

BRITISH FRIENDS OF EZRAT YISRAEL KIRYAT SEFER

England & Wales · Charity number 1136917

Details

Status Registered

Legal form Trust

Registered 2010-07-15

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

Contact

Address 66 Wellington Street East
Salford
M7 4DW

Phone 01617921230

Activities

Objects: THE TRUSTEES SHALL HOLD THE TRUST FUND AND ITS INCOME UPON TRUST TO APPLY THEM FOR THE FOLLOWING OBJECTS (THE OBJECTS'): THE RELIEF OF FINANCIAL HARDSHIP, EITHER GENERALLY OR INDIVIDUALLY, OF PEOPLE LIVING IN ISRAEL BY MAKING GRANTS OF MONEY FOR PROVIDING OR PAYING FOR ITEMS, SERVICES OR FACILITIES.

Activities: The charity gives out grants in line with the trust deed.

Classification

- **How:** Makes Grants To Individuals
- **What:** General Charitable Purposes, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief
- **Who:** Children/young People, Elderly/old People, People Of A Particular Ethnic Or Racial Origin

Geography

- **Area of benefit:** ISRAEL
- Israel
- Manchester City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-07-31	£4,225,000	£4,208,154	£15,293	0
2024-07-31	£3,400,000	£3,945,369	£-1,553	0
2023-07-31	£4,545,000	£3,996,875	£543,816	0
2022-07-31	£3,576,894	£3,624,020	£-4,309	0
2021-07-31	£5,366,000	£5,317,713	£42,817	0
2020-07-31	£6,701,017	£6,775,681	£-5,470	0

Trustees

Name	Role	Appointed
DAVID NEUWIRTH		
NISSIM HASSAN		
REFOEL HALPERN		

Accounts

British Friends of Ezrat Yisrael Kiryat Sefer
Financial Statements
31 July 2025

HAFFNER HOFF LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

British Friends of Ezrat Yisrael Kiryat Sefer

Financial Statements

Year ended 31 July 2025

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British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report

Year ended 31 July 2025

The trustees present their report and the financial statements of the charity for the year ended 31 July 2025.

Reference and administrative details

Registered charity name	British Friends of Ezrat Yisrael Kiryat Sefer
Charity registration number	1136917
Principal office	66 Wellington Street East Salford Manchester M7 4DW
The trustees	R Halpern N Hassan D Neuwirth
Auditor	Haffner Hoff Ltd Accountants & statutory auditor 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
Bankers	Barclays Bank Plc Manchester Cheetham Hill Cheetham Hill M8

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

Structure, governance and management

British Friends of Ezrat Yisrael Kiryat Sefer is constituted under a trust deed dated 15 June 2010 as amended on 15 July 2010. It is a registered charity number 1136917.

Recruitment and appointment of new trustees would be in line with the trust deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day-to-day affairs are undertaken by the trustees. All major decisions are taken collectively by the trustees, and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are:-

1. Risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

2. Risks that there are not sufficient donations to enable grants to be paid out. However, the trustees can reduce grants to match reduced income.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

Objectives and activities

The objects of the charity are the relief of financial hardship, either generally or individually, of people living in Israel by making grants of money for providing or paying for items, services or facilities.

Public benefit

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 grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter-term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £4,225,000 in donations (2024: £3,400,000) during the year and £4,208,145 was paid out by way of charitable grants including associated support costs (2024: £3,945,369). These grants were paid to beneficiaries in line with the stated objects of the charity and are in the main for relief of poverty or Jewish education in Israel.

The charity has low governance costs comprising professional fees. All other office costs were borne by the trustees and have not been charged to the charity.

There were no material fundraising costs during the year.

There were no investments made during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was net expenditure and net movement in funds for the year amounting to £4,208,154 (2024: £543,816 net income).

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

Financial review

The trustees feel that the year was an excellent one in terms of income from donations and grants paid out to the beneficiaries. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and donations and hope to be able to do so for many years to come.

Reserves policy

The unrestricted fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out grants to Israel.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve practical.

The free reserves being the net current assets of the charity stand at £15,293 (2024: £1,553 deficit) all of which are unrestricted.

True and fair override

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charities governing document, The Charities Act 2011 and the relevant version of 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).

Plans for future periods

The trustees plan to continue to raise funds for projects in line with the Trust Deed and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity for that period.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2025

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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 19 May 2026 and signed on behalf of the board of trustees by:

D Neuwirth
Trustee

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees

Year ended 31 July 2025

Opinion

We have audited the financial statements of British Friends of Ezrat Yisrael Kiryat Sefer (the 'Charity') for the year ended 31 July 2025 which comprise the statement of financial activities, 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 July 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 Charities Act 2011.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2025

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.

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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2025

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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

the nature of the industry and sector, control environment and business performance;

results of our enquiries of management about their own identification and assessment of the risks of irregularities;

any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2025

financial statements;

enquiring of management concerning actual and potential litigation and claims;

performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

obtaining an understanding of provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and

in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2025

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 section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

19 May 2026

Haffner Hoff Ltd
Accountants & statutory auditor

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Activities

Year ended 31 July 2025

		2025	2024
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	4,225,000	3,400,000
Total income		<u>4,225,000</u>	<u>3,400,000</u>
Expenditure			
Expenditure on charitable activities	5,6	4,208,154	3,945,369
Total expenditure		<u>4,208,154</u>	<u>3,945,369</u>
Net income/(expenditure) and net movement in funds		<u>16,846</u>	<u>(545,369)</u>
Reconciliation of funds			
Total funds brought forward		(1,553)	543,816
Total funds carried forward		<u>15,293</u>	<u>(1,553)</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 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Position

31 July 2025

	Note	2025 £	£	2024 £
Current assets				
Cash at bank and in hand		26,170		3,847
Creditors: amounts falling due within one year	13	<u>10,877</u>		<u>5,400</u>
Net current assets			<u>15,293</u>	<u>(1,553)</u>
Total assets less current liabilities			<u>15,293</u>	<u>(1,553)</u>
Net assets			<u>15,293</u>	<u>(1,553)</u>
 Funds of the charity				
Unrestricted funds			<u>15,293</u>	<u>(1,553)</u>
Total charity funds	14		<u>15,293</u>	<u>(1,553)</u>

These financial statements were approved by the board of trustees and authorised for issue on 19 May 2026, and are signed on behalf of the board by:

D Neuwirth
Trustee

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Cash Flows

Year ended 31 July 2025

	2025 £	2024 £
Cash flows from operating activities		
Net income/(expenditure)	16,846	(545,369)
<i>Adjustments for:</i>		
Accrued expenses	5,477	—
Cash generated from operations	22,323	(545,369)
Net cash from/(used in) operating activities	22,323	(545,369)
Net increase/(decrease) in cash and cash equivalents	22,323	(545,369)
Cash and cash equivalents at beginning of year	3,847	549,216
Cash and cash equivalents at end of year	26,170	3,847

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements

Year ended 31 July 2025

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 66 Wellington Street East, Salford, Manchester, M7 4DW.

2. Statement of compliance

The accounts (financial statements) have been prepared in accordance with the relevant version of 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) and The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the relevant version of 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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 did not require management to make judgements, estimates or assumptions that affect the amounts reported.

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

3. Accounting policies *(continued)*

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. 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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

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.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Donations				
Donations	4,225,000	4,225,000	3,400,000	3,400,000

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Charitable grants	4,200,670	4,200,670	3,937,686	3,937,686
Support costs	7,484	7,484	7,683	7,683
	<u>4,208,154</u>	<u>4,208,154</u>	<u>3,945,369</u>	<u>3,945,369</u>

6. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2025 £	Total fund 2024 £
Charitable grants	4,200,670	2,045	4,202,715	3,940,005
Governance costs	—	5,439	5,439	5,364
	<u>4,200,670</u>	<u>7,484</u>	<u>4,208,154</u>	<u>3,945,369</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

7. Analysis of support costs

	Analysis of support costs £	Total 2025 £	Total 2024 £
General office	2,045	2,045	2,319
Governance costs	5,439	5,439	5,364
	<u>7,484</u>	<u>7,484</u>	<u>7,683</u>

8. Analysis of grants

The trustees have a policy of paying out grants in line with the objects of the charity. The grants are made for the relief of financial hardship to institutions in Israel. The material amounts are as follows;

Tuvcha Ve Tasbia: £1,657,060.38, Oneg Shabbos and Yom Tov: £921,370.12, Ezra Laacol: £350,000.00, Ezrat Izhak Kiryat Sefer: £228,000.00, Tzidkat Mesamche Lev: £204,088.35, Marcazi Chinuch Vrwacha Toldos Aharon: £131,000.00, Mosdot Toldos Aharon: £124,000.00 and Tora Vachessed Kiryat Sefer: £121,000.00.

Any further details relating to grants paid out can be obtained from the trustees in writing. The above grants are in line with the objects of the charity.

9. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2025 £	2024 £
Foreign exchange differences	<u>21</u>	<u>35</u>

10. Auditors' remuneration

	2025 £	2024 £
Fees payable for the audit of the financial statements	<u>4,400</u>	<u>4,440</u>
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	<u>960</u>	<u>960</u>

11. Staff costs

The average head count of employees during the year was Nil (2024: Nil).

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

12. Trustee remuneration and expenses

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

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

13. Creditors: amounts falling due within one year

	2025 £	2024 £
Accruals and deferred income	<u>10,877</u>	<u>5,400</u>

14. Analysis of charitable funds

Unrestricted funds

	At 01 Aug 2024 £	Income £	Expenditure £	At 31 Jul 2025 £
General funds	<u>(1,553)</u>	<u>4,225,000</u>	<u>(4,208,154)</u>	<u>15,293</u>
	At 01 Aug 2023 £	Income £	Expenditure £	At 31 Jul 2024 £
General funds	<u>543,816</u>	<u>3,400,000</u>	<u>(3,945,369)</u>	<u>(1,553)</u>

15. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2025 £
Current assets	26,170	26,170
Creditors less than 1 year	<u>(10,877)</u>	<u>(10,877)</u>
Net assets	<u>15,293</u>	<u>15,293</u>
	Unrestricted Funds £	Total Funds 2024 £
Current assets	3,847	3,847
Creditors less than 1 year	<u>(5,400)</u>	<u>(5,400)</u>
Net assets	<u>(1,553)</u>	<u>(1,553)</u>

16. Analysis of changes in net debt

	At 1 Aug 2024 £	Cash flows £	At 31 Jul 2025 £
Cash at bank and in hand	<u>3,847</u>	<u>22,323</u>	<u>26,170</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2025

17. Related parties

Mr D Neuwirth, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, has directorships and trusteeships as detailed below:-

The Helping Foundation - director and trustee;
Newmarston Ltd - director and trustee;

Mr R Halpern, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, is also a director and trustee of Newmarston Ltd.

During the year The Helping Foundation donated £1,245,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year Newmarston Ltd donated £445,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

18. Taxation

British Friends of Ezrat Yisrael Kiryat Sefer is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

British Friends of Ezrat Yisrael Kiryat Sefer
Financial Statements
31 July 2024

HAFFNER HOFF LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

British Friends of Ezrat Yisrael Kiryat Sefer

Financial Statements

Year ended 31 July 2024

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British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report

Year ended 31 July 2024

The trustees present their report and the financial statements of the charity for the year ended 31 July 2024.

Reference and administrative details

Registered charity name British Friends of Ezrat Yisrael Kiryat Sefer

Charity registration number 1136917

Principal office 66 Wellington Street East
Salford
Manchester
M7 4DW

The trustees

R Halpern
N Hassan
D Neuwirth

Auditor

Haffner Hoff Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Bankers

Barclays Bank Plc
Manchester Cheetham Hill
Cheetham Hill
M8

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2024

Structure, governance and management

British Friends of Ezrat Yisrael Kiryat Sefer is constituted under a trust deed dated 15 June 2010 as amended on 15 July 2010. It is a registered charity number 1136917.

Recruitment and appointment of new trustees would be in line with the trust deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are:-

1. Risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

2. Risks that there are not sufficient donations to enable grants to be paid out. However, the trustees can reduce grants to match reduced income.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2024

Objectives and activities

The objects of the charity are: the relief of financial hardship, either generally or individually, of people living in Israel by making grants of money for providing or paying for items, services or facilities.

Public benefit

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 grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £3,400,000 in donations (2023: £4,545,000) during the year and £3,945,369 was paid out by way of charitable grants including associated support costs (2023: £3,996,875). These grants were paid to beneficiaries in line with the stated objects of the charity and are in the main for relief of poverty or Jewish education in Israel.

The charity has low governance costs comprising professional fees. All other office costs were borne by the trustees and have not been charged to the charity.

There were no material fundraising costs during the year.

There were no investments made during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was net expenditure and net movement in funds for the year amounting to £543,816, (2023: £548,125 net income).

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2024

Financial review

The trustees feel that the year was an excellent one in terms of income from donations and grants paid out to the beneficiaries. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and donations and hope to be able to do so for many years to come.

Reserves policy

The unrestricted fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out grants to Israel.

At the year end, the charity has net current liabilities and an overall deficit on its reserves.

Please see note 3 to these accounts for justification of the going concern status.

The total funds held by the charity at the year-end were £(1,533) (2023: £543,816). Of these, all were unrestricted.

The free reserves of the charity represented by the net current liabilities of the charity stood at £(1,533) (2023: (£543,816). This excludes any reserves held in restricted funds or held for any designated purpose.

The charity has net current liabilities and an overall deficit on its reserves.

The trustees acknowledge the above and are confident that the charity will be able to continue for the foreseeable future as they have obtained assurances from a local philanthropist that the charity will be able to continue to operate for the foreseeable future. Furthermore, the trustees are committed to raising funds to ensure the charity is able to repay its creditors as they fall due for repayment.

It should be noted that the creditors are made up of accruals who have acknowledged that they will not call in their loans to the detriment of the charity. Additionally, there was a large surplus generated this year.

True and fair override

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charities governing document, The Charities Act 2011 and the relevant version of 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).

Plans for future periods

The trustees plan to continue to raise funds for projects in line with the Trust Deed and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees 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).

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2024

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity 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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 15 May 2025 and signed on behalf of the board of trustees by:

N Hassan
Trustee

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees

Year ended 31 July 2024

Opinion

We have audited the financial statements of British Friends of Ezrat Yisrael Kiryat Sefer (the 'charity') for the year ended 31 July 2024 which comprise the statement of financial activities, 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 July 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 Charities Act 2011.

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.

Emphasis of matter

As discussed in note 3 to the financial statements, the charity has net current liabilities and an overall deficit on its reserves.

The charity has elected to continue to prepare the financial statements on a going concern basis.

Our opinion is not modified with respect to that matter.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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.

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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2024

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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

the nature of the industry and sector, control environment and business performance;

results of our enquiries of management about their own identification and assessment of the risks of irregularities;

any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2024

financial statements;

enquiring of management concerning actual and potential litigation and claims;

performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

obtaining an understanding of provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and

in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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 section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Haffner Hoff Ltd
Accountants & statutory auditor

15 May 2025

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Activities

Year ended 31 July 2024

		2024		2023
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	3,400,000	3,400,000	4,545,000
Total income		<u>3,400,000</u>	<u>3,400,000</u>	<u>4,545,000</u>
Expenditure				
Expenditure on charitable activities	5,6	3,945,369	3,945,369	3,996,875
Total expenditure		<u>3,945,369</u>	<u>3,945,369</u>	<u>3,996,875</u>
Net (expenditure)/income and net movement in funds		<u>(545,369)</u>	<u>(545,369)</u>	<u>548,125</u>
Reconciliation of funds				
Total funds brought forward		543,816	543,816	(4,309)
Total funds carried forward		<u>(1,553)</u>	<u>(1,553)</u>	<u>543,816</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 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Position

31 July 2024

	Note	2024 £	£	2023 £
Current assets				
Cash at bank and in hand		3,847		549,216
Creditors: amounts falling due within one year	13	<u>5,400</u>		<u>5,400</u>
Net current liabilities			(1,553)	<u>543,816</u>
Total assets less current liabilities			(1,553)	<u>543,816</u>
Net liabilities			(1,553)	<u>543,816</u>
 Funds of the charity				
Unrestricted funds			(1,553)	<u>543,816</u>
Total charity funds	14		(1,553)	<u>543,816</u>

These financial statements were approved by the board of trustees and authorised for issue on 15 May 2025, and are signed on behalf of the board by:

D Neuwirth
Trustee

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Cash Flows

Year ended 31 July 2024

	2024 £	2023 £
Cash flows from operating activities		
Net (expenditure)/income	(545,369)	548,125
<i>Adjustments for:</i>		
Accrued expenses	—	84
Cash generated from operations	(545,369)	548,209
Net cash (used in)/from operating activities	(545,369)	548,209
Net (decrease)/increase in cash and cash equivalents	(545,369)	548,209
Cash and cash equivalents at beginning of year	549,216	1,007
Cash and cash equivalents at end of year	3,847	549,216

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements

Year ended 31 July 2024

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 66 Wellington Street East, Salford, Manchester, M7 4DW.

2. Statement of compliance

The accounts (financial statements) have been prepared in accordance with the relevant version of 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) and The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the relevant version of 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

3. Accounting policies

Tangible fixed assets

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 charity has net current liabilities and an overall deficit on its reserves.

The trustees acknowledge the above and are confident that the charity will be able to continue for the foreseeable future as they have obtained assurances from a local philanthropist that the charity will be able to continue to operate for the foreseeable future. Furthermore, the trustees are committed to raising funds to ensure the charity is able to repay its creditors as they fall due for repayment.

It should be noted that the creditors are made up of accruals who have acknowledged that they will not call in their loans to the detriment of the charity. Additionally, there was a large surplus generated this year.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2024

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

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. 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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2024

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	3,400,000	3,400,000	4,545,000	4,545,000

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Charitable grants	3,937,686	3,937,686	3,988,199	3,988,199
Support costs	7,683	7,683	8,676	8,676
	<u>3,945,369</u>	<u>3,945,369</u>	<u>3,996,875</u>	<u>3,996,875</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2024

6. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2024 £	Total fund 2023 £
Charitable grants	3,937,686	2,319	3,940,005	3,991,552
Governance costs	—	5,364	5,364	5,323
	<u>3,937,686</u>	<u>7,683</u>	<u>3,945,369</u>	<u>3,996,875</u>

7. Analysis of support costs

	Analysis of support costs £	Total 2024 £	Total 2023 £
General office	2,319	2,319	3,353
Governance costs	5,364	5,364	5,282
	<u>7,683</u>	<u>7,683</u>	<u>8,635</u>

8. Analysis of grants

The trustees have a policy of paying out grants in line with the objects of the charity. The grants are made for the relief of financial hardship to institutions in Israel. The material amounts are as follows;

Ezra Laacol: £575,000, Oneg Shabbos and Yomtov: £787,625, Tora vachessed: £570,000, Merkazi Chinuch Vrwacha Toldos Aharon: £137,000, Tuvcha Vetasbia: £1,101,023, Tzidkat Mesamchei Lev: £363,710.

Any further details relating to grants paid out can be obtained from the trustees in writing. The above grants are in line with the objects of the charity.

9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2024 £	2023 £
Foreign exchange differences	<u>35</u>	<u>36</u>

10. Auditors remuneration

	2024 £	2023 £
Fees payable for the audit of the financial statements	<u>4,440</u>	<u>4,400</u>
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	<u>960</u>	<u>882</u>

11. Staff costs

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2024

11. Staff costs *(continued)*

The average head count of employees during the year was Nil (2023: Nil).

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

12. Trustee remuneration and expenses

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

13. Creditors: amounts falling due within one year

	2024	2023
	£	£
Accruals and deferred income	<u>5,400</u>	<u>5,400</u>

14. Analysis of charitable funds

Unrestricted funds

	At 1 August 2023	Income	Expenditure	At 31 July 2024
	£	£	£	£
General funds	<u>543,816</u>	<u>3,400,000</u>	<u>(3,945,369)</u>	<u>(1,553)</u>

	At 1 August 2022	Income	Expenditure	At 31 July 2023
	£	£	£	£
General funds	<u>(4,309)</u>	<u>4,545,000</u>	<u>(3,996,875)</u>	<u>543,816</u>

15. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2024
Current assets	3,847	<u>3,847</u>
Creditors less than 1 year	<u>(5,400)</u>	<u>(5,400)</u>
Net liabilities	<u>(1,553)</u>	<u>(1,553)</u>

	Unrestricted Funds	Total Funds
	£	2023
Current assets	549,216	549,216
Creditors less than 1 year	<u>(5,400)</u>	<u>(5,400)</u>
Net liabilities	<u>543,816</u>	<u>543,816</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2024

16. Analysis of changes in net debt

	At 1 Aug 2023	Cash flows	At 31 Jul 2024
	£	£	£
Cash at bank and in hand	<u>549,216</u>	<u>(545,369)</u>	<u>3,847</u>

17. Related parties

Mr D Neuwirth, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, has directorships and trusteeships as detailed below:-

The Helping Foundation - director and trustee;
Newmarston Ltd - director and trustee;
The Reisner Charitable Foundation Ltd - director and trustee;

Mr R Halpern, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, is also a director and trustee of Newmarston Ltd and The Reisner Charitable Foundation Ltd.

During the year The Helping Foundation donated £1,910,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year Newmarston Ltd donated £490,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year The Reisner Charitable Foundation Ltd donated £400,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

18. Taxation

British Friends of Ezrat Yisrael Kiryat Sefer is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

CHARITY REGISTRATION NUMBER: 1136917

British Friends of Ezrat Yisrael Kiryat Sefer
Financial Statements
31 July 2023

HAFFNER HOFF LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

British Friends of Ezrat Yisrael Kiryat Sefer

Financial Statements

Year ended 31 July 2023

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British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report

Year ended 31 July 2023

The trustees present their report and the financial statements of the charity for the year ended 31 July 2023.

Reference and administrative details

Registered charity name British Friends of Ezrat Yisrael Kiryat Sefer

Charity registration number 1136917

Principal office 66 Wellington Street East
Salford
Manchester
M7 4DW

The trustees

R Halpern
N Hassan
D Neuwirth

Auditor Haffner Hoff Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Bankers Barclays Bank Plc
Manchester Cheetham Hill
Cheetham Hill
M8

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2023

Structure, governance and management

British Friends of Ezrat Yisrael Kiryat Sefer is constituted under a trust deed dated 15 June 2010 as amended on 15 July 2010. It is a registered charity number 1136917.

Recruitment and appointment of new trustees would be in line with the trust deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are:-

1. Risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

2. Risks that there are not sufficient donations to enable grants to be paid out. However, the trustees can reduce grants to match reduced income.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2023

Objectives and activities

The objects of the charity are: the relief of financial hardship, either generally or individually, of people living in Israel by making grants of money for providing or paying for items, services or facilities.

Public benefit

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 grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £4,545,000 in donations(2022: £3,576,894) during the year and £3,996,875 was paid out by way of charitable grants including associated support costs (2022: £3,624,020). These grants were paid to beneficiaries in line with the stated objects of the charity and are in the main for relief of poverty or Jewish education in Israel.

The charity has low governance costs comprising professional fees. All other office costs were borne by the trustees and have not been charged to the charity.

There were no material fundraising costs during the year.

There were no investments made during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was net income and net movement in funds for the year amounting to £548,125, (2022: £47,126 net expenditure).

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2023

Financial review

The trustees feel that the year was an excellent one in terms of income from donations and grants paid out to the beneficiaries. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and donations and hope to be able to do so for many years to come.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out grants to Israel.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

The free reserves being the net current assets of the charity stand at £543,816 (2022: 4,309 deficit) all of which are unrestricted.

True and fair override

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charities governing document, The Charities Act 2011 and the relevant version of 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).

Plans for future periods

The trustees plan to continue to raise funds for projects in line with the Trust Deed and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity for that period.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2023

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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 20 March 2024 and signed on behalf of the board of trustees by:

N Hassan
Trustee

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees

Year ended 31 July 2023

Opinion

We have audited the financial statements of British Friends of Ezrat Yisrael Kiryat Sefer (the 'charity') for the year ended 31 July 2023 which comprise the statement of financial activities, 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 July 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 Charities Act 2011.

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.

Emphasis of matter

As discussed in note 3 to the financial statements, the charity has net current liabilities and an overall deficit on its reserves.

The charity has elected to continue to prepare the financial statements on a going concern basis.

Our opinion is not modified with respect to that matter.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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.

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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2023

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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

the nature of the industry and sector, control environment and business performance;

results of our enquiries of management about their own identification and assessment of the risks of irregularities;

any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2023

financial statements;

enquiring of management concerning actual and potential litigation and claims;

performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

obtaining an understanding of provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and

in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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 section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Haffner Hoff Ltd
Accountants & statutory auditor

20 March 2024

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Activities

Year ended 31 July 2023

		2023	2022
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	4,545,000	3,576,894
Total income		<u>4,545,000</u>	<u>3,576,894</u>
Expenditure			
Expenditure on charitable activities	5,6	3,996,875	3,624,020
Total expenditure		<u>3,996,875</u>	<u>3,624,020</u>
Net income/(expenditure) and net movement in funds		<u>548,125</u>	<u>(47,126)</u>
Reconciliation of funds			
Total funds brought forward		(4,309)	42,817
Total funds carried forward		<u>543,816</u>	<u>(4,309)</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 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Position

31 July 2023

	Note	2023 £	£	2022 £
Current assets				
Cash at bank and in hand		549,216		1,007
Creditors: amounts falling due within one year	13	<u>5,400</u>		<u>5,316</u>
Net current assets			<u>543,816</u>	<u>(4,309)</u>
Total assets less current liabilities			<u>543,816</u>	<u>(4,309)</u>
Net assets			<u>543,816</u>	<u>(4,309)</u>
Funds of the charity				
Unrestricted funds			543,816	(4,309)
Total charity funds	14		<u>543,816</u>	<u>(4,309)</u>

These financial statements were approved by the board of trustees and authorised for issue on 20 March 2024, and are signed on behalf of the board by:

D Neuwirth
Trustee

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Cash Flows

Year ended 31 July 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income/(expenditure)	548,125	(47,126)
<i>Adjustments for:</i>		
Accrued expenses	84	116
<i>Changes in:</i>		
Trade and other creditors	—	(7,122)
Cash generated from operations	548,209	(54,132)
Net cash from/(used in) operating activities	548,209	(54,132)
Net increase/(decrease) in cash and cash equivalents	548,209	(54,132)
Cash and cash equivalents at beginning of year	1,007	55,139
Cash and cash equivalents at end of year	549,216	1,007

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements

Year ended 31 July 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 66 Wellington Street East, Salford, Manchester, M7 4DW.

2. Statement of compliance

The accounts (financial statements) have been prepared in accordance with the relevant version of 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) and The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the relevant version of 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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 did not require management to make judgements, estimates or assumptions that affect the amounts reported.

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

3. Accounting policies *(continued)*

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. 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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

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.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements (continued)

Year ended 31 July 2023

3. Accounting policies (continued)

Financial instruments (continued)

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	4,545,000	4,545,000	3,576,894	3,576,894

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Charitable grants	3,988,199	3,988,199	3,618,236	3,618,236
Support costs	8,676	8,676	5,784	5,784
	<u>3,996,875</u>	<u>3,996,875</u>	<u>3,624,020</u>	<u>3,624,020</u>

6. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Charitable grants	3,988,199	3,353	3,991,552	3,618,704
Governance costs	—	5,323	5,323	5,316
	<u>3,988,199</u>	<u>8,676</u>	<u>3,996,875</u>	<u>3,624,020</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

7. Analysis of support costs

	Analysis of support costs	Total 2023	Total 2022
	£	£	£
General office	3,353	3,353	468
Governance costs	5,282	5,282	5,316
	<u>8,635</u>	<u>8,635</u>	<u>5,784</u>

8. Analysis of grants

The trustees have a policy of paying out grants in line with the objects of the charity. The grants are made for the relief of financial hardship to institutions in Israel. The material amounts are as follows;

Ezra Laacol: £720,000, Oneg Shabbos and Yomtov: £986,000, Tora vachessed: £478,500, Merkazi Chinuch Vrwacha Toldos Aharon: £232,000, Tuvcha Vetasbia: £850,000, Tzidkat Mesamchei Lev: £253,081, Mosdos Toldos Ahron: £100,000.

Any further details relating to grants paid out can be obtained from the trustees in writing. The above grants are in line with the objects of the charity.

9. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Foreign exchange differences	36	(85)

10. Auditors remuneration

	2023	2022
	£	£
Fees payable for the audit of the financial statements	4,400	4,356
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	882	960

11. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

12. Trustee remuneration and expenses

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

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements (continued)

Year ended 31 July 2023

13. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	<u>5,400</u>	<u>5,316</u>

14. Analysis of charitable funds

Unrestricted funds

	At 01 August 2022 £	Income £	Expenditure £	At 31 July 2023 £
General funds	<u>(4,309)</u>	<u>4,545,000</u>	<u>(3,996,875)</u>	<u>543,816</u>

	At 01 August 2021 £	Income £	Expenditure £	At 31 July 2022 £
General funds	<u>42,817</u>	<u>3,576,894</u>	<u>(3,624,020)</u>	<u>(4,309)</u>

15. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Current assets	549,216	549,216
Creditors less than 1 year	<u>(5,400)</u>	<u>(5,400)</u>
Net assets	<u>543,816</u>	<u>543,816</u>

	Unrestricted Funds £	Total Funds 2022 £
Current assets	1,007	1,007
Creditors less than 1 year	<u>(5,316)</u>	<u>(5,316)</u>
Net assets	<u>(4,309)</u>	<u>(4,309)</u>

16. Analysis of changes in net debt

	At 01 Aug 2022 £	Cash flows £	At 31 Jul 2023 £
Cash at bank and in hand	<u>1,007</u>	<u>548,209</u>	<u>549,216</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

17. Related parties

Mr D Neuwirth, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, has directorships and trusteeships as detailed below:-

The Helping Foundation - director and trustee;
Newmarston Ltd - director and trustee;

Mr R Halpern, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, is also a director and trustee of Newmarston Ltd.

During the year The Helping Foundation donated £1,245,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year Newmarston Ltd donated £770,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

18. Taxation

British Friends of Ezrat Yisrael Kiryat Sefer is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

British Friends of Ezrat Yisrael Kiryat Sefer
Financial Statements
31 July 2022

HAFFNER HOFF LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

British Friends of Ezrat Yisrael Kiryat Sefer

Financial Statements

Year ended 31 July 2022

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British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report

Year ended 31 July 2022

The trustees present their report and the financial statements of the charity for the year ended 31 July 2022.

Reference and administrative details

Registered charity name British Friends of Ezrat Yisrael Kiryat Sefer

Charity registration number 1136917

Principal office 66 Wellington Street East
Salford
Manchester
M7 4DW

The trustees

R Halpern
N Hassan
D Neuwirth

Auditor

Haffner Hoff Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Bankers

Barclays Bank Plc
Manchester Cheetham Hill
Cheetham Hill
M8

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Structure, governance and management

British Friends of Ezrat Yisrael Kiryat Sefer is constituted under a trust deed dated 15 June 2010 as amended on 15 July 2010. It is a registered charity number 1136917.

Recruitment and appointment of new trustees would be in line with the trust deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day-to-day affairs are undertaken by the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are:-

1. Risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

2. Risks that there are not sufficient donations to enable grants to be paid out. However, the trustees can reduce grants to match reduced income.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Objectives and activities

The objects of the charity are: the relief of financial hardship, either generally or individually, of people living in Israel by making grants of money for providing or paying for items, services or facilities.

Public benefit

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 grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £3,576,894 in donations (2021: £5,366,000) during the year and £3,624,020 was paid out by way of charitable grants (2021: £5,317,713) including associated support costs. These grants were paid to beneficiaries in line with the stated objects of the charity and are in the main for relief of poverty or Jewish education in Israel.

The charity has low governance costs comprising professional fees. All other office costs were borne by the trustees and have not been charged to the charity.

There were no material fundraising costs during the year.

There were no investments made during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was net expenditure and net movement in funds for the year amounting to £(47,126) (2021: £48,287 net income).

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

Financial review

The trustees feel that the year was an excellent one in terms of income from donations and grants paid out to the beneficiaries. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and donations and hope to be able to do so for many years to come.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out grants to Israel.

At the year end, the charity has net current liabilities and an overall deficit on its reserves.

Please see note 3 to these accounts for justification of the going concern status.

The net current liabilities amounted to £(4,309) (2021: £42,817).

True and fair override

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charities governing document, The Charities Act 2011 and the relevant version of 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).

Plans for future periods

The trustees plan to continue to raise funds for projects in line with the Trust Deed and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity for that period.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2022

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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 26 April 2023 and signed on behalf of the board of trustees by:



N Hassan
Trustee

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees

Year ended 31 July 2022

Opinion

We have audited the financial statements of British Friends of Ezrat Yisrael Kiryat Sefer (the 'Charity') for the year ended 31 July 2022 which comprise the statement of financial activities, 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 July 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 Charities Act 2011.

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.

Emphasis of matter

As discussed in note 3 to the financial statements, the charity has net current liabilities and an overall deficit on its reserves.

The charity has elected to continue to prepare the financial statements on a going concern basis.

Our opinion is not modified with respect to that matter.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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.

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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2022

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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

the nature of the industry and sector, control environment and business performance;

results of our enquiries of management about their own identification and assessment of the risks of irregularities;

any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2022

financial statements;

enquiring of management concerning actual and potential litigation and claims;

performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

obtaining an understanding of provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and

in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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 section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Haffner Hoff Ltd
Accountants & statutory auditor

26 April 2023

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Activities

Year ended 31 July 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	3,576,894	3,576,894	5,366,000
Total income		<u>3,576,894</u>	<u>3,576,894</u>	<u>5,366,000</u>
Expenditure				
Expenditure on charitable activities	5,6	3,624,020	3,624,020	5,317,713
Total expenditure		<u>3,624,020</u>	<u>3,624,020</u>	<u>5,317,713</u>
Net (expenditure)/income and net movement in funds		<u>(47,126)</u>	<u>(47,126)</u>	<u>48,287</u>
Reconciliation of funds				
Total funds brought forward		42,817	42,817	(5,470)
Total funds carried forward		<u>(4,309)</u>	<u>(4,309)</u>	<u>42,817</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 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Position

31 July 2022

	Note	2022 £	£	2021 £
Current assets				
Cash at bank and in hand		1,007		55,139
Creditors: amounts falling due within one year	13	<u>5,316</u>		<u>12,322</u>
Net current liabilities			<u>(4,309)</u>	<u>42,817</u>
Total assets less current liabilities			<u>(4,309)</u>	<u>42,817</u>
Net liabilities			<u>(4,309)</u>	<u>42,817</u>
 Funds of the charity				
Unrestricted funds			<u>(4,309)</u>	<u>42,817</u>
Total charity funds	14		<u>(4,309)</u>	<u>42,817</u>

These financial statements were approved by the board of trustees and authorised for issue on 26 April 2023, and are signed on behalf of the board by:



D Neuwirth
Trustee

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Cash Flows

Year ended 31 July 2022

	2022 £	2021 £
Cash flows from operating activities		
Net (expenditure)/income	(47,126)	48,287
<i>Adjustments for:</i>		
Accrued expenses	116	280
<i>Changes in:</i>		
Trade and other creditors	(7,122)	5,616
Cash generated from operations	(54,132)	54,183
Net cash (used in)/from operating activities	(54,132)	54,183
Net (decrease)/increase in cash and cash equivalents	(54,132)	54,183
Cash and cash equivalents at beginning of year	55,139	956
Cash and cash equivalents at end of year	1,007	55,139

The notes on pages 14 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements

Year ended 31 July 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 66 Wellington Street East, Salford, Manchester, M7 4DW.

2. Statement of compliance

The accounts (financial statements) have been prepared in accordance with the relevant version of 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) and The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the relevant version of 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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 charity has net current liabilities and an overall deficit on its reserves.

The trustees acknowledge the above and are confident that the charity will be able to continue for the foreseeable future as they have obtained assurances from a local philanthropist that the charity will be able to continue to operate for the foreseeable future. Furthermore, the trustees are committed to raising funds to ensure the charity is able to repay its creditors as they fall due for repayment.

It should be noted that the creditors are made up of accruals and interest free other creditors who have acknowledged that they will not call in their loans to the detriment of the charity.

It is appropriate therefore for the financial statements to be prepared on a going concern basis.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

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. 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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	3,576,894	3,576,894	5,366,000	5,366,000

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charitable grants	3,618,236	3,618,236	5,304,531	5,304,531
Support costs	5,784	5,784	13,182	13,182
	<u>3,624,020</u>	<u>3,624,020</u>	<u>5,317,713</u>	<u>5,317,713</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements (continued)

Year ended 31 July 2022

6. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable grants	3,618,236	468	3,618,704	5,308,516
Governance costs	—	5,316	5,316	9,197
	<u>3,618,236</u>	<u>5,784</u>	<u>3,624,020</u>	<u>5,317,713</u>

7. Analysis of support costs

	Analysis of support costs £	Total 2022 £	Total 2021 £
General office	468	468	3,986
Governance costs	5,316	5,316	9,196
	<u>5,784</u>	<u>5,784</u>	<u>13,182</u>

8. Analysis of grants

The trustees have a policy of paying out grants in line with the objects of the charity. The grants are made for the relief of financial hardship to institutions in Israel. The material amounts are as follows;

Ezra Laacol: £1,590,000, Tzidkas, Oneg Shabbos and Yomtov: £684,957, Tora vachessed: £474,000, Merkazi Chinuch Vrwacha Toldos Aharon: £257,000, Tuvcha Vetasbia: £160,000, Kehal Yetev Lev: £94,571.

Any further details relating to grants paid out can be obtained from the trustees in writing. The above grants are in line with the objects of the charity.

9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2022 £	2021 £
Foreign exchange differences	<u>(85)</u>	<u>35</u>

10. Auditors' remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>4,356</u>	<u>4,478</u>
Fees payable to the charity's auditor and its associates for other services: Other non-audit services	<u>960</u>	<u>4,718</u>

11. Staff costs

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

11. Staff costs *(continued)*

The average head count of employees during the year was Nil (2021: Nil).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

12. Trustee remuneration and expenses

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

13. Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	–	5,616
Accruals and deferred income	5,316	5,200
Other creditors	–	1,506
	<u>5,316</u>	<u>12,322</u>

14. Analysis of charitable funds

Unrestricted funds

	At 01 Aug 2021 £	Income £	Expenditure £	At 31 Jul 2022 £
General funds	<u>42,817</u>	<u>3,576,894</u>	<u>(3,624,020)</u>	<u>(4,309)</u>

	At 01 Aug 2020 £	Income £	Expenditure £	At 31 Jul 2021 £
General funds	<u>(5,470)</u>	<u>5,366,000</u>	<u>(5,317,713)</u>	<u>42,817</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2022

15. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2022
	£	£
Current assets	1,007	1,007
Creditors less than 1 year	(5,316)	(5,316)
Net liabilities	(4,309)	(4,309)

	Unrestricted Funds	Total Funds 2021
	£	£
Current assets	55,139	55,139
Creditors less than 1 year	(12,322)	(12,322)
Net liabilities	42,817	42,817

16. Analysis of changes in net debt

	At 1 Aug 2021	Cash flows	At 31 Jul 2022
	£	£	£
Cash at bank and in hand	55,139	(54,132)	1,007

17. Related parties

Mr D Neuwirth, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, has directorships and trusteeships as detailed below: -

The Helping Foundation - director and trustee;
Newmarston Ltd - director and trustee;

Mr R Halpern, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, is also a director and trustee of Newmarston Ltd.

During the year The Helping Foundation donated £1,250,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year Newmarston Ltd donated £755,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

18. Taxation

British Friends of Ezrat Yisrael Kiryat Sefer is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

British Friends of Ezrat Yisrael Kiryat Sefer
Financial Statements
31 July 2021

HAFFNER HOFF LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

British Friends of Ezrat Yisrael Kiryat Sefer

Financial Statements

Year ended 31 July 2021

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British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report

Year ended 31 July 2021

The trustees present their report and the financial statements of the charity for the year ended 31 July 2021.

Reference and administrative details

Registered charity name British Friends of Ezrat Yisrael Kiryat Sefer

Charity registration number 1136917

Principal office 66 Wellington Street East
Salford
Manchester
M7 4DW

The trustees

R Halpern
N Hassan
D Neuwirth

Auditor Haffner Hoff Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Bankers Barclays Bank Plc
Manchester Cheetham Hill
Cheetham Hill
M8

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2021

Structure, governance and management

British Friends of Ezrat Yisrael Kiryat Sefer is constituted under a trust deed dated 15 June 2010 as amended on 15 July 2010. It is a registered charity number 1136917.

Recruitment and appointment of new trustees would be in line with the trust deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day-to-day affairs are undertaken by the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are: -

1. Risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

2. Risks that there are not sufficient donations to enable grants to be paid out. However, the trustees can reduce grants to match reduced income.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2021

Objectives and activities

The objects of the charity are: the relief of financial hardship, either generally or individually, of people living in Israel by making grants of money for providing or paying for items, services or facilities.

Public benefit

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 grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £5,366,000 in donations during the year and £5,317,713 was paid out by way of charitable grants including associated support costs. These grants were paid to beneficiaries in line with the stated objects of the charity and are in the main for relief of poverty or Jewish education in Israel.

The charity has low governance costs comprising professional fees. All other office costs were borne by the trustees and have not been charged to the charity.

There were no material fundraising costs during the year.

There were no investments made during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was net income and net movement in funds for the year amounting to £48,287.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2021

Financial review

The trustees feel that the year was an excellent one in terms of income from donations and grants paid out to the beneficiaries. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and donations and hope to be able to do so for many years to come.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out grants to Israel.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve practical.

The free reserves being the net current assets of the charity stand at £42,817 all of which are unrestricted.

Coronavirus

The charity has not been materially affected by the coronavirus.

True and fair override

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charities governing document, The Charities Act 2011 and the relevant version of 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).

Plans for future periods

The trustees plan to continue to raise funds for projects in line with the Trust Deed and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity for that period.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2021

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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 30 May 2022 and signed on behalf of the board of trustees by:

N Hassan
Trustee

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees

Year ended 31 July 2021

Opinion

We have audited the financial statements of British Friends of Ezrat Yisrael Kiryat Sefer (the 'Charity') for the year ended 31 July 2021 which comprise the statement of financial activities, 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 July 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 Charities Act 2011.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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.

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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2021

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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

the nature of the industry and sector, control environment and business performance;

results of our enquiries of management about their own identification and assessment of the risks of irregularities;

any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 2021

financial statements;

enquiring of management concerning actual and potential litigation and claims;

performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

obtaining an understanding of provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and

in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees *(continued)*

Year ended 31 July 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 section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

30 May 2022

Haffner Hoff Ltd
Accountants & statutory auditor

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Activities

Year ended 31 July 2021

		2021	2020
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	5,366,000	5,366,000
Investment income	5	—	—
Total income		<u>5,366,000</u>	<u>5,366,000</u>
Expenditure			
Expenditure on charitable activities	6,7	5,317,713	5,317,713
Total expenditure		<u>5,317,713</u>	<u>5,317,713</u>
Net income/(expenditure) and net movement in funds		<u>48,287</u>	<u>48,287</u>
Reconciliation of funds			
Total funds brought forward		(5,470)	(5,470)
Total funds carried forward		<u>42,817</u>	<u>42,817</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 14 to 20 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Position

31 July 2021

	Note	2021 £	£	2020 £
Current assets				
Cash at bank and in hand		55,139		956
Creditors: amounts falling due within one year	14	<u>12,322</u>		<u>6,426</u>
Net current assets			<u>42,817</u>	<u>(5,470)</u>
Total assets less current liabilities			<u>42,817</u>	<u>(5,470)</u>
Net assets			<u>42,817</u>	<u>(5,470)</u>
 Funds of the charity				
Unrestricted funds			<u>42,817</u>	<u>(5,470)</u>
Total charity funds	15		<u>42,817</u>	<u>(5,470)</u>

These financial statements were approved by the board of trustees and authorised for issue on 30 May 2022, and are signed on behalf of the board by:

D Neuwirth
Trustee

The notes on pages 14 to 20 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Cash Flows

Year ended 31 July 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income/(expenditure)	48,287	(74,664)
<i>Adjustments for:</i>		
Other interest receivable and similar income	–	(17)
Accrued expenses	280	960
<i>Changes in:</i>		
Trade and other creditors	5,616	–
Cash generated from operations	54,183	(73,721)
Interest received	–	17
Net cash from/(used in) operating activities	54,183	(73,704)
Net increase/(decrease) in cash and cash equivalents	54,183	(73,704)
Cash and cash equivalents at beginning of year	956	74,660
Cash and cash equivalents at end of year	55,139	956

The notes on pages 14 to 20 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements

Year ended 31 July 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 66 Wellington Street East, Salford, Manchester, M7 4DW.

2. Statement of compliance

The accounts (financial statements) have been prepared in accordance with the relevant version of 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) and The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the relevant version of 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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. This is due to the policy of the charity not to pay out any charitable grants until funds are available.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	5,366,000	5,366,000	6,701,000	6,701,000

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	—	—	17	17

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable grants	5,304,531	5,304,531	6,758,230	6,758,230
Support costs	13,182	13,182	17,451	17,451
	<u>5,317,713</u>	<u>5,317,713</u>	<u>6,775,681</u>	<u>6,775,681</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total Funds 2021 £	Total Funds 2020 £
Charitable grants	5,304,531	3,986	5,308,517	6,758,230
Support costs	-	9,196	9,196	17,451
	<u>5,304,531</u>	<u>13,182</u>	<u>5,317,713</u>	<u>6,775,681</u>

8. Analysis of support costs

	Analysis of support costs £	Total 2021 £	Total 2020 £
General office	3,986	3,986	12,530
Governance costs	9,196	9,196	4,921
	<u>13,182</u>	<u>13,182</u>	<u>17,451</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

9. Analysis of grants

The trustees have a policy of paying out grants in line with the objects of the charity. The grants are made for the relief of financial hardship to institutions in Israel such as Lehachzikom Velahachayosom, Mifalei Tzedoko Vochesed and Ezrat Yisroel Kiryat Sefer. Any further details relating to grants paid out can be obtained from the trustees in writing. The above grants are in line with the objects of the charity.

10. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Foreign exchange differences	<u>35</u>	<u>51</u>

11. Auditors' remuneration

	2021	2020
	£	£
Fees payable for the audit of the financial statements	<u>4,478</u>	<u>3,960</u>
Fees payable to the charity's auditor and its associates for other services:		
Other non-audit services	<u>4,718</u>	<u>960</u>

12. Staff costs

The average head count of employees during the year was Nil (2020: Nil).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

13. Trustee remuneration and expenses

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

14. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	5,616	–
Accruals and deferred income	5,200	4,920
Other creditors	1,506	1,506
	<u>12,322</u>	<u>6,426</u>

15. Analysis of charitable funds

Unrestricted funds

	At 01 Aug 2020	Income	Expenditure	At 31 Jul 2021
	£	£	£	£
General funds	<u>(5,470)</u>	<u>5,366,000</u>	<u>(5,317,713)</u>	<u>42,817</u>

	At 01 Aug 2019	Income	Expenditure	At 31 Jul 2020
	£	£	£	£
General funds	<u>69,194</u>	<u>6,701,017</u>	<u>(6,775,681)</u>	<u>(5,470)</u>

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2021
	£	£
Current assets	55,139	55,139
Creditors less than 1 year	<u>(12,322)</u>	<u>(12,322)</u>
Net assets	<u>42,817</u>	<u>42,817</u>

	Unrestricted Funds	Total Funds 2020
	£	£
Current assets	956	956
Creditors less than 1 year	<u>(6,426)</u>	<u>(6,426)</u>
Net assets	<u>(5,470)</u>	<u>(5,470)</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

17. Analysis of changes in net debt

	At 1 Aug 2020	Cash flows	At 31 Jul 2021
	£	£	£
Cash at bank and in hand	<u>956</u>	<u>54,183</u>	<u>55,139</u>

18. Related parties

Mr D Neuwirth, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, has directorships and trusteeships as detailed below: -

The Helping Foundation - director and trustee;
Newmarston Ltd - director and trustee;

Mr R Halpern, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, is also a director and trustee of Newmarston Ltd.

During the year The Helping Foundation donated £3,696,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year Newmarston Ltd donated £550,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

19. Taxation

British Friends of Ezrat Yisrael Kiryat Sefer is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

British Friends of Ezrat Yisrael Kiryat Sefer
Financial Statements
31 July 2020

HAFFNER HOFF LTD

Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

British Friends of Ezrat Yisrael Kiryat Sefer

Financial Statements

Year ended 31 July 2020

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British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report

Year ended 31 July 2020

The trustees present their report and the financial statements of the charity for the year ended 31 July 2020.

Reference and administrative details

Registered charity name British Friends of Ezrat Yisrael Kiryat Sefer

Charity registration number 1136917

Principal office 66 Wellington Street East
Salford
Manchester
M7 4DW

The trustees

R Halpern
N Hassan
D Neuwirth

Auditor Haffner Hoff Ltd
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Bankers Barclays Bank Plc
Manchester Cheetham Hill
Cheetham Hill
M8

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2020

Structure, governance and management

British Friends of Ezrat Yisrael Kiryat Sefer is constituted under a trust deed dated 15 June 2010 as amended on 15 July 2010. It is a registered charity number 1136917.

Recruitment and appointment of new trustees would be in line with the trust deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are:-

1. Risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

2. Risks that there are not sufficient donations to enable grants to be paid out. However, the trustees can reduce grants to match reduced income.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Comprehensive strategic planning and budgeting;
- Established organisational structure and lines of reporting;
- Clear authorisation and approval levels.

Through the risk management processes established for the Charity, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2020

Objectives and activities

The objects of the charity are: the relief of financial hardship, either generally or individually, of people living in Israel by making grants of money for providing or paying for items, services or facilities.

Public benefit

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 grant making policy for the year.

Grant making policy

The charity is funded by donations. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Achievements and performance

The charity received £6,701,000 in donations during the year and £6,775,681 was paid out by way of charitable grants including associated support costs. These grants were paid to beneficiaries in line with the stated objects of the charity and are in the main for relief of poverty or Jewish education in Israel.

The charity has low governance costs comprising professional fees. All other office costs were borne by the trustees and have not been charged to the charity.

There were no material fundraising costs during the year.

There were no investments made during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was net expenditure for the year amounting to £(74,664).

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2020

Financial review

The trustees feel that the year was an excellent one in terms of income from donations and grants paid out to the beneficiaries. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and donations and hope to be able to do so for many years to come.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results. The trustees wish to keep reserves as low as possible in order to maximise paying out grants to Israel.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve practical.

The free reserves being the net current liabilities stand at £(5,470) all of which are unrestricted. This has been reported in the notes to the financial statements.

Coronavirus

The charity has not been materially affected by the coronavirus.

True and fair override

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charities governing document, The Charities Act 2011 and the relevant version of 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).

Plans for future periods

The trustees plan to continue to raise funds for projects in line with the Trust Deed and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity for that period.

British Friends of Ezrat Yisrael Kiryat Sefer

Trustees' Annual Report *(continued)*

Year ended 31 July 2020

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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 26 May 2021 and signed on behalf of the board of trustees by:

N Hassan
Trustee

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees of British Friends of Ezrat Yisrael Kiryat Sefer

Year ended 31 July 2020

Opinion

We have audited the financial statements of British Friends of Ezrat Yisrael Kiryat Sefer (the 'charity') for the year ended 31 July 2020 which comprise the statement of financial activities, 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 July 2020 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 Charities Act 2011.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees of British Friends of Ezrat Yisrael Kiryat Sefer *(continued)*

Year ended 31 July 2020

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.

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 Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees of British Friends of Ezrat Yisrael Kiryat Sefer *(continued)*

Year ended 31 July 2020

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.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Independent Auditor's Report to the Trustees of British Friends of Ezrat Yisrael Kiryat Sefer *(continued)*

Year ended 31 July 2020

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 trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Michael Black FCCA (Senior Statutory Auditor)

For and on behalf of
Haffner Hoff Ltd
Accountants & statutory auditor

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

26 May 2021

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Activities

Year ended 31 July 2020

		2020	2019
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	6,701,000	6,701,000
Investment income	5	17	17
Total income		<u>6,701,017</u>	<u>6,701,017</u>
Expenditure			
Expenditure on charitable activities	6,7	6,775,681	6,775,681
Total expenditure		<u>6,775,681</u>	<u>6,775,681</u>
Net (expenditure)/income and net movement in funds		<u>(74,664)</u>	<u>(74,664)</u>
Reconciliation of funds			
Total funds brought forward		69,194	69,194
Total funds carried forward		<u>(5,470)</u>	<u>(5,470)</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 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Financial Position

31 July 2020

	Note	2020 £	£	2019 £
Current assets				
Cash at bank and in hand		956		74,660
Creditors: amounts falling due within one year	14	<u>6,426</u>		<u>5,466</u>
Net current liabilities			<u>(5,470)</u>	<u>69,194</u>
Total assets less current liabilities			<u>(5,470)</u>	<u>69,194</u>
Net liabilities			<u>(5,470)</u>	<u>69,194</u>
 Funds of the charity				
Unrestricted funds			<u>(5,470)</u>	<u>69,194</u>
Total charity funds	15		<u>(5,470)</u>	<u>69,194</u>

These financial statements were approved by the board of trustees and authorised for issue on 26 May 2021, and are signed on behalf of the board by:

D Neuwirth
Trustee

The notes on pages 13 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Statement of Cash Flows

Year ended 31 July 2020

	2020 £	2019 £
Cash flows from operating activities		
Net (expenditure)/income	(74,664)	30,744
<i>Adjustments for:</i>		
Other interest receivable and similar income	(17)	(155)
Accrued expenses	960	1
Cash generated from operations	(73,721)	30,590
Interest received	17	155
Net cash (used in)/from operating activities	(73,704)	30,745
Net (decrease)/increase in cash and cash equivalents	(73,704)	30,745
Cash and cash equivalents at beginning of year	74,660	43,915
Cash and cash equivalents at end of year	956	74,660

The notes on pages 13 to 19 form part of these financial statements.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements

Year ended 31 July 2020

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 66 Wellington Street East, Salford, Manchester, M7 4DW.

2. Statement of compliance

The accounts (financial statements) have been prepared in accordance with the relevant version of 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) and The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the relevant version of 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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. This is due to the policy of the charity not to pay out any charitable grants until funds are available.

The charity has net current liabilities and an overall deficit on its reserves.

The trustees acknowledge the above and are confident that the charity will be able to continue for the foreseeable future as they have obtained assurances from a local philanthropist that the charity will be able to continue to operate for the foreseeable future. Furthermore, the trustees are committed to raising funds to ensure the charity is able to repay its creditors as they fall due for repayment.

It should be noted that the creditors are made up of accruals and interest free other creditors who have acknowledged that they will not call in their loans to the detriment of the charity.

It is appropriate therefore for the financial statements to be prepared on a going concern basis.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

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.

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

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.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Donations	6,701,000	6,701,000	3,806,000	3,806,000

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

5. Investment income

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Bank interest receivable	<u>17</u>	<u>17</u>	<u>155</u>	<u>155</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Charitable grants	6,758,230	6,758,230	3,767,688	3,767,688
Support costs	<u>17,451</u>	<u>17,451</u>	<u>7,723</u>	<u>7,723</u>
	<u>6,775,681</u>	<u>6,775,681</u>	<u>3,775,411</u>	<u>3,775,411</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities	Support costs	Total funds 2020	Total fund 2019
	£	£	£	£
Charitable grants	6,758,230	12,530	6,770,760	3,771,451
Governance costs	<u>—</u>	<u>4,921</u>	<u>4,921</u>	<u>3,960</u>
	<u>6,758,230</u>	<u>17,451</u>	<u>6,775,681</u>	<u>3,775,411</u>

8. Analysis of support costs

	Analysis of support costs	Total 2020	Total 2019
	£	£	£
General office	12,530	12,530	3,763
Governance costs	<u>4,921</u>	<u>4,921</u>	<u>3,960</u>
	<u>17,451</u>	<u>17,451</u>	<u>7,723</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

9. Analysis of grants

The trustees have a policy of paying out grants in line with the objects of the charity. The grants are made for the relief of financial hardship to institutions in Israel such as Lehachazikom Velahachayosom, Mifalei Tzedoko Vochessed and Ezrat Yisroel Kiryat Sefer. Any further details relating to grants paid out can be obtained from the trustees in writing. The above grants are in line with the objects of the charity.

10. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2020	2019
	£	£
Foreign exchange differences	<u>51</u>	<u>(51)</u>

11. Auditors remuneration

	2020	2019
	£	£
Fees payable for the audit of the financial statements	<u>3,960</u>	<u>3,000</u>
Fees payable to the charity's auditor and its associates for other services:		
Other non-audit services	<u>960</u>	<u>960</u>

12. Staff costs

The average head count of employees during the year was Nil (2019: Nil).

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

13. Trustee remuneration and expenses

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

14. Creditors: amounts falling due within one year

	2020	2019
	£	£
Accruals and deferred income	4,920	3,960
Other creditors	1,506	1,506
	<u>6,426</u>	<u>5,466</u>

15. Analysis of charitable funds

Unrestricted funds

	At 01 August 2019 £	Income £	Expenditure £	At 31 July 2020 £
General funds	<u>69,194</u>	<u>6,701,017</u>	<u>(6,775,681)</u>	<u>(5,470)</u>

	At 01 August 2018 £	Income £	Expenditure £	At 31 July 2019 £
General funds	<u>38,450</u>	<u>3,806,155</u>	<u>(3,775,411)</u>	<u>69,194</u>

British Friends of Ezrat Yisrael Kiryat Sefer

Notes to the Financial Statements *(continued)*

Year ended 31 July 2020

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	2020	
	£	£
Current assets	956	956
Creditors less than 1 year	(6,426)	(6,426)
Net liabilities	(5,470)	(5,470)

	Unrestricted Funds	Total Funds
	2019	
	£	£
Current assets	74,660	74,660
Creditors less than 1 year	(5,466)	(5,466)
Net liabilities	69,194	69,194

17. Analysis of changes in net debt

	At 1 Aug 2019	Cash flows	At 31 Jul 2020
	£	£	£
Cash at bank and in hand	<u>74,660</u>	<u>(73,704)</u>	<u>956</u>

18. Related parties

Mr D Neuwirth, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, has directorships and trusteeships as detailed below:-

The Helping Foundation - director and trustee;
Newmarston Ltd - director and trustee;

Mr R Halpern, trustee of British Friends of Ezrat Yisrael Kiryat Sefer, is also a director and trustee of Newmarston Ltd.

During the year The Helping Foundation donated £4,381,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

During the year Newmarston Ltd donated £530,000 to British Friends of Ezrat Yisrael Kiryat Sefer.

19. Taxation

British Friends of Ezrat Yisrael Kiryat Sefer is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.