company undertakes to contribute such an amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The trustees, who, aside from Mr Avrohom Schechter, 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 Richard Spitzer Mr Jacob Gluck

Mrs Hanna Gluck

Mr Avrohom Schechter

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to: settle the terms of payment with suppliers when agreeing the terms of each transaction; ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and

. pay in accordance with the company's contractual and other legal obligations.

The charity owns property which is currently being used by another charity whose activity is the running of a creche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday play schemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action. Youth On the Move is also a connected charity which provides extra curriculum for children.

Details of transactions with related parties are disclosed in the notes to the financial statements.

Objectives and activities

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law.

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

The charity receives rental income and donations and makes grants to other charities.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The property is used by an associated charitable company as a school, creche and nursery and a charity that provides after school clubs & holiday play schemes, for the orthodox Jewish community. Rents are paid at a level as agreed between the two charities.

The trustees of the charity confirm that they have considered the Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this are.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year. The fund balance at the year end is £10,699,169. This is currently being used in the expansion of the building. The level of fundraising must continue if the charity is to continue with its plans for the future.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition the trustees have received undertakings from local supporters to cover any deficit if such should arise.

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 major risks.

Plans for future periods

FUTURE PLANS

To continue building additional classrooms and areas to meet the growing demands of the school and creche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, 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).

Company law 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 charitable company and the incoming resources and application of resources, including the income and expenditure, 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and - they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 21 May 2026 and signed on behalf of the board of trustees by:

Mr A. Schechter

Trustee

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited

Year ended 31 August 2025

Opinion

We have audited the financial statements of Forty Limited (the 'charity') for the year ended 31 August 2025 which comprise the statement of financial activities (including income and expenditure account), 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 August 2025 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 Companies Act 2006.

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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

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 Companies Act 2006 requires us to report to you if, in our opinion: - adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or - the financial statements are not in agreement with the accounting records and returns; or - certain disclosures of trustees' remuneration specified by law are not made; 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 (who are also the directors for the purposes of company law) 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.

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. Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below: Identifying and testing journal entries and the overall accounting records, particularly those that were significant and unusual. Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied. Assessing the extent of compliance, or lack of, with relevant laws and regulations. Testing key revenue lines, for evidence of management bias. Verification of key assets. Obtaining third-party confirmation of material balances. Documenting and verifying all significant related party balances and transactions. Reviewing documentation such as the company board minutes, correspondence with solicitors, for discussions of irregularities including fraud. 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. 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 Chapter 3 of Part 16 of the Companies Act 2006. 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.

C. H. Goldstein FCA

(Senior Statutory Auditor)

For and on behalf of

Brindley Goldstein Limited

Chartered accountants & statutory auditor

103 High street

Waltham Cross

EN8 7AN

21 May 2026

Forty Limited

Company Limited by Guarantee

Statement of Financial Activities

(including income and expenditure account)

Year ended 31 August 2025

		2025		2024
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	5	496,480	496,480	786,735
Other trading activities	6	806,348	806,348	910,100
Total income		<u>1,302,828</u>	<u>1,302,828</u>	<u>1,696,835</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	7	12,776	12,776	44,124
Expenditure on charitable activities	8,9	1,372,302	1,372,302	1,686,503
Total expenditure		<u>1,385,078</u>	<u>1,385,078</u>	<u>1,730,627</u>
Net expenditure and net movement in funds		<u>(82,250)</u>	<u>(82,250)</u>	<u>(33,792)</u>
Reconciliation of funds				
Total funds brought forward		10,781,419	10,781,419	10,815,211
Total funds carried forward		<u>10,699,169</u>	<u>10,699,169</u>	<u>10,781,419</u>

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

All income and expenditure derive from continuing activities.

Forty Limited

Company Limited by Guarantee

Statement of Financial Position

31 August 2025

		2025	2024
	Note	£	£
Fixed assets			
Tangible fixed assets	12	9,015	5,780
Investments	13	11,655,371	11,655,371
		-----	-----
		11,664,386	11,661,151
Current assets			
Debtors	14	250,000	400,930
Cash at bank and in hand		430	543
		-----	-----
		250,430	401,473
Creditors: amounts falling due within one year	15	170,463	183,711
		-----	-----
Net current assets		79,967	217,762
Total assets less current liabilities		11,744,353	11,878,913
Creditors: amounts falling due after more than one year	16	1,045,184	1,097,494
		-----	-----
Net assets		10,699,169	10,781,419
		-----	-----
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		5,916,489	5,916,489
Other unrestricted income funds		4,782,680	4,864,930
		-----	-----
Total unrestricted funds		10,699,169	10,781,419
		-----	-----
Total charity funds	17	10,699,169	10,781,419
		-----	-----

These financial statements were approved by the board of trustees and authorised for issue on 21 May 2026 , and are signed on behalf of the board by:

Mr A. Schechter

Trustee

Forty Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2025

	2025	2024
	£	£
Cash flows from operating activities		
Net expenditure	(82,250)	(33,792)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	779	642
Interest payable and similar charges	93,165	105,124
<i>Changes in:</i>		
Trade and other debtors	150,930	54,270
Trade and other creditors	(16,301)	2,369
Cash generated from operations	146,323	128,613
Interest paid	(93,165)	(105,124)
Net cash from operating activities	53,158	23,489
Cash flows from investing activities		
Purchase of tangible assets	(4,014)	(6,422)
Net cash used in investing activities	(4,014)	(6,422)
Cash flows from financing activities		
Proceeds from borrowings	(49,257)	(31,419)
Net cash used in financing activities	(49,257)	(31,419)
Net decrease in cash and cash equivalents	(113)	(14,352)
Cash and cash equivalents at beginning of year	543	14,895
Cash and cash equivalents at end of year	430	543

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2025

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 103 High Street, Waltham Cross, EN8 7AN, England.

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 requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

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.

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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - 10% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure. If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Limited by guarantee

The company is limited by guarantee and has no share capital. Every member of the company undertakes to contribute to the assets of the company, in the event of a winding up, such an amount as may be required not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Donations				
Donations	484,980	484,980	773,485	773,485
Grants				
Grants	11,500	11,500	13,250	13,250
	<u>496,480</u>	<u>496,480</u>	<u>786,735</u>	<u>786,735</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Rental income	806,348	806,348	910,100	910,100

7. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Costs of other trading activities - Other activity 1	12,776	12,776	44,124	44,124

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Activity type 1	571,091	571,091	639,453	639,453
Activity type 2	791,942	791,942	1,027,445	1,027,445
Activity type 3	988	988	325	325
Activity type 4	–	–	11,000	11,000
Support costs	8,281	8,281	8,280	8,280
	<u>1,372,302</u>	<u>1,372,302</u>	<u>1,686,503</u>	<u>1,686,503</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2025 £	Total fund 2024 £
Activity type 1	571,091	–	571,091	639,453
Activity type 2	791,942	–	791,942	1,027,445
Activity type 3	988	–	988	325
Activity type 4	–	–	–	11,000
Governance costs	–	8,281	8,281	8,280
	<u>1,364,021</u>	<u>8,281</u>	<u>1,372,302</u>	<u>1,686,503</u>

10. Auditors remuneration

	2025 £	2024 £
Fees payable for the audit of the financial statements	8,280	8,280

11. Trustee remuneration and expenses

There were no trustees' remuneration or other benefits for the year ended 31 August 2025.

12. Tangible fixed assets

	Plant and machinery
	£
Cost	
At 1 September 2024	6,422
Additions	4,014

At 31 August 2025	10,436

Depreciation	
At 1 September 2024	642
Charge for the year	779

At 31 August 2025	1,421

Carrying amount	
At 31 August 2025	9,015

At 31 August 2024	5,780

13. Investments

	Investment properties
	£
Cost or valuation	
At 1 September 2024 and 31 August 2025	11,655,371

Impairment	
At 1 September 2024 and 31 August 2025	
Carrying amount	
At 31 August 2025	11,655,371

At 31 August 2024	11,655,371

All investments shown above are held at valuation.

Investment properties

The charity's fixed asset investment is situated in the United Kingdom.

The valuation was performed by the trustees of the charity whose basis was derived at from a previous valuation performed in 2018 by a qualified independent valuer. The value of the property is determined by the rental yields which have not changed significantly since the valuation was performed; therefore, the trustees believe the valuation remains appropriate at the balance sheet date.

14. Debtors

	2025	2024
	£	£
Trade debtors	250,000	400,000
Amounts owed by connected company	—	930
	-----	-----
	250,000	400,930
	-----	-----

15. Creditors: amounts falling due within one year

	2025	2024
	£	£
Bank loans and overdrafts	139,597	136,544
Trade creditors	22,586	38,887
Accruals and deferred income	8,280	8,280
	-----	-----
	170,463	183,711
	-----	-----

16. Creditors: amounts falling due after more than one year

	2025	2024
	£	£
Bank loans and overdrafts	1,045,184	1,097,494
	-----	-----

17. Analysis of charitable funds

Unrestricted funds

	At 1 September 2024	Income	Expenditure	At 31 August 2025
	£	£	£	£
General funds	4,864,930	1,302,828	(1,385,078)	4,782,680
Revaluation reserve	5,916,489	-	-	5,916,489
	-----	-----	-----	-----
	10,781,419	1,302,828	(1,385,078)	10,699,169
	-----	-----	-----	-----
	At 1 September 2023	Income	Expenditure	At 31 August 2024
	£	£	£	£
General funds	4,898,722	1,696,835	(1,730,627)	4,864,930
Revaluation reserve	5,916,489	-	-	5,916,489
	-----	-----	-----	-----
	10,815,211	1,696,835	(1,730,627)	10,781,419
	-----	-----	-----	-----

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2025
	£	£
Tangible fixed assets	11,664,386	11,664,386
Current assets	250,430	250,430
Creditors less than 1 year	(170,463)	(170,463)
Creditors greater than 1 year	(1,045,184)	(1,045,184)
	-----	-----
Net assets	10,699,169	10,699,169
	-----	-----
	Unrestricted Funds	Total Funds 2024
	£	£
Tangible fixed assets	11,661,151	11,661,151
Current assets	401,473	401,473
Creditors less than 1 year	(183,711)	(183,711)
Creditors greater than 1 year	(1,097,494)	(1,097,494)
	-----	-----
Net assets	10,781,419	10,781,419
	-----	-----

19. Analysis of changes in net debt

	At 1 Sep 2024	Cash flows	At 31 Aug 2025
	£	£	£
Cash at bank and in hand	543	(113)	430
Debt due within one year	(136,544)	(3,053)	(139,597)
Debt due after one year	(1,097,494)	52,310	(1,045,184)
	-----	-----	-----
	(1,233,495)	49,144	(1,184,351)
	-----	-----	-----

20. Related parties

The charity leases its property to Beis Chinuch Lebonos Limited a connected charity. During the year Forty Limited received rental income of £806,348 (2024: £910,100), from Beis Chinuch Lebonos Limited. There were no other related party transactions in the year.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.

FORTY LIMITED

England & Wales - Charity number 1039036

Accounts

COMPANY REGISTRATION NUMBER: 02884621
CHARITY REGISTRATION NUMBER: 1039036

Forty Limited
Company Limited by Guarantee
Financial Statements
31 August 2024

BRINDLEY GOLDSTEIN LIMITED
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2024

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Statement of financial position	11
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Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2024

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2024.

Reference and administrative details

Registered charity name	Forty Limited
Charity registration number	1039036
Company registration number	02884621
Principal office and registered office	103 High Street Waltham Cross EN8 7AN England

The trustees

Mr A. Schechter
Mr R. Spitzer
Mr J. Gluck
Mrs H. Gluck

Company secretary Avrohom Schechter

Auditor Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2024

Structure, governance and management

Governing document

The charity is a company limited by guarantee and accordingly does not have share capital. The charity is governed by its Memorandum and Articles of Association dated 5th February 1994.

Every member of the company undertakes to contribute such an amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The trustees, who, aside from Mr Avrohom Schechter, 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 Richard Spitzer
Mr Jacob Gluck
Mrs Hanna Gluck
Mr Avrohom Schechter

It is not currently the intention of the charity to appoint new trustees. Should this situation change in the future, the trustees will apply suitable recruitment and training procedures.

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to: settle the terms of payment with suppliers when agreeing the terms of each transaction; ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
. pay in accordance with the company's contractual and other legal obligations.

The charity owns property which is currently being used by another charity whose activity is the running of a creche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday play schemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action. Youth On the Move is also a connected charity which provides extra curriculum for children.

Details of transactions with related parties are disclosed in the notes to the financial statements.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2024

Objectives and activities

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law.

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

The charity receives rental income and donations and makes grants to other charities.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The property is used by an associated charitable company as a school, creche and nursery and a charity that provides after school clubs & holiday play schemes, for the orthodox Jewish community. Rents are paid at a level as agreed between the two charities.

The trustees of the charity confirm that they have considered the Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this area.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year. The fund balance at the year end is £10,781,419. This is currently being used in the expansion of the building. The level of fundraising must continue if the charity is to continue with its plans for the future.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition the trustees have received undertakings from local supporters to cover any deficit if such should arise.

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 major risks.

Plans for future periods

FUTURE PLANS

To continue building additional classrooms and areas to meet the growing demands of the school and creche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2024

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, 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).

Company law 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 charitable company and the incoming resources and application of resources, including the income and expenditure, 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 26 May 2025 and signed on behalf of the board of trustees by:



Mr A. Schechter
Trustee

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited

Year ended 31 August 2024

Opinion

We have audited the financial statements of Forty Limited (the 'charity') for the year ended 31 August 2024 which comprise the statement of financial activities (including income and expenditure account), 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 August 2024 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 Companies Act 2006.

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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2024

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

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 Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2024

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and testing journal entries and the overall accounting records, particularly those that were significant and unusual.

Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.

Assessing the extent of compliance, or lack of, with relevant laws and regulations.

Testing key revenue lines, for evidence of management bias.

Verification of key assets.

Obtaining third-party confirmation of material balances.

Documenting and verifying all significant related party balances and transactions.

Reviewing documentation such as the company board minutes, correspondence with solicitors, for discussions of irregularities including fraud.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2024

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.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2024

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 Chapter 3 of Part 16 of the Companies Act 2006. 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.



C. H. Goldstein FCA (Senior Statutory Auditor)

For and on behalf of
Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

26 May 2025

Forty Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2024

		2024		2023
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	786,735	786,735	811,470
Charitable activities	6	–	–	12,000
Other trading activities	7	910,100	910,100	960,000
Total income		<u>1,696,835</u>	<u>1,696,835</u>	<u>1,783,470</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	8	44,124	44,124	56,876
Expenditure on charitable activities	9,10	1,686,503	1,686,503	1,369,433
Total expenditure		<u>1,730,627</u>	<u>1,730,627</u>	<u>1,426,309</u>
Net (expenditure)/income and net movement in funds		<u>(33,792)</u>	<u>(33,792)</u>	<u>357,161</u>
Reconciliation of funds				
Total funds brought forward		10,815,211	10,815,211	10,458,050
Total funds carried forward		<u>10,781,419</u>	<u>10,781,419</u>	<u>10,815,211</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 13 to 20 form part of these financial statements.

Forty Limited


Company Limited by Guarantee

Statement of Financial Position

31 August 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	13	5,780	–
Investments	14	11,655,371	11,655,371
		<u>11,661,151</u>	<u>11,655,371</u>
Current assets			
Debtors	15	400,930	455,200
Cash at bank and in hand		543	14,895
		<u>401,473</u>	<u>470,095</u>
Creditors: amounts falling due within one year	16	183,711	160,059
Net current assets		<u>217,762</u>	<u>310,036</u>
Total assets less current liabilities		11,878,913	11,965,407
Creditors: amounts falling due after more than one year	17	1,097,494	1,150,196
Net assets		<u>10,781,419</u>	<u>10,815,211</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		5,916,489	5,916,489
Other unrestricted income funds		4,864,930	4,898,722
Total unrestricted funds		<u>10,781,419</u>	<u>10,815,211</u>
Total charity funds	18	<u>10,781,419</u>	<u>10,815,211</u>

These financial statements were approved by the board of trustees and authorised for issue on 26 May 2025, and are signed on behalf of the board by:



Mr A. Schechter
Trustee

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2024

	2024	2023
	£	£
Cash flows from operating activities		
Net (expenditure)/income	(33,792)	357,161
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	642	–
Interest payable and similar charges	105,124	87,979
<i>Changes in:</i>		
Trade and other debtors	54,270	(291,887)
Trade and other creditors	2,369	(49,571)
Cash generated from operations	128,613	103,682
Interest paid	(105,124)	(87,979)
Net cash from operating activities	<u>23,489</u>	<u>15,703</u>
Cash flows from investing activities		
Purchase of tangible assets	(6,422)	–
Proceeds from sale of tangible assets	–	43,470
Purchases of other investments	–	(20,300)
Net cash (used in)/from investing activities	<u>(6,422)</u>	<u>23,170</u>
Cash flows from financing activities		
Proceeds from borrowings	(31,419)	(27,283)
Net cash used in financing activities	<u>(31,419)</u>	<u>(27,283)</u>
Net (decrease)/increase in cash and cash equivalents	(14,352)	11,590
Cash and cash equivalents at beginning of year	14,895	3,305
Cash and cash equivalents at end of year	<u>543</u>	<u>14,895</u>

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2024

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 103 High Street, Waltham Cross, EN8 7AN, England.

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

There are no judgements and estimates.

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.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - 10% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Limited by guarantee

The company is limited by guarantee and has no share capital. Every member of the company undertakes to contribute to the assets of the company, in the event of a winding up, such an amount as may be required not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	773,485	773,485	761,470	761,470
Grants				
Grants	13,250	13,250	50,000	50,000
	<u>786,735</u>	<u>786,735</u>	<u>811,470</u>	<u>811,470</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Other income	—	—	12,000	12,000
	<u>—</u>	<u>—</u>	<u>12,000</u>	<u>12,000</u>

7. Other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Rental income	910,100	910,100	960,000	960,000
	<u>910,100</u>	<u>910,100</u>	<u>960,000</u>	<u>960,000</u>

8. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Costs of other trading activities - Other activity	44,124	44,124	56,876	56,876
	<u>44,124</u>	<u>44,124</u>	<u>56,876</u>	<u>56,876</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Charitable activities	1,678,223	1,678,223	1,361,153	1,361,153
Support costs	8,280	8,280	8,280	8,280
	<u>1,686,503</u>	<u>1,686,503</u>	<u>1,369,433</u>	<u>1,369,433</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total fund 2023 £
Charitable activities	1,678,223	–	1,678,223	1,361,153
Governance costs	–	8,280	8,280	8,280
	<u>1,678,223</u>	<u>8,280</u>	<u>1,686,503</u>	<u>1,369,433</u>

11. Auditors remuneration

	2024 £	2023 £
Fees payable for the audit of the financial statements	<u>8,280</u>	<u>8,280</u>

12. Trustee remuneration and expenses

There were no trustees' remuneration or other benefits for the year ended 31 August 2024.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

13. Tangible fixed assets

	Plant and machinery £
Cost	
At 1 September 2023	–
Additions	6,422
At 31 August 2024	<u>6,422</u>
Depreciation	
At 1 September 2023	–
Charge for the year	642
At 31 August 2024	<u>642</u>
Carrying amount	
At 31 August 2024	<u>5,780</u>
At 31 August 2023	<u>–</u>

14. Investments

	Investment properties £
Cost or valuation	
At 1 September 2023 and 31 August 2024	<u>11,655,371</u>
Impairment	
At 1 September 2023 and 31 August 2024	
Carrying amount	
At 31 August 2024	<u>11,655,371</u>
At 31 August 2023	<u>11,655,371</u>

All investments shown above are held at valuation.

Investment properties

The charity's fixed asset investment is situated in the United Kingdom.

The valuation was performed by the trustees of the charity whose basis was derived at from a previous valuation performed in 2018 by a qualified independent valuer. The value of the property is determined by the rental yields which have not changed significantly since the valuation was performed; therefore, the trustees believe the valuation remains appropriate at the balance sheet date.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

15. Debtors

	2024	2023
	£	£
Trade debtors	400,000	455,200
Amounts owed by connected company	930	–
	<u>400,930</u>	<u>455,200</u>

16. Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans and overdrafts	136,544	115,261
Trade creditors	38,887	36,518
Accruals and deferred income	8,280	8,280
	<u>183,711</u>	<u>160,059</u>

17. Creditors: amounts falling due after more than one year

	2024	2023
	£	£
Bank loans and overdrafts	<u>1,097,494</u>	<u>1,150,196</u>

18. Analysis of charitable funds

Unrestricted funds

	At 1 September 2023	Income £	Expenditure £	At 31 August 2 024
General funds	4,898,722	1,696,835	(1,730,627)	4,864,930
Revaluation reserve	5,916,489	–	–	5,916,489
	<u>10,815,211</u>	<u>1,696,835</u>	<u>(1,730,627)</u>	<u>10,781,419</u>

	At 1 September 2022	Income £	Expenditure £	At 31 August 20 23
General funds	4,541,561	1,783,470	(1,426,309)	4,898,722
Revaluation reserve	5,916,489	–	–	5,916,489
	<u>10,458,050</u>	<u>1,783,470</u>	<u>(1,426,309)</u>	<u>10,815,211</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2024

19. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	11,661,151	11,661,151
Current assets	401,473	401,473
Creditors less than 1 year	(183,711)	(183,711)
Creditors greater than 1 year	(1,097,494)	(1,097,494)
Net assets	<u>10,781,419</u>	<u>10,781,419</u>

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	11,655,371	11,655,371
Current assets	470,095	470,095
Creditors less than 1 year	(160,059)	(160,059)
Creditors greater than 1 year	(1,150,196)	(1,150,196)
Net assets	<u>10,815,211</u>	<u>10,815,211</u>

20. Analysis of changes in net debt

	At 1 Sep 2023 £	Cash flows £	At 31 Aug 2024 £
Cash at bank and in hand	14,895	(14,352)	543
Debt due within one year	(115,261)	(21,283)	(136,544)
Debt due after one year	(1,150,196)	52,702	(1,097,494)
	<u>(1,250,562)</u>	<u>17,067</u>	<u>(1,233,495)</u>

21. Related parties

The charity leases its property to Beis Chinuch Lebonos Limited a connected charity. During the year Forty Limited received rental income of £910,100 (2023:£950,000), from Beis Chinuch Lebonos Limited.

At the year end, the charity was owed £930 (2023: £nil), by Kids 'N' Action.

There were no other related party transactions in the year.

FORTY LIMITED

England & Wales - Charity number 1039036

Accounts

COMPANY REGISTRATION NUMBER: 02884621
CHARITY REGISTRATION NUMBER: 1039036

Forty Limited
Company Limited by Guarantee
Financial Statements
31 August 2023

BRINDLEY GOLDSTEIN LIMITED
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2023

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Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2023.

Reference and administrative details

Registered charity name	Forty Limited
Charity registration number	1039036
Company registration number	02884621
Principal office and registered office	103 High Street Waltham Cross EN8 7AN England

The trustees

Mr A. Schechter
Mr R. Spitzer
Mr J. Gluck
Mrs H. Gluck

Company secretary Avrohom Schechter

Auditor Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2023

Structure, governance and management

Governing document

The charity is a company limited by guarantee and accordingly does not have share capital. The charity is governed by its Memorandum and Articles of Association dated 5th February 1994.

Every member of the company undertakes to contribute such an amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The trustees, who, aside from Mr Avrohom Schechter, 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 Richard Spitzer

Mr Jacob Gluck

Mrs Hanna Gluck

Mr Avrohom Schechter

It is not currently the intention of the charity to appoint new trustees. Should this situation change in the future, the trustees will apply suitable recruitment and training procedures.

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to: . settle the terms of payment with suppliers when agreeing the terms of each transaction; . ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and . pay in accordance with the company's contractual and other legal obligations.

The charity owns property which is currently being used by another charity whose activity is the running of a creche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday play schemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action. Youth On the Move is also a connected charity which provides extra curriculum for children.

Details of transactions with related parties are disclosed in the notes to the financial statements.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2023

Objectives and activities

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law.

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

The charity receives rental income and donations and makes grants to other charities.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The property is used by an associated charitable company as a school, creche and nursery and a charity that provides after school clubs & holiday play schemes, for the orthodox Jewish community. Rents are paid at a level as agreed between the two charities.

The trustees of the charity confirm that they have considered the Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this area.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year. The fund balance at the year end is £10,815,211. This is currently being used in the expansion of the building. The level of fundraising must continue if the charity is to continue with its plans for the future.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition the trustees have received undertakings from local supporters to cover any deficit if such should arise.

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 major risks.

Plans for future periods

FUTURE PLANS

To continue building additional classrooms and areas to meet the growing demands of the school and creche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2023

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, 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).

Company law 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 charitable company and the incoming resources and application of resources, including the income and expenditure, 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 15 May 2024 and signed on behalf of the board of trustees by:



Mr A. Schechter
Trustee

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited

Year ended 31 August 2023

Opinion

We have audited the financial statements of Forty Limited (the 'charity') for the year ended 31 August 2023 which comprise the statement of financial activities (including income and expenditure account), 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 August 2023 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 Companies Act 2006.

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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2023

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

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 Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2023

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and testing journal entries and the overall accounting records, particularly those that were significant and unusual.

Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.

Assessing the extent of compliance, or lack of, with relevant laws and regulations.

Testing key revenue lines, for evidence of management bias.

Verification of key assets.

Obtaining third-party confirmation of material balances.

Documenting and verifying all significant related party balances and transactions.

Reviewing documentation such as the company board minutes, correspondence with solicitors, for discussions of irregularities including fraud.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2023

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.

Forty Limited

Company Limited by Guarantee

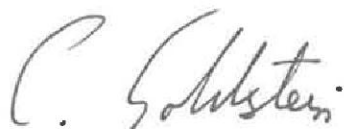
Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2023

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 Chapter 3 of Part 16 of the Companies Act 2006. 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.



C. H. Goldstein FCA (Senior Statutory Auditor)

For and on behalf of
Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

15 May 2024

Forty Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2023

		2023		2022
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	811,470	811,470	495,953
Charitable activities	6	12,000	12,000	–
Other trading activities	7	960,000	960,000	969,165
Total income		<u>1,783,470</u>	<u>1,783,470</u>	<u>1,465,118</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	8	56,876	56,876	8,790
Expenditure on charitable activities	9,10	1,369,433	1,369,433	1,452,858
Total expenditure		<u>1,426,309</u>	<u>1,426,309</u>	<u>1,461,648</u>
Net income and net movement in funds		<u>357,161</u>	<u>357,161</u>	<u>3,470</u>
Reconciliation of funds				
Total funds brought forward		10,458,050	10,458,050	10,454,580
Total funds carried forward		<u>10,815,211</u>	<u>10,815,211</u>	<u>10,458,050</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 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Statement of Financial Position

31 August 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	14	–	43,470
Investments	15	11,655,371	11,635,071
		<u>11,655,371</u>	<u>11,678,541</u>
Current assets			
Debtors	16	455,200	163,313
Cash at bank and in hand		14,895	3,305
		<u>470,095</u>	<u>166,618</u>
Creditors: amounts falling due within one year	17	160,059	148,067
Net current assets		<u>310,036</u>	<u>18,551</u>
Total assets less current liabilities		<u>11,965,407</u>	<u>11,697,092</u>
Creditors: amounts falling due after more than one year	18	1,150,196	1,239,042
Net assets		<u>10,815,211</u>	<u>10,458,050</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		5,916,489	5,916,489
Other unrestricted income funds		4,898,722	4,541,561
Total unrestricted funds		<u>10,815,211</u>	<u>10,458,050</u>
Total charity funds	19	<u>10,815,211</u>	<u>10,458,050</u>

These financial statements were approved by the board of trustees and authorised for issue on 15 May 2024, and are signed on behalf of the board by:

Mr A. Schechter
Trustee

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	357,161	3,470
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	–	4,830
Interest payable and similar charges	87,979	48,010
Accrued expenses	–	1,780
<i>Changes in:</i>		
Trade and other debtors	(291,887)	(78,732)
Trade and other creditors	(49,571)	(270,377)
Cash generated from operations	103,682	(291,019)
Interest paid	(87,979)	(48,010)
Net cash from/(used in) operating activities	<u>15,703</u>	<u>(339,029)</u>
Cash flows from investing activities		
Purchase of tangible assets	–	(798)
Proceeds from sale of tangible assets	43,470	–
Purchases of other investments	(20,300)	(42,050)
Net cash from/(used in) investing activities	<u>23,170</u>	<u>(42,848)</u>
Cash flows from financing activities		
Proceeds from borrowings	(27,283)	379,606
Net cash (used in)/from financing activities	<u>(27,283)</u>	<u>379,606</u>
Net increase/(decrease) in cash and cash equivalents	11,590	(2,271)
Cash and cash equivalents at beginning of year	3,305	5,576
Cash and cash equivalents at end of year	<u>14,895</u>	<u>3,305</u>

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2023

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 103 High Street, Waltham Cross, EN8 7AN, England.

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

There are no judgements and estimates.

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.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - 10% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Limited by guarantee

The company is limited by guarantee and has no share capital. Every member of the company undertakes to contribute to the assets of the company, in the event of a winding up, such an amount as may be required not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	761,470	761,470	495,953	495,953
Grants				
Grants	50,000	50,000	—	—
	<u>811,470</u>	<u>811,470</u>	<u>495,953</u>	<u>495,953</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Other income	<u>12,000</u>	<u>12,000</u>	<u>—</u>	<u>—</u>

7. Other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Rental income	<u>960,000</u>	<u>960,000</u>	<u>969,165</u>	<u>969,165</u>

8. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of other trading activities - Other activity	<u>56,876</u>	<u>56,876</u>	<u>8,790</u>	<u>8,790</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Charitable activities	1,361,153	1,361,153	1,444,578	1,444,578
Support costs	8,280	8,280	8,280	8,280
	<u>1,369,433</u>	<u>1,369,433</u>	<u>1,452,858</u>	<u>1,452,858</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Charitable activities	1,361,153	–	1,361,153	1,444,578
Governance costs	–	8,280	8,280	8,280
	<u>1,361,153</u>	<u>8,280</u>	<u>1,369,433</u>	<u>1,452,858</u>

11. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Grants to institutions type	–	37,500
Total grants	<u>–</u>	<u>37,500</u>

12. Auditors remuneration

	2023 £	2022 £
Fees payable for the audit of the financial statements	<u>8,280</u>	<u>8,280</u>

13. Trustee remuneration and expenses

There were no trustees' remuneration or other benefits for the year ended 31 August 2022.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

14. Tangible fixed assets

	Plant and machinery £
Cost	
At 1 September 2022	144,283
Disposals	(144,283)
At 31 August 2023	<u>–</u>
Depreciation	
At 1 September 2022	100,813
Disposals	(100,813)
At 31 August 2023	<u>–</u>
Carrying amount	
At 31 August 2023	<u>–</u>
At 31 August 2022	<u>43,470</u>

15. Investments

	Investment properties £
Cost or valuation	
At 1 September 2022	11,635,071
Additions	20,300
At 31 August 2023	<u>11,655,371</u>
Impairment	
At 1 September 2022 and 31 August 2023	
Carrying amount	
At 31 August 2023	<u>11,655,371</u>
At 31 August 2022	<u>11,635,071</u>

All investments shown above are held at valuation.

Investment properties

The charity's fixed asset investment is situated in the United Kingdom.

The valuation was performed by the trustees of the charity whose basis was derived at from a previous valuation performed in 2018 by a qualified independent valuer. The value of the property is determined by the rental yields which have not changed significantly since the valuation was performed; therefore, the trustees believe the valuation remains appropriate at the balance sheet date.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

16. Debtors

	2023	2022
	£	£
Trade debtors	455,200	21,313
Amounts owed by connected company	—	142,000
	<u>455,200</u>	<u>163,313</u>

17. Creditors: amounts falling due within one year

	2023	2022
	£	£
Bank loans and overdrafts	115,261	53,698
Trade creditors	36,518	46,745
Accruals and deferred income	8,280	8,280
Other creditors	—	39,344
	<u>160,059</u>	<u>148,067</u>

18. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	1,150,196	1,239,042

19. Analysis of charitable funds

Unrestricted funds

	At 1 September 2022	Income £	Expenditure £	At 31 August 2 023
	£	£	£	£
General funds	4,541,561	1,783,470	(1,426,309)	4,898,722
Revaluation reserve	5,916,489	—	—	5,916,489
	<u>10,458,050</u>	<u>1,783,470</u>	<u>(1,426,309)</u>	<u>10,815,211</u>

	At 1 September 2021	Income £	Expenditure £	At 31 August 20 22
	£	£	£	£
General funds	4,538,091	1,465,118	(1,461,648)	4,541,561
Revaluation reserve	5,916,489	—	—	5,916,489
	<u>10,454,580</u>	<u>1,465,118</u>	<u>(1,461,648)</u>	<u>10,458,050</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	11,655,371	11,655,371
Current assets	470,095	470,095
Creditors less than 1 year	(160,059)	(160,059)
Creditors greater than 1 year	(1,150,196)	(1,150,196)
Net assets	10,815,211	10,815,211

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	11,678,541	11,678,541
Current assets	166,618	166,618
Creditors less than 1 year	(148,067)	(148,067)
Creditors greater than 1 year	(1,239,042)	(1,239,042)
Net assets	10,458,050	10,458,050

21. Analysis of changes in net debt

	At 1 Sep 2022 £	Cash flows £	At 31 Aug 2023 £
Cash at bank and in hand	3,305	11,590	14,895
Debt due within one year	(53,698)	(61,563)	(115,261)
Debt due after one year	(1,239,042)	88,846	(1,150,196)
	(1,289,435)	38,873	(1,250,562)

22. Related parties

The charity leases its property to Beis Chinuch Lebonos Limited, a connected charity with a rental income of £950,000 p.a (2022:£950,000).

At the year end, the charity was owed £nil (2022: £142,000).

There were no other related party transactions in the year.

FORTY LIMITED

England & Wales - Charity number 1039036

Accounts

COMPANY REGISTRATION NUMBER: 02884621
CHARITY REGISTRATION NUMBER: 1039036

Forty Limited
Company Limited by Guarantee
Financial Statements
31 August 2022

BRINDLEY GOLDSTEIN LIMITED
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2022

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Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2022

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2022.

Reference and administrative details

Registered charity name Forty Limited

Charity registration number 1039036

Company registration number 02884621

Principal office and registered office 103 High Street
Waltham Cross
EN8 7AN
England

The trustees

Mr A. Schechter
Mr R. Spitzer
Mr J. Gluck
Mrs H. Gluck

Company secretary Avrohom Schechter

Auditor Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2022

Structure, governance and management

Governing document

The charity is a company limited by guarantee and accordingly does not have share capital. The charity is governed by its Memorandum and Articles of Association dated 5th February 1994.

Every member of the company undertakes to contribute such an amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The trustees, who, aside from Mr Avrohom Schechter, 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 Richard Spitzer

Mr Jacob Gluck

Mrs Hanna Gluck

Mr Avrohom Schechter

It is not currently the intention of the charity to appoint new trustees. Should this situation change in the future, the trustees will apply suitable recruitment and training procedures.

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to: settle the terms of payment with suppliers when agreeing the terms of each transaction; ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
. pay in accordance with the company's contractual and other legal obligations.

The charity owns property which is currently being used by another charity whose activity is the running of a creche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday play schemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action. Youth On the Move is also a connected charity which provides extra curriculum for children.

Details of transactions with related parties are disclosed in the notes to the financial statements.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2022

Objectives and activities

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law.

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

The charity receives rental income and donations and makes grants to other charities.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The property is used by an associated charitable company as a school, creche and nursery and a charity that provides after school clubs & holiday play schemes, for the orthodox Jewish community. Rents are paid at a level as agreed between the two charities.

The trustees of the charity confirm that they have considered the Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this area.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year. The fund balance at the year end is £10,458,050. This is currently being used in the expansion of the building. The level of fundraising must continue if the charity is to continue with its plans for the future.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition the trustees have received undertakings from local supporters to cover any deficit if such should arise.

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 major risks.

Plans for future periods

FUTURE PLANS

To continue building additional classrooms and areas to meet the growing demands of the school and creche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2022

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, 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).

Company law 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 charitable company and the incoming resources and application of resources, including the income and expenditure, 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.

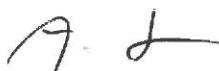
The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 24 April 2023 and signed on behalf of the board of trustees by:



Mr A. Schechter
Trustee

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited

Year ended 31 August 2022

Opinion

We have audited the financial statements of Forty Limited (the 'charity') for the year ended 31 August 2022 which comprise the statement of financial activities (including income and expenditure account), 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 August 2022 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 Companies Act 2006.

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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2022

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

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 Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and testing journal entries and the overall accounting records, particularly those that were significant and unusual.

Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.

Assessing the extent of compliance, or lack of, with relevant laws and regulations.

Testing key revenue lines, for evidence of management bias.

Verification of key assets.

Obtaining third-party confirmation of material balances.

Documenting and verifying all significant related party balances and transactions.

Reviewing documentation such as the company board minutes, correspondence with solicitors, for discussions of irregularities including fraud.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2022

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.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2022

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 Chapter 3 of Part 16 of the Companies Act 2006. 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.



C. H. Goldstein FCA (Senior Statutory Auditor)

For and on behalf of
Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

24 April 2023

Forty Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	495,953	495,953	751,771
Other trading activities	6	969,165	969,165	925,467
Total income		<u>1,465,118</u>	<u>1,465,118</u>	<u>1,677,238</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	7	8,790	8,790	46,707
Expenditure on charitable activities	8,9	1,452,858	1,452,858	1,191,482
Total expenditure		<u>1,461,648</u>	<u>1,461,648</u>	<u>1,238,189</u>
Net income and net movement in funds		<u>3,470</u>	<u>3,470</u>	<u>439,049</u>
Reconciliation of funds				
Total funds brought forward as previously reported		10,454,580	10,454,580	9,070,109
Prior year adjustment		–	–	945,422
Total funds brought forward as restated		<u>10,454,580</u>	<u>10,454,580</u>	<u>10,015,531</u>
Total funds carried forward		<u>10,458,050</u>	<u>10,458,050</u>	<u>10,454,580</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 13 to 20 form part of these financial statements.

Forty Limited

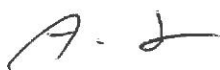
Company Limited by Guarantee

Statement of Financial Position

31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	13	43,470	47,502
Investments	14	11,635,071	11,593,021
		<u>11,678,541</u>	<u>11,640,523</u>
Current assets			
Debtors	15	163,313	84,581
Cash at bank and in hand		3,305	5,576
		<u>166,618</u>	<u>90,157</u>
Creditors: amounts falling due within one year	16	<u>148,067</u>	<u>466,733</u>
Net current assets		<u>18,551</u>	<u>(376,576)</u>
Total assets less current liabilities		<u>11,697,092</u>	<u>11,263,947</u>
Creditors: amounts falling due after more than one year	17	<u>1,239,042</u>	<u>809,367</u>
Net assets		<u>10,458,050</u>	<u>10,454,580</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		5,916,489	5,916,489
Other unrestricted income funds		4,541,561	4,538,091
Total unrestricted funds		<u>10,458,050</u>	<u>10,454,580</u>
Total charity funds	18	<u>10,458,050</u>	<u>10,454,580</u>

These financial statements were approved by the board of trustees and authorised for issue on 24 April 2023, and are signed on behalf of the board by:



Mr A. Schechter
Trustee

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	277,470	439,049
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	4,830	5,278
Interest payable and similar charges	48,010	17,763
Accrued expenses/(income)	1,780	(2,140)
Other operating cash flow adjustment	–	(47,041)
<i>Changes in:</i>		
Trade and other debtors	(352,732)	(46,161)
Trade and other creditors	(270,377)	(144,536)
Cash generated from operations	(291,019)	222,212
Interest paid	(48,010)	(17,763)
Net cash (used in)/from operating activities	(339,029)	204,449
Cash flows from investing activities		
Purchase of tangible assets	(798)	–
Purchases of other investments	(42,050)	(128,536)
Net cash used in investing activities	(42,848)	(128,536)
Cash flows from financing activities		
Proceeds from borrowings	379,606	(65,360)
Net cash from/(used in) financing activities	379,606	(65,360)
Net (decrease)/increase in cash and cash equivalents	(2,271)	10,553
Cash and cash equivalents at beginning of year	5,576	(4,977)
Cash and cash equivalents at end of year	3,305	5,576

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2022

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 103 High Street, Waltham Cross, EN8 7AN, England.

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

There are no judgements and estimates.

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.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - 10% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Limited by guarantee

The company is limited by guarantee and has no share capital. Every member of the company undertakes to contribute to the assets of the company, in the event of a winding up, such an amount as may be required not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations and Gifts	495,953	495,953	751,771	751,771

6. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Rental income on investment property - non operating	969,165	969,165	925,467	925,467

7. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of other trading activities - Other activity 1	8,790	8,790	46,707	46,707

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charitable activities	1,444,578	1,444,578	1,184,982	1,184,982
Support costs	8,280	8,280	6,500	6,500
	<u>1,452,858</u>	<u>1,452,858</u>	<u>1,191,482</u>	<u>1,191,482</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable activities	1,407,078	37,500	–	1,444,578	1,184,982
Governance costs	–	–	8,280	8,280	6,500
	<u>1,407,078</u>	<u>37,500</u>	<u>8,280</u>	<u>1,452,858</u>	<u>1,191,482</u>

10. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Grants to institutions	37,500	292,608
Total grants	<u>37,500</u>	<u>292,608</u>

11. Auditors remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>8,280</u>	<u>6,500</u>

12. Trustee remuneration and expenses

There were no trustees' remuneration or other benefits for the year ended 31 August 2022.

13. Tangible fixed assets

	Plant and machinery £
Cost	
At 1 September 2021	143,485
Additions	798
At 31 August 2022	<u>144,283</u>
Depreciation	
At 1 September 2021	95,983
Charge for the year	4,830
At 31 August 2022	<u>100,813</u>
Carrying amount	
At 31 August 2022	<u>43,470</u>
At 31 August 2021	<u>47,502</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

14. Investments

	Investment properties £
Cost or valuation	
At 1 September 2021	11,593,021
Additions	42,050
At 31 August 2022	<u>11,635,071</u>
Impairment	
At 1 September 2021 and 31 August 2022	
Carrying amount	
At 31 August 2022	<u>11,635,071</u>
At 31 August 2021	<u>11,593,021</u>

All investments shown above are held at valuation.

Investment properties

The charity's fixed asset investment is situated in the United Kingdom.

The valuation was performed by the trustees of the charity whose basis was derived at from a previous valuation performed in 2018 by a qualified independent valuer. The value of the property is determined by the rental yields which have not changed significantly since the valuation was performed; therefore, the trustees believe the valuation remains appropriate at the balance sheet date.

15. Debtors

	2022 £	2021 £
Trade debtors	21,313	9,581
Amounts owed by connected company	142,000	75,000
	<u>163,313</u>	<u>84,581</u>

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	53,698	103,767
Trade creditors	46,745	21,592
Accruals and deferred income	8,280	6,500
Other creditors	39,344	334,874
	<u>148,067</u>	<u>466,733</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

17. Creditors: amounts falling due after more than one year

	2022 £	2021 £
Bank loans and overdrafts	1,239,042	809,367

18. Analysis of charitable funds

Unrestricted funds

	At 1 September 2021 £	Income £	Expenditure £	Prior year adjustments £	At 31 August 2 022 £
General funds	4,538,091	1,465,118	(1,461,648)	–	4,815,561
Revaluation reserve	5,916,489	–	–	–	5,916,489
	<u>10,454,580</u>	<u>1,465,118</u>	<u>(1,461,648)</u>	<u>–</u>	<u>10,458,050</u>

	At 1 September 2020 £	Income £	Expenditure £	Prior year adjustments £	At 31 August 20 21 £
General funds	3,153,620	1,677,238	(1,238,189)	945,422	4,538,091
Revaluation reserve	5,916,489	–	–	–	5,916,489
	<u>9,070,109</u>	<u>1,677,238</u>	<u>(1,238,189)</u>	<u>945,422</u>	<u>10,454,580</u>

19. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	11,678,541	11,678,541
Current assets	166,618	166,618
Creditors less than 1 year	(148,067)	(148,067)
Creditors greater than 1 year	(1,239,042)	(1,239,042)
Net assets	<u>10,458,050</u>	<u>10,458,050</u>

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	11,640,523	11,640,523
Current assets	90,157	90,157
Creditors less than 1 year	(466,733)	(466,733)
Creditors greater than 1 year	(809,367)	(809,367)
Net assets	<u>10,454,580</u>	<u>10,454,580</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

20. Analysis of changes in net debt

	At 1 Sep 2021	Cash flows	At 31 Aug 2022
	£	£	£
Cash at bank and in hand	5,576	(2,271)	3,305
Debt due within one year	(103,767)	50,069	(53,698)
Debt due after one year	(809,367)	(429,675)	(1,239,042)
	<u>(907,558)</u>	<u>(381,877)</u>	<u>(1,289,435)</u>

21. Related parties

The charity leases its property to Beis Chinuch Lebonos Limited, a connected charity with a rental income of £950,000 p.a (2021: £925,000).

At the year end, the charity was owed £142,000 (2021: £75,000) by Beis Chinuch Lebonos Limited. The loan is payable on demand and no interest is charged.

There were no other related party transactions in the year.

FORTY LIMITED

England & Wales - Charity number 1039036

Accounts

Forty Limited
Company Limited by Guarantee
Financial Statements
31 August 2021

Forty Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2021

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Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2021.

Reference and administrative details

Registered charity name	Forty Limited
Charity registration number	1039036
Company registration number	02884621
Principal office and registered office	103 High Street Waltham Cross EN8 7AN England

The trustees

Mr A. Schechter
Mr R. Spitzer
Mr J. Gluck
Mrs H. Gluck

Company secretary Avrohom Schechter

Auditor Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2021

Structure, governance and management

Governing document

The charity is a company limited by guarantee and accordingly does not have share capital. The charity is governed by its Memorandum and Articles of Association dated 5th February 1994.

Every member of the company undertakes to contribute such an amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The trustees, who, aside from Mr Avrohom Schechter, 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 Richard Spitzer,
Mr Jacob Gluck
Mrs Hanna Gluck
Mr Avrohom Schechter

It is not currently the intention of the charity to appoint new trustees. Should this situation change in the future, the trustees will apply suitable recruitment and training procedures.

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to: settle the terms of payment with suppliers when agreeing the terms of each transaction; ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts, and pay in accordance with the company's contractual and other legal obligations.

The charity owns property which is currently being used by another charity whose activity is the running of a creche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday play schemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action.

Details of transactions with related parties are disclosed in the notes to the financial statements.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2021

Objectives and activities

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law.

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

The charity receives rental income and donations and makes grants to other charities.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The property is used by an associated charitable company as a school, creche and nursery and a charity that provides after school clubs & holiday play schemes, for the orthodox Jewish community. Rents are paid at a level as agreed between the two charities.

The trustees of the charity confirm that they have considered the Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this area.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year. The fund balance at the year end is £10,454,580. This is currently being used in the expansion of the building. The level of fundraising must continue if the charity is to continue with its plans for the future.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition, the trustees have received undertakings from local supporters to cover any deficit if such should arise.

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 major risks.

Plans for future periods

FUTURE PLANS

To continue building additional classrooms and areas to meet the growing demands of the school and creche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Forty Limited

Company Limited by Guarantee

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

Year ended 31 August 2021

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, 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).

Company law 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 charitable company and the incoming resources and application of resources, including the income and expenditure, 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 26 May 2022 and signed on behalf of the board of trustees by:



Mr A. Schechter
Trustee

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited

Year ended 31 August 2021

Opinion

We have audited the financial statements of Forty Limited (the 'charity') for the year ended 31 August 2021 which comprise the statement of financial activities (including income and expenditure account), 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 August 2021 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 Companies Act 2006.

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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2021

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

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 Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and testing journal entries and the overall accounting records, particularly those that were significant and unusual.

Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.

Assessing the extent of compliance, or lack of, with relevant laws and regulations.

Testing key revenue lines, for evidence of management bias.

Verification of key assets.

Obtaining third-party confirmation of material balances.

Documenting and verifying all significant related party balances and transactions.

Reviewing documentation such as the company board minutes, correspondence with solicitors, for discussions of irregularities including fraud.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2021

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.

Forty Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Forty Limited *(continued)*

Year ended 31 August 2021

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 Chapter 3 of Part 16 of the Companies Act 2006. 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.



C. H. Goldstein FCA (Senior Statutory Auditor)

For and on behalf of
Brindley Goldstein Limited
Chartered accountants & statutory auditor
103 High Street
Waltham Cross
Herts
EN8 7AN

26 May 2022

Forty Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	751,771	751,771	516,063
Other trading activities	6	925,467	925,467	842,000
Total income		<u>1,677,238</u>	<u>1,677,238</u>	<u>1,358,063</u>
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	7	46,707	46,707	41,078
Expenditure on charitable activities	8,9	1,191,482	1,191,482	774,008
Total expenditure		<u>1,238,189</u>	<u>1,238,189</u>	<u>815,086</u>
Net income and net movement in funds		<u>439,049</u>	<u>439,049</u>	<u>542,977</u>
Reconciliation of funds				
Total funds brought forward as previously reported		9,070,109	9,070,109	8,527,132
Prior year adjustment		945,422	945,422	—
Total funds brought forward as restated		<u>10,015,531</u>	<u>10,015,531</u>	<u>8,527,132</u>
Total funds carried forward		<u>10,454,580</u>	<u>10,454,580</u>	<u>9,070,109</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 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Statement of Financial Position

31 August 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	13	47,502	52,780
Investments	14	11,593,021	11,464,485
		<u>11,640,523</u>	<u>11,517,265</u>
Current assets			
Debtors	15	84,581	38,420
Cash at bank and in hand		5,576	–
		<u>90,157</u>	<u>38,420</u>
Creditors: amounts falling due within one year	17	466,733	1,598,182
Net current liabilities		<u>376,576</u>	<u>1,559,762</u>
Total assets less current liabilities		<u>11,263,947</u>	<u>9,957,503</u>
Creditors: amounts falling due after more than one year	18	809,367	887,394
Net assets		<u>10,454,580</u>	<u>9,070,109</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		5,916,489	5,916,489
Other unrestricted income funds		4,538,091	3,153,620
Total unrestricted funds		<u>10,454,580</u>	<u>9,070,109</u>
Total charity funds	19	<u>10,454,580</u>	<u>9,070,109</u>

These financial statements were approved by the board of trustees and authorised for issue on 26 May 2022, and are signed on behalf of the board by:



Mr A. Schechter
Trustee

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net income		439,049	542,977
<i>Adjustments for:</i>			
Depreciation of tangible fixed assets		5,278	5,864
Accrued income		(2,140)	–
Other operating cash flow adjustment		(47,041)	–
<i>Changes in:</i>			
Trade and other debtors		(46,161)	(8,420)
Trade and other creditors		(144,536)	(49,873)
Cash generated from operations		<u>204,449</u>	<u>490,548</u>
Net cash from operating activities		<u>204,449</u>	<u>490,548</u>
Cash flows from investing activities			
Purchase of tangible assets		–	(5,604)
Purchases of other investments		(128,536)	(428,545)
Net cash used in investing activities		<u>(128,536)</u>	<u>(434,149)</u>
Cash flows from financing activities			
Proceeds from borrowings		(65,360)	(19,442)
Net cash used in financing activities		<u>(65,360)</u>	<u>(19,442)</u>
Net increase in cash and cash equivalents		10,553	36,957
Cash and cash equivalents at beginning of year		(4,977)	(41,934)
Cash and cash equivalents at end of year	16	<u>5,576</u>	<u>(4,977)</u>

The notes on pages 13 to 20 form part of these financial statements.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2021

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 103 High Street, Waltham Cross, EN8 7AN, England.

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

There are no judgements and estimates.

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.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - 10% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Limited by guarantee

The company is limited by guarantee and has no share capital. Every member of the company undertakes to contribute to the assets of the company, in the event of a winding up, such an amount as may be required not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations and Gifts	<u>751,771</u>	<u>751,771</u>	<u>516,063</u>	<u>516,063</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Rental income on investment property - non operating	<u>925,467</u>	<u>925,467</u>	<u>842,000</u>	<u>842,000</u>

7. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Costs of other trading activities - Other activity	<u>46,707</u>	<u>46,707</u>	<u>41,078</u>	<u>41,078</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable activities	1,184,982	1,184,982	770,408	770,408
Support costs	6,500	6,500	3,600	3,600
	<u>1,191,482</u>	<u>1,191,482</u>	<u>774,008</u>	<u>774,008</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable activities	892,374	292,608	–	1,184,982	770,408
Governance costs	–	–	6,500	6,500	3,600
	<u>892,374</u>	<u>292,608</u>	<u>6,500</u>	<u>1,191,482</u>	<u>774,008</u>

10. Analysis of grants

	2021 £	2020 £
Grants to institutions		
Grants to institutions	292,608	661,578
Total grants	<u>292,608</u>	<u>661,578</u>

11. Auditors remuneration

	2021 £	2020 £
Fees payable for the audit of the financial statements	<u>6,500</u>	<u>3,600</u>

12. Trustee remuneration and expenses

There were no trustees' remuneration or other benefits for the year ended 31 August 2021.

13. Tangible fixed assets

	Plant and machinery £
Cost	
At 1 September 2020 and 31 August 2021	<u>143,485</u>
Depreciation	
At 1 September 2020	90,705
Charge for the year	5,278
At 31 August 2021	<u>95,983</u>
Carrying amount	
At 31 August 2021	<u>47,502</u>
At 31 August 2020	<u>52,780</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

14. Investments

	Investment properties £
Cost or valuation	
At 1 September 2020	11,464,485
Additions	128,536
At 31 August 2021	<u>11,593,021</u>
Impairment	
At 1 September 2020 and 31 August 2021	
Carrying amount	
At 31 August 2021	<u>11,593,021</u>
At 31 August 2020	<u>11,464,485</u>

All investments shown above are held at valuation.

Investment properties

The charity's fixed asset investment is situated in the United Kingdom.

The valuation was performed by the trustees of the charity whose basis was derived at from a previous valuation performed in 2018 by a qualified independent valuer. The value of the property is determined by the rental yields which have not changed significantly since the valuation was performed; therefore, the trustees believe the valuation remains appropriate at the balance sheet date.

15. Debtors

	2021 £	2020 £
Trade debtors	9,581	–
Amounts owed by connected company	75,000	–
Other debtors	–	38,420
	<u>84,581</u>	<u>38,420</u>

16. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	2021 £	2020 £
Cash at bank and in hand	5,576	–
Bank overdrafts	–	(4,977)
	<u>5,576</u>	<u>(4,977)</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

17. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	103,767	96,077
Trade creditors	21,592	92,115
Accruals and deferred income	6,500	8,640
Other creditors	334,874	1,401,350
	<u>466,733</u>	<u>1,598,182</u>

18. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	<u>809,367</u>	<u>887,394</u>

19. Analysis of charitable funds

Unrestricted funds

	At 1 September 2020	Income £	Expenditure £	Prior year adjustments £	At 31 August 2021
General funds	3,153,620	1,677,238	(1,238,189)	945,422	4,538,091
Revaluation reserve	5,916,489	–	–	–	5,916,489
	<u>9,070,109</u>	<u>1,677,238</u>	<u>(1,238,189)</u>	<u>945,422</u>	<u>10,454,580</u>

	At 1 September 2019	Income £	Expenditure £	Prior year adjustments £	At 31 August 2020
General funds	2,610,643	1,358,063	(815,086)	–	3,153,620
Revaluation reserve	5,916,489	–	–	–	5,916,489
	<u>8,527,132</u>	<u>1,358,063</u>	<u>(815,086)</u>	<u>–</u>	<u>9,070,109</u>

Forty Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	11,640,523	11,640,523
Current assets	90,157	90,157
Creditors less than 1 year	(466,733)	(466,733)
Creditors greater than 1 year	(809,367)	(809,367)
Net assets	10,454,580	10,454,580

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	11,517,265	11,517,265
Current assets	38,420	38,420
Creditors less than 1 year	(1,598,182)	(1,598,182)
Creditors greater than 1 year	(887,394)	(887,394)
Net assets	9,070,109	9,070,109

21. Analysis of changes in net debt

	At 1 Sep 2020 £	Cash flows £	At 31 Aug 2021 £
Cash at bank and in hand	–	5,576	5,576
Bank overdrafts	(4,977)	4,977	–
Debt due within one year	(91,100)	(12,667)	(103,767)
Debt due after one year	(887,394)	78,027	(809,367)
	<u>(983,471)</u>	<u>75,913</u>	<u>(907,558)</u>

22. Related parties

The charity leases its property to Beis Chinuch Lebonos Limited, a connected charity with a rental income of £925,000 p.a (2020: £840,000).

At the year end, the charity was owed £75,000 by Beis Chinuch Lebonos Limited. The loan is payable on demand and no interest is charged.

The charity owes Mr Avrohom Schechter, £90,874 a trustee of the charity. The loan is payable on demand and no interest is charged.

There were no other related party transactions in the year.

FORTY LIMITED

England & Wales - Charity number 1039036

Accounts

Charity Registration No. 1039036

Company Registration No. 02884621 (England and Wales)

FORTY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

FORTY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Richard Spitzer Mr Jacob Gluck Mrs Hanna Gluck Mr Avrohom Schechter
Secretary	Mr Richard Spitzer Mr Avrohom Schechter
Charity number	1039036
Company number	02884621
Principal address	Woodbury Down Centre Woodbury Down London N4 2SH
Registered office	1st Floor, Cloister House Riverside New Bailey Street Manchester M3 5FS
Auditor	Lopian Gross Barnett & Co 1st Floor, Cloister House Riverside New Bailey Street Manchester M3 5FS
Bankers	Barclays Bank Plc London The Manager Barclays Bank Plc 1 Church Hill Place London E14 5HP

FORTY LIMITED

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FORTY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2020

The trustees present their report and financial statements for the year ended 31 August 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011, 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) (effective 1 January 2019)".

Objectives and activities

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law.

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

The charity receives rental income and makes grants to other charities.

Achievements and performance

The property is based in North London and is used by an associated charitable company as a school, crèche and nursery and a charity that provides after school clubs & holiday play schemes, for the Orthodox Jewish community. Rents are paid at a level as agreed between the two charities.

The charity is constantly developing and maintaining its property to enable expansion of the school that owns the premises and has this year added a number of new classrooms and offices to the buildings including remedial rooms and crèche premises.

The trustees of the charity confirm that they have considered The Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this area.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year. The fund balance at the year end is £9,070,109. This is currently being used in the expansion of the building. The level of fundraising must continue if the charity is to continue with its plans for the future.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition the trustees have received undertakings from local supporters to cover any deficit if such should arise.

The trustees has 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.

To continue building additional classrooms and areas to meet the growing demands of the school and crèche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Structure, governance and management

The charity is a company limited by guarantee and accordingly does not have a share capital. The charity is governed by its Memorandum and Articles of Association dated 5th January 1994.

Every member of the company undertakes to contribute such an amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

FORTY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

The trustees, who, aside from Mr Avrohom Schechter, 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 Richard Spitzer
Mr Jacob Gluck
Mrs Hanna Gluck
Mr Avrohom Schechter

It is not currently the intention of the charity to appoint new trustees. Should this situation change in the future, the trustees will apply suitable recruitment and training procedures.

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

The charity owns property which is currently being used by another charity whose activity is the running of a creche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday playschemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action.

Details of transactions with related parties are disclosed in the notes to the financial statements.

Auditor

In accordance with the company's articles, a resolution proposing that Lopian Gross Barnett & Co be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.



Mr Richard Spitzer

Trustee

Dated: 15/Aug/21

FORTY LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2020

The trustees, who are also the directors of Forty Limited for the purpose of company law, 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).

Company Law requires the trustees to prepare financial statements for each financial 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, including the income and expenditure, of the charitable company for that year.

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 Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 operation.

The trustees are responsible for keeping adequate accounting records that 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 Companies Act 2006. 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.

FORTY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF FORTY LIMITED

Opinion

We have audited the financial statements of Forty Limited (the 'charity') for the year ended 31 August 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, 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 charitable company's affairs as at 31 August 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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.

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 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.

FORTY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF FORTY LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

FORTY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF FORTY LIMITED

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.



**Jonathan Brodie ACA (Senior Statutory Auditor)
for and on behalf of Lopian Gross Barnett & Co**

13/08/2021

**Chartered Accountants
Statutory Auditor**

1st Floor, Cloister House
Riverside
New Bailey Street
Manchester
M3 5FS

Lopian Gross Barnett & Co is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

FORTY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2020

		Unrestricted funds 2020 £	Unrestricted funds 2019 £
<u>Income from:</u>	Notes		
Voluntary income			
	3	516,063	605,527
Investments	4	842,000	866,500
Total income		1,358,063	1,472,027
<u>Expenditure on:</u>			
Raising funds	5	41,078	67,806
Charitable activities	6	774,008	924,291
Total resources expended		815,086	992,097
Net income for the year/ Net movement in funds		542,977	479,930
Fund balances at 1 September 2019		8,527,132	8,047,202
Fund balances at 31 August 2020		9,070,109	8,527,132

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.

FORTY LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12		52,780		53,040
Investment properties	13		11,464,485		11,035,940
			<u>11,517,265</u>		<u>11,088,980</u>
Current assets					
Debtors	14	38,420		30,000	
Creditors: amounts falling due within one year	16	(1,598,182)		(1,682,512)	
Net current liabilities			<u>(1,559,762)</u>		<u>(1,652,512)</u>
Total assets less current liabilities			9,957,503		9,436,468
Creditors: amounts falling due after more than one year	17		(887,394)		(909,336)
Net assets			<u>9,070,109</u>		<u>8,527,132</u>
Income funds					
<u>Unrestricted funds</u>					
General unrestricted funds		3,153,620		2,610,643	
Gain on revaluation of investment property fund		5,916,489		5,916,489	
			<u>9,070,109</u>		<u>8,527,132</u>
			<u>9,070,109</u>		<u>8,527,132</u>

FORTY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2020

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 August 2020, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 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.

The financial statements were approved by the Trustees on 12/Aug/21



.....
Mr Richard Spitzer
Trustee

Company Registration No. 02884621

FORTY LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash absorbed by operations	20		(351,452)		(446,912)
Investing activities					
Purchase of tangible fixed assets		(5,604)		(1,978)	
Additions to investment property		(428,545)		(283,249)	
Rental income received		842,000		866,500	
Net cash generated from investing activities			407,851		581,273
Financing activities					
Repayment of bank loans		(19,442)		(125,260)	
Net cash used in financing activities			(19,442)		(125,260)
Net increase in cash and cash equivalents			36,957		9,101
Cash and cash equivalents at beginning of year			(41,934)		(51,035)
Cash and cash equivalents at end of year			(4,977)		(41,934)
Relating to:					
Cash at bank and in hand			-		-
Bank overdrafts included in creditors payable within one year			(4,977)		(41,934)

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

Charity information

Forty Limited is a private company limited by guarantee incorporated in England & Wales. The registered office is 1st Floor Cloister House Riverside, New Bailey Street, Salford, England, M3 5FS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association dated 5 January 1994, 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) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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.

1.4 Income

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.

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.

1.5 Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred.

Costs of generating funds comprise the costs associated with attracting voluntary income.

Charitable expenditure comprises those incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in achieving the charity's objectives.

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies (Continued)

Governance costs comprise all costs involved in the public accountability of the charity and its compliance with the regulation of good practice. These costs include costs related to statutory audit and direct governing costs.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	10% reducing balance
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activity.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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.

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

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.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount 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. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Voluntary income

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Donations and gifts	516,063	605,527

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

4 Investments

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Rental income	842,000	866,500

The superior tenant is Beis Chinuch Lebonos Limited, a connected charitable company, for the use of the buildings used in the running of Beis Chinuch Lebonos Limited's school.

5 Raising funds

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
<u>Fundraising and publicity</u>		
Other fundraising costs	41,078	67,806
	<u>41,078</u>	<u>67,806</u>

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

6 Charitable activities

	Charitable activities 2020 £	Donations made 2020 £	Total 2020 £	Charitable activities 2019 £	Donations made 2019 £	Total 2019 £
Depreciation and impairment	5,864	-	5,864	5,893	-	5,893
Other establishment costs	82,305	-	82,305	4,070	-	4,070
Depreciation and impairment	-	-	-	5,893	-	5,893
Bank charges and interest	20,661	-	20,661	22,511	-	22,511
Sundry expenses	-	-	-	1,525	-	1,525
	<u>108,830</u>	<u>-</u>	<u>108,830</u>	<u>39,892</u>	<u>-</u>	<u>39,892</u>
Grant funding of activities (see note 7)	-	661,578	661,578	-	880,799	880,799
Share of governance costs (see note 8)	3,600	-	3,600	3,600	-	3,600
	<u>112,430</u>	<u>661,578</u>	<u>774,008</u>	<u>43,492</u>	<u>880,799</u>	<u>924,291</u>

7 Grants payable

	Donations made 2020 £	Donations made 2019 £
Grants to institutions:		
Mifal Hachessed Vehatzdokoh	18,000	155,100
One Heartlev Echod	18,000	108,500
Wlodowa Charity and Rehabilitation Trust	360,000	329,500
Friends Of Beis Soroh Shnierer	50,000	110,909
Spinka	-	35,000
Mercaz Hatorah Belz Machnovke	-	66,750
Shefa Chaim	42,320	-
Sharei Chesed London	23,165	-
Beis Nadvorne	18,410	-
Other	131,683	75,040
	<u>661,578</u>	<u>880,799</u>

The grants are made to achieve the charity's objectives.

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

8 Support costs

	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Audit fee	-	3,600	3,600	-	3,600	3,600
	-	3,600	3,600	-	3,600	3,600
Analysed between Charitable activities	-	3,600	3,600	-	3,600	3,600

Governance costs includes payments to the auditors of £3,600 (2019- £3,600) for audit fees.

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

None of the trustees (or any persons connected with them) received any reimbursement of expenses from the charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Total	-	-

11 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2020

12 Tangible fixed assets

	Plant and machinery £
Cost	
At 1 September 2019	137,881
Additions	5,604
At 31 August 2020	<u>143,485</u>
Depreciation and impairment	
At 1 September 2019	84,841
Depreciation charged in the year	5,864
At 31 August 2020	<u>90,705</u>
Carrying amount	
At 31 August 2020	<u>52,780</u>
At 31 August 2019	<u>53,040</u>

13 Investment property

	2020 £
Fair value	
At 1 September 2019	11,035,940
Additions through external acquisition	428,545
At 31 August 2020	<u>11,464,485</u>

The charity's fixed asset investment is situated in the United Kingdom.

The valuation was performed by the trustees of the charity whose basis was derived at from a previous valuation performed in 2018 by a qualified independent valuer. The value of the property is determined by the rental yields which have not changed significantly since the valuation was performed; therefore, the trustees believe the valuation remains appropriate at the balance sheet date.

14 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Other debtors	<u>38,420</u>	<u>30,000</u>

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

15 Loans and overdrafts

	2020 £	2019 £
Bank overdrafts	4,977	41,934
Bank loans	978,494	997,936
	<u>983,471</u>	<u>1,039,870</u>
Payable within one year	96,077	130,534
Payable after one year	887,394	909,336
	<u>443,000</u>	<u>443,000</u>

Amounts included above which fall due after five years:

Payable by instalments	443,000	443,000
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The bank loan is secured by a first legal charge on the charity's investment property and is repayable on 1 September 2032.

The charity received a government-backed bounce back loan during the year for £50,000. The loan is over 60 months with a 2.5% interest rate, with no interest or repayments due within the first year.

16 Creditors: amounts falling due within one year

	Notes	2020 £	2019 £
Bank loans and overdrafts	15	96,077	130,534
Trade creditors		92,115	65,152
Other creditors		1,401,350	1,478,186
Accruals and deferred income		8,640	8,640
		<u>1,598,182</u>	<u>1,682,512</u>

17 Creditors: amounts falling due after more than one year

	Notes	2020 £	2019 £
Bank loans	15	887,394	909,336

18 Response to Covid-19

The trustees have reviewed the position at date of signing and consider there have been no impacts of Covid-19 which require disclosure.

FORTY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

19 Related party transactions

The charity leases its property Beis Chinuch Lebonos Limited, a connected charity with a rental income of £840,000 p.a (2019: £840,000).

At the year end, the charity owed £1,245,637 (2019: £1,488,306) to Beis Chinoch Lebonos Limited. The loan is payable on demand and no interest is charged.

There are no further related party transactions which require disclosure.

20 Cash generated from operations	2020 £	2019 £
Surplus for the year	542,977	479,930
Adjustments for:		
Rental income received	(842,000)	(866,500)
Depreciation and impairment of tangible fixed assets	5,864	5,893
Movements in working capital:		
(Increase) in debtors	(8,420)	(30,000)
(Decrease) in creditors	(49,873)	(36,235)
Cash absorbed by operations	<u>(351,452)</u>	<u>(446,912)</u>

21 Analysis of changes in net (debt)/funds

	At 1 September 2019 £	Cash flows £	At 31 August 2020 £
Bank overdrafts	(41,934)	36,957	(4,977)
Loans falling due within one year	(88,600)	(2,500)	(91,100)
Loans falling due after more than one year	(909,336)	21,942	(887,394)
	<u>(1,039,870)</u>	<u>56,399</u>	<u>(983,471)</u>