

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 December 2021
for
B K Charitable Trust**

Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

B K Charitable Trust

**Contents of the Financial Statements
for the Year Ended 31 December 2021**

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 11

B K Charitable Trust
Report of the Trustees
for the Year Ended 31 December 2021

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal object of the charity is the furtherance of orthodox Jewish education, relief of poverty and any other charitable activity. The charity is to apply the income and all such part or parts of the capital at such time or times and in such manner to or for the benefit of such exclusively charitable objects and purposes in any part of the world as the Trustees may in their discretion think fit.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit.

Grantmaking

The intention is to utilise the income from the funds to make grants and donations to various charitable causes known to the Trustees or in respect of which the Trustees may receive specific applications. In certain cases capital sums may be distributed as well.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year, the charity's incoming resources amounted to £167,298. Total resources expended amounted to £163,443. After taking into account of the decrease in valuation of investments of £3,059, the fund reserve reserves have increased by £796 decreasing its deficit from £21,220 to a deficit of £20,424.

Investment performance

In accordance with the Trust Deed, the Trustees have the power to invest in stocks, shares, investments and properties in the UK as they see fit. The Trustees consider that the performance of investments during the year was satisfactory and the objectives of the charity have been met.

The Trustees have absolute discretion in determining the selection of investments for the Trust.

FINANCIAL REVIEW

Reserves policy

It is the aim of the charity to maintain unrestricted funds at a level sufficient to enable it to continue to operate and meet day to day running costs.

At 31st December 2021 the charity had a deficit in its reserves of £20,424 (2020: £21,220). Before the year end the charity had refurbished the property and has commenced renting the property at its full market rental value, in an effort to eliminate the deficit.

It has also been actively seeking donations.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The charity is constituted by the Trust Deed dated 30 May 1995 and registered with the Charity Commission under charity number 1047323.

Recruitment and appointment of new trustees

The management of the charity is responsibility of the Trustees who are elected and co-opted under the terms of the Trust Deed.

B K Charitable Trust

**Report of the Trustees
for the Year Ended 31 December 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1047323

Principal address

Cornbrook, 2 Brindley Road
Old Trafford
Manchester
M16 9HQ

Trustees

Z Klyne
Mrs R Klyne
Y S Klyne (resigned 24.5.21)
Dr J M Hasleton (appointed 24.5.21)

Independent Examiner

Adam Caplan ACA
Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Approved by order of the board of trustees on 21 November 2022 and signed on its behalf by:

Z Klyne - Trustee

**Independent Examiner's Report to the Trustees of
B K Charitable Trust**

Independent examiner's report to the trustees of B K Charitable Trust

I report to the charity trustees on my examination of the accounts of B K Charitable Trust (the Trust) for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Adam Caplan ACA
Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

22 November 2022

B K Charitable Trust

**Statement of Financial Activities
for the Year Ended 31 December 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		159,298	-	159,298	115,727
Investment income	2	8,000	-	8,000	-
Total		<u>167,298</u>	<u>-</u>	<u>167,298</u>	<u>115,727</u>
EXPENDITURE ON					
Charitable activities					
General		12,903	-	12,903	9,233
Donations		150,540	-	150,540	105,296
Total		<u>163,443</u>	<u>-</u>	<u>163,443</u>	<u>114,529</u>
Net gains/(losses) on investments		<u>(3,059)</u>	<u>-</u>	<u>(3,059)</u>	<u>5,735</u>
NET INCOME		796	-	796	6,933
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>(21,220)</u>	<u>-</u>	<u>(21,220)</u>	<u>(28,153)</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>(20,424)</u></u>	<u><u>-</u></u>	<u><u>(20,424)</u></u>	<u><u>(21,220)</u></u>

The notes form part of these financial statements

B K Charitable Trust

**Balance Sheet
31 December 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Investments					
Investments	6	12,958	-	12,958	16,017
Investment property	7	475,221	-	475,221	407,847
		<u>488,179</u>	<u>-</u>	<u>488,179</u>	<u>423,864</u>
CURRENT ASSETS					
Debtors	8	1,374	-	1,374	2,087
Cash at bank		3,967	-	3,967	4,709
		<u>5,341</u>	<u>-</u>	<u>5,341</u>	<u>6,796</u>
CREDITORS					
Amounts falling due within one year	9	(513,944)	-	(513,944)	(451,880)
		<u>(508,603)</u>	<u>-</u>	<u>(508,603)</u>	<u>(445,084)</u>
NET CURRENT ASSETS/(LIABILITIES)					
		<u>(20,424)</u>	<u>-</u>	<u>(20,424)</u>	<u>(21,220)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>(20,424)</u>	<u>-</u>	<u>(20,424)</u>	<u>(21,220)</u>
NET ASSETS/(LIABILITIES)					
		<u>(20,424)</u>	<u>-</u>	<u>(20,424)</u>	<u>(21,220)</u>
FUNDS	10				
Unrestricted funds				(20,424)	(21,220)
TOTAL FUNDS				<u>(20,424)</u>	<u>(21,220)</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 21 November 2022 and were signed on its behalf by:

Z Klyne - Trustee

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 December 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Investment property

Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in 'net gains/ (losses) on investment' in the SOFA.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Valuation of investments

All investments are valued at their market value at 31 December 2021. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

B K Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

2. INVESTMENT INCOME

	2021	2020
	£	£
Rents received	8,000	-
	<u>8,000</u>	<u>-</u>

3. GRANTS PAYABLE

	2021	2020
	£	£
Donations	150,540	105,296
	<u>150,540</u>	<u>105,296</u>

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

	2021	2020
	£	£
Yeshivas Lubavitch Manchester	10,000	-
Chai Network	28,400	42,650
Colel Chabad	3,600	7,400
Broughton Jewish Opportunities Fund	-	4,121
Beis Menachem Sha'arei	11,200	-
L'Chaim Foodbank	55,800	45,300
Bonei Olam	5,000	-
Broughton Jewish Casel Fox	19,562	-
North Manchester Jewish Cemeteries	-	1,800
Young Lubavitch	-	1,205
Choimel Dalim	2,500	-
Manchester Jewish School for Special Education	10,000	-
SMD Foundation	1,000	-
Others - less than £1,000	3,478	2,820
	<u>150,540</u>	<u>105,296</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	115,727	-	115,727
	<u>115,727</u>	<u>-</u>	<u>115,727</u>
EXPENDITURE ON			
Charitable activities			
General	9,233	-	9,233
Donations	105,296	-	105,296
	<u>114,529</u>	<u>-</u>	<u>114,529</u>
Total	<u>114,529</u>	<u>-</u>	<u>114,529</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
Net gains on investments	5,735	-	5,735
NET INCOME	6,933	-	6,933
RECONCILIATION OF FUNDS			
Total funds brought forward	(28,153)	-	(28,153)
TOTAL FUNDS CARRIED FORWARD	<u>(21,220)</u>	<u>-</u>	<u>(21,220)</u>

6. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2021	16,017
Revaluations	(3,059)
At 31 December 2021	<u>12,958</u>
NET BOOK VALUE	
At 31 December 2021	<u>12,958</u>
At 31 December 2020	<u>16,017</u>

There were no investment assets outside the UK.

Investments comprise listed securities on the AIM amounting to £12,958.

The historic cost of the investments at 31 December 2021 is £536,250

7. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2021	407,847
Additions	67,374
At 31 December 2021	<u>475,221</u>
NET BOOK VALUE	
At 31 December 2021	<u>475,221</u>
At 31 December 2020	<u>407,847</u>

In the opinion of the trustees, the market value of the investment property is not materially different from the amounts stated in the financial statements.

B K Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other debtors	140	220
Taxation recoverable	1,234	1,867
	<u>1,374</u>	<u>2,087</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	513,944	451,880
	<u>513,944</u>	<u>451,880</u>

10. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	(21,220)	796	(20,424)
	<u>(21,220)</u>	<u>796</u>	<u>(20,424)</u>
TOTAL FUNDS	<u>(21,220)</u>	<u>796</u>	<u>(20,424)</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	167,298	(163,443)	(3,059)	796
	<u>167,298</u>	<u>(163,443)</u>	<u>(3,059)</u>	<u>796</u>
TOTAL FUNDS	<u>167,298</u>	<u>(163,443)</u>	<u>(3,059)</u>	<u>796</u>

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	(28,153)	6,933	(21,220)
	<u>(28,153)</u>	<u>6,933</u>	<u>(21,220)</u>
TOTAL FUNDS	<u>(28,153)</u>	<u>6,933</u>	<u>(21,220)</u>

B K Charitable Trust

Notes to the Financial Statements - continued for the Year Ended 31 December 2021

10. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	115,727	(114,529)	5,735	6,933
TOTAL FUNDS	<u>115,727</u>	<u>(114,529)</u>	<u>5,735</u>	<u>6,933</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.20 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	(28,153)	7,729	(20,424)
TOTAL FUNDS	<u>(28,153)</u>	<u>7,729</u>	<u>(20,424)</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	283,025	(277,972)	2,676	7,729
TOTAL FUNDS	<u>283,025</u>	<u>(277,972)</u>	<u>2,676</u>	<u>7,729</u>

11. RELATED PARTY DISCLOSURES

At 31 December 2021, there was a balance of £513,664 (2020: £451,600) due to a company in which some of the trustees are directors.

During the year donations amounting to £138,500 were made by companies in which some of the trustees are directors.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

12. ULTIMATE CONTROLLING PARTY

The charity is jointly controlled by the trustees.

13. GOING CONCERN

The charity's financial statements for the year ended 31 December 2021 have been prepared on a going concern basis as, after making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future.