

COMPANY REGISTRATION NUMBER: 07112372
CHARITY REGISTRATION NUMBER: 1135165

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
UNAUDITED FINANCIAL STATEMENTS
31 MARCH 2023

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

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FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
YEAR ENDED 31 MARCH 2023

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

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name Fountain of Chessed Limited

Charity registration number 1135165

Company registration number 07112372

Principal office and registered office New Burlington House
1075 Finchley Road
London
NW11 0PU

THE TRUSTEES Mr J Oestreicher
Mrs M Oestreicher
Mr P Oestreicher

INDEPENDENT EXAMINER David Goldberg FCA, DChA
New Burlington House
1075 Finchley Road
London
NW11 0PU

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is constituted as a company limited by guarantee, and is therefore governed by its memorandum and articles of association.

The day-to-day affairs of the charity are administered by the council of trustees. None of the trustees who are also the directors have any beneficial interest in the company.

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

OBJECTIVES AND ACTIVITIES

The charity's object and its principal activity continues to be that providing grants for the enhancement of education and religion and for the relief of poverty.

The charity receives income from donations and its property investments which it utilises in the provision and distribution of grants and donations.

The trustees confirm that they have referred to the guidance contained in the charity commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2023

ACHIEVEMENTS AND PERFORMANCE

During the period the charity continued its philanthropic activities in support of religious, educational and other charitable institutions and, aggregate donations in the sum of £1,245,198 were paid in the year to 31 March 2023.

The financial results of the charity's activities for the year ended 31 March 2023 are fully reflected in the attached financial statements together with the notes thereon.

FINANCIAL REVIEW

Reserve Policy

It is the policy of the charity to maintain unrestricted funds at a level which the trustees think appropriate after considering the future commitments of the charity and the likely administrative costs of the charity for the next year.

As at 31 March 2023 the charity had negative reserves. The trustees are actively considering the steps to take to generate surpluses in the future. The accounts are prepared on a going concern basis based on the continued provision of financial support by the charity's creditors.

Grant Making Policy

Grants are made to charitable institutions and organisations which accord with the objects of the charity.

Investment Powers and Policy and Objectives

Under the memorandum and articles of association, the charity has the power to make any investment, which the trustees see fit. The trustees regularly review the charity's position and needs in respect of the investment policy.

The charity's investment policy is to make investments of its free funds which provide a secure stream of income with potential for increases in capital growth with particular preference for low risk secure property investments.

Risk Management

The trustees have identified and reviewed the major risks to which the charity is exposed, in particular those related to the operations and finance of the charity, and are satisfied that systems are in place to manage those risks.

PLANS FOR FUTURE PERIODS

The trustees plan to continue to make distributions in accordance with their grant making policy and to ensure that an appropriate level of reserves is maintained.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2023

The trustees' annual report was approved on 30 January 2024 and signed on behalf of the board of trustees by:

DocuSigned by:

Mr Jacob Oestreich

MR J OESTREICH

Trustee

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF FOUNTAIN OF
CHESSED LIMITED
YEAR ENDED 31 MARCH 2023

I report to the trustees on my examination of the financial statements of Fountain of Chessed Limited ('the charity') for the year ended 31 March 2023.

RESPONSIBILITIES AND BASIS OF REPORT

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

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

INDEPENDENT EXAMINER'S STATEMENT

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

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

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.

DocuSigned by:

DAVID GOLDBERG FCA, DCHA
Independent Examiner

New Burlington House
1075 Finchley Road
London
NW11 0PU

30 January 2024

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 31 MARCH 2023

		2023	2022
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	5	550,000	1,024,000
Investment income	6	61,926	64,203
Total income		<u>611,926</u>	<u>1,088,203</u>
Expenditure			
Expenditure on raising funds:			
Investment management costs	7	(21,948)	(19,189)
Expenditure on charitable activities	8,9	(1,251,579)	(964,668)
Total expenditure		<u>(1,273,527)</u>	<u>(983,857)</u>
Net gains on investments	11	100,000	–
Net (expenditure)/income and net movement in funds		<u>(561,601)</u>	<u>104,346</u>
Reconciliation of funds			
Total funds brought forward		172,428	68,082
Total funds carried forward		<u>(389,173)</u>	<u>172,428</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 8 to 15 form part of these financial statements.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL POSITION

31 MARCH 2023

	Note	2023 £	2022 £
FIXED ASSETS			
Investments	15	1,500,000	1,400,000
CURRENT ASSETS			
Debtors	16	61,000	7,000
Cash at bank and in hand		7,264	278,865
		<u>68,264</u>	<u>285,865</u>
CREDITORS: amounts falling due within one year	17	<u>(1,957,437)</u>	<u>(1,513,437)</u>
NET CURRENT LIABILITIES		<u>(1,889,173)</u>	<u>(1,227,572)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(389,173)</u>	<u>172,428</u>
NET LIABILITIES		<u>(389,173)</u>	<u>172,428</u>
FUNDS OF THE CHARITY			
Unrestricted funds		<u>(389,173)</u>	<u>172,428</u>
Total charity funds	18	<u>(389,173)</u>	<u>172,428</u>

For the year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 30 January 2024, and are signed on behalf of the board by:

DocuSigned by:

MR J OESTREICHER
Trustee

The notes on pages 8 to 15 form part of these financial statements.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
STATEMENT OF CASH FLOWS
YEAR ENDED 31 MARCH 2023

	2023	2022
	£	£
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (expenditure)/income	(561,601)	104,346
<i>Adjustments for:</i>		
Net gains on investments	(100,000)	—
Dividends, interest and rents from investments	(39,978)	(45,014)
Interest payable and similar charges	381	372
Accrued expenses	6,000	—
<i>Changes in:</i>		
Trade and other debtors	(54,000)	(7,000)
Trade and other creditors	438,000	115,000
Cash generated from operations	(311,198)	167,704
Interest paid	(381)	(372)
Net cash (used in)/from operating activities	<u>(311,579)</u>	<u>167,332</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends, interest and rents from investments	39,978	45,014
Net cash from investing activities	<u>39,978</u>	<u>45,014</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(271,601)	212,346
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	278,865	66,519
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>7,264</u>	<u>278,865</u>

The notes on pages 8 to 15 form part of these financial statements.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 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 New Burlington House, 1075 Finchley Road, London, NW11 0PU.

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

The financial statements have been prepared on a going concern basis which assumes that the charity will continue in operational existence for the foreseeable future. The validity of this assumption depends upon the continued financial support from the charity's loan creditors. The trustees are of the opinion that such support will be forthcoming.

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. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Judgements made by the directors in the application of these accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are as follows:

(i) Property valuation

The valuation of the company's investment property is inherently subjective, depending on many factors including the nature of the property, its location and expected future net rental values, market yields and comparable market transactions. Therefore, the valuation is subject to a degree of uncertainty and is made on the basis of assumptions which may not prove to be accurate, particularly in periods of difficult market or economic conditions.

(ii) Trade and other debtors

Management uses details of the age of trade and other debtors and the status of any disputes together with external evidence of the credit status of the counterparty in making judgements concerning any need to impair the carrying value.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

3. ACCOUNTING POLICIES *(continued)*

Fund accounting

General unrestricted funds comprise the accumulated surplus or deficit on income and expenditure account. They are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Restricted funds are funds subject to specific restricted conditions imposed by donors.

Designated funds are funds which have been set aside at the discretion of the trustees for specific purposes. There are no designated funds as at balance sheet date.

Incoming resources

All income is 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.

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.

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.

Charitable activities

Grants payable are charged to the statement of financial activities once the charity has made a commitment to pay the grant and this has been communicated to the beneficiary or the grant has been paid, whichever is earlier.

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 Properties are included at trustees' valuation as at the Balance sheet date. Any realised or unrealised gains or losses are taken to the statements of financial activities.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

3. ACCOUNTING POLICIES *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

4. LIMITED BY GUARANTEE

The Charity is a Company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

5. DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
DONATIONS				
Donations received	550,000	550,000	1,024,000	1,024,000

6. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Income from investment properties	61,926	61,926	64,203	64,203

7. INVESTMENT MANAGEMENT COSTS

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Investment management fees	7,109	7,109	6,357	6,357
Investment management costs	14,839	14,839	12,832	12,832
	<u>21,948</u>	<u>21,948</u>	<u>19,189</u>	<u>19,189</u>

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

8. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Grants	1,245,198	1,245,198	958,296	958,296
Support costs	6,381	6,381	6,372	6,372
	<u>1,251,579</u>	<u>1,251,579</u>	<u>964,668</u>	<u>964,668</u>

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

9. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Support costs	Total funds 2023	Total fund 2022
	£	£	£	£
Grants	1,245,198	–	1,245,198	958,296
Governance costs	–	6,381	6,381	6,372
	<u>1,245,198</u>	<u>6,381</u>	<u>1,251,579</u>	<u>964,668</u>

Grants were paid to the following institutions:

	£
Beis Aharon TT Activity Centre	72,360
Mesifita Talmudical College	68,263
The Rehabilitation Trust	61,000
Y G S Yeshiva Gedola Seminar	54,110
Low Cost Living Limited	49,200
Yad Vochessed Association Limited	43,000
Alte Feiga Trust	38,100
Chevrass Mo'oz Ladol	30,756
UTRY	30,250
Amud Hatzdokoh Trust	30,156
Friends Of Mosdos Torah Veyirah	29,630
Reb Shayale's Tzeduke	25,115
Shaarei Orah Ltd	25,000
Friends of Yeshiva Daas Sholem Shotz	23,000
Ben Amram Charitable Trust	22,500
Inspirations	21,000
Mifal Tzedoko V'Chesed Limited	20,000
Step By Step London	20,000
Machsikei Yeshive	20,000
The Abc Trust	19,525
Lehachzikom Uk	18,500
Kollel Rabinow (Divre Shir) Foundation	18,100
College For Higher Rabbinical Studies	17,000
Kollel Lev Ephraim	15,600
Chasdei Uvois	15,000
Toldos Aharon Trust Limited	15,000
Friends of Wiznitz Limited	15,000
Donations less than £15k	421,033
Total	<u>1,245,198</u>

Grants were made for the advancement of Jewish religion and education, and for the prevention or relief of poverty.

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

10. SUPPORT COSTS

	Support costs	Total 2023	Total 2022
	£	£	£
Governance costs	<u>6,380</u>	<u>6,380</u>	<u>6,373</u>

11. NET GAINS ON INVESTMENTS

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Gains/(losses) on investment property	<u>100,000</u>	<u>100,000</u>	<u>—</u>	<u>—</u>

12. AUDITORS REMUNERATION

	2023	2022
	£	£
Fees payable to the charity's auditor and its associates for other services: Audit-related assurance services	<u>—</u>	<u>6,000</u>

13. INDEPENDENT EXAMINATION FEES

	2023	2022
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>6,000</u>	<u>—</u>

14. TRUSTEE REMUNERATION AND EXPENSES

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

The charity did not meet any expenses incurred by the trustees for services provided to the charity (2022: £Nil)

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

15. INVESTMENTS

	Investment properties £
Cost or valuation	
At 1 April 2022	1,400,000
Additions	—
Fair value movements	100,000
At 31 March 2023	<u>1,500,000</u>
Impairment	
At 1 April 2022 and 31 March 2023	
Carrying amount	
At 31 March 2023	<u>1,500,000</u>
At 31 March 2022	<u>1,400,000</u>

All investments shown above are held at valuation.

Investment properties

The investment properties are stated at trustees' valuation as at 31 March 2023. The historical cost of the property at 31 March 2023 is £498,406 (2022: £498,406).

16. DEBTORS

	2023 £	2022 £
Other debtors	<u>61,000</u>	<u>7,000</u>

17. CREDITORS: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	18,000	12,000
Other creditors	<u>1,939,437</u>	<u>1,501,437</u>
	<u>1,957,437</u>	<u>1,513,437</u>

FOUNTAIN OF CHESSED LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

18. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

	At 1 April 2022	Income	Expenditure	Gains and losses	At 31 March 2023
	£	£	£	£	£
General funds	<u>172,428</u>	<u>611,926</u>	<u>(1,273,527)</u>	<u>100,000</u>	<u>(389,173)</u>

	At 1 April 2021	Income	Expenditure	Gains and losses	At 31 March 2022
	£	£	£	£	£
General funds	<u>68,082</u>	<u>1,088,203</u>	<u>(983,857)</u>	<u>—</u>	<u>172,428</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Total Funds
	£	£
Investments	1,500,000	1,500,000
Current assets	68,264	68,264
Creditors less than 1 year	<u>(1,957,437)</u>	<u>(1,957,437)</u>
Net liabilities	<u>(389,173)</u>	<u>(389,173)</u>

	Unrestricted Funds	Total Funds
	£	£
Investments	1,400,000	1,400,000
Current assets	285,865	285,865
Creditors less than 1 year	<u>(1,513,437)</u>	<u>(1,513,437)</u>
Net liabilities	<u>172,428</u>	<u>172,428</u>

20. ANALYSIS OF CHANGES IN NET DEBT

	At 1 Apr 2022	Cash flows	At 31 Mar 2023
	£	£	£
Cash at bank and in hand	<u>278,865</u>	<u>(271,601)</u>	<u>7,264</u>

21. RELATED PARTIES

Included in the financial statements are charitable donations totalling £550,000 received from related companies and charities.

Included in creditors is £1,939,437 due to companies with common directors. All loans are interest free and repayable on demand.