

Charity Registration No. 1109540

Company Registration No. 01854276 (England and Wales)

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr.M. Vorhand Mr.T. Vorhand Ms E Noe
Charity number	1109540
Company number	01854276
Registered office	220 THE VALE LONDON NW11 8SR
Independent examiner	Michael Weissbraun, FCA Michael , Pasha & Co. 220,The Vale London NW11 8SR

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

CONTENTS

	Page
Trustees' report	1 - 2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the accounts	6 - 10

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the articles of Association, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Objectives and activities

The objectives of the Project, as established, continue unchanged, is to alleviate poverty of individuals and to further education according to the tenets of the orthodox Jewish faith.

The basic purposes and objectives of the company are to raise funds on an ongoing basis in order to provide for needy families and religious educational institutions. However most donations went to the institutions directly, who then distribute the fund to various recipients. The basis of their distribution varied from recipient to recipient, some recipients received regular payments based on the trustees calculation of their weekly requirements and adjusted from time to time when the circumstances altered. Other recipients received help on a one-off basis with the opportunity of applying on future occasions as and when necessary.

Approval for distributions is obtained from one of the trustee's to obtain the necessary information to decide on the justification of payments. Once approval is obtained, the details are given to other two trustee for each recipient for making decision. The necessary funds are raised mainly from the two connected companies, Novaheight and Tempophase Limited even though there are outside donors occasionally.

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

Achievements and performance

Financial review

In the period under review, the Charity made a deficit of £1,938,060 (2020 : surplus £8,773, including one off loss on disposal on investments in Novaheights Ltd of £1,401,119, from its fair value £2,357,367).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The reserve policy is to hold only sufficient funds need to provide donations of up to one month estimated needs.

There is no policy to invest other than to hold short term funds to enable the Reserve Policy to be met.

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 the major risks.

Structure, governance and management

The charity is a company limited by guarantee (no.1854276). No dividends are paid under company's Articles of Association. There is no share capital and liability of each member is limited. Ondawn Limited is a legal registered charity (no. 1109540) and as such is not liable to income tax, corporation tax or capital gain tax. the particulars of the Charity's professional advisers and principal address of the Charity are listed on Page 1.

The trustees, who 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.M. Vorhand

Mr.T. Vorhand

Ms E Noe

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2021**

The charity's elected trustees are appointed at an Annual General Meeting of the Charity on the basis of Board's specifications concerning eligibility, personal competence, specialist skills, business and community knowledge and local availability. New trustees are inducted into the workings of the charity including Board's Policy and Procedures, at an induction workshop specially organised for them by the Chief Executive Officer.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

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.

There is no trade creditors as at Balance Sheet date.

Ondawn Limited's board of directors, as the trustees of the Charity, are legally responsible for the overall management control of the Charity and meet at least three times a year. The work of implementing of their policies is also carried out by the trustees who also meet to finalise the audited accounts and annual report for approval. The day to day management of the charity is delegated by the Trustees to Mr. T Vorhand and supported by all other trustees.

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

Mr.T. Vorhand

Trustee

Dated: 25 July 2022

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

I report to the trustees on my examination of the financial statements of Ondawn Limited (A Company Limited By Guarantee) (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.

Michael Weissbraun, FCA
Michael , Pasha & Co.

220, The Vale
London
NW11 8SR

Dated: 25 July 2022

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<u>Income from:</u>			
Donations and legacies	2	121,500	52,245
Investments	3	122,275	164,199
Total income		<u>243,775</u>	<u>216,444</u>
<u>Expenditure on:</u>			
Charitable activities	4	<u>780,716</u>	<u>207,671</u>
Net gains/(losses) on investments	7	<u>(1,401,119)</u>	<u>-</u>
Net (expenditure)/income for the year/ Net movement in funds		(1,938,060)	8,773
Fund balances at 1 January 2021		<u>5,683,471</u>	<u>5,674,698</u>
Fund balances at 31 December 2021		<u><u>3,745,411</u></u>	<u><u>5,683,471</u></u>

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.

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	8		-	2,357,367	
Current assets					
Debtors	9	3,171,598		3,344,684	
Cash at bank and in hand		573,813		18,941	
		<u>3,745,411</u>		<u>3,363,625</u>	
Creditors: amounts falling due within one year	10	-		(37,521)	
Net current assets			3,745,411		3,326,104
Total assets less current liabilities			<u>3,745,411</u>		<u>5,683,471</u>
Income funds					
Unrestricted funds			3,745,411		5,683,471
			<u>3,745,411</u>		<u>5,683,471</u>

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 December 2021.

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.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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 25 July 2022

Mr.T. Vorhand
Trustee

Company Registration No. 01854276

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Ondawn Limited (A Company Limited By Guarantee) is a private company limited by guarantee incorporated in England and Wales. The registered office is 220 THE VALE, LONDON, NW11 8SR.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

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.

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

There is no other expense apart from charity payments. 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 settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the charity holds a long-term interest and where the charity has significant influence. The charity considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

1.7 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.

1.8 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.

Basic financial assets

Trade debtors, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment.

Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Basic financial liabilities

Financial liabilities classified as other financial liabilities are stated at fair value with any gains or losses arising on remeasurement recognised in profit or loss.

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	121,500	52,245

3 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Income from unlisted investments	-	43,425
Interest receivable	122,275	120,774
	122,275	164,199

4 Charitable activities

	Charitable Expenditure Heading 1	Charitable Expenditure Heading 1
	2021	2020
	£	£
Depreciation and impairment	52,860	-
Charity payments	727,810	207,625
Charitable expenditure heading 2	46	46
	780,716	207,671
	780,716	207,671

5 Trustees

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

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

6 Employees

The average monthly number of employees during the year was:

2021 Number	2020 Number
3	3
<u>3</u>	<u>3</u>

There were no employees whose annual remuneration was more than £60,000.

7 Net gains/(losses) on investments

	Unrestricted funds	Total
	2021 £	2020 £
Gain/(loss) on sale of investments	(1,401,119)	-
	<u>(1,401,119)</u>	<u>-</u>

8 Fixed asset investments

	Other investments
Cost or valuation	
At 1 January 2021 & 31 December 2021	2,357,367
	<u>2,357,367</u>
Carrying amount	
At 31 December 2021	2,357,367
	<u>2,357,367</u>
At 31 December 2020	2,357,367
	<u>2,357,367</u>

	Notes	2021 £	2020 £
Other investments comprise:			
Investments in associates		-	2,357,367
		<u>-</u>	<u>2,357,367</u>

ONDAWN LIMITED (A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

9 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Corporation tax recoverable	-	52,860
Other debtors	3,171,598	3,291,824
	<u>3,171,598</u>	<u>3,344,684</u>

10 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	-	37,521
	<u>-</u>	<u>37,521</u>

11 Related party transactions

Included in donation, £69,000 and £9,500 were made from Tempophase Limited and Novaheights respectively in which Mr Vorhand is director of both companies. Mr Vorhand is also a trustee of Ondawn Limited.

The interest receivable is comprised of £99,613 from Novaheights Limited and £22,662 from Tempophase Limited.

As at of balance sheet date, the amount of £452,401 (2020: £445,739) and £2,719,198 (2020: £2,846,085) was owed by Tempophase Limited and Novaheights Limited respectively.