
MIZRACHI (UK) ISRAEL SUPPORT TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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MIZRACHI (UK) ISRAEL SUPPORT TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees

D D Morris
S Blumgart
G Kurland
S Rubin (Resigned 1 February 2022)
M Fruhman
S Melnick
M Bauernfreund
A Pfeffer (Resigned 1 February 2022)
A Harris (Appointed 1 October 2021)

Charity registered number

1137199

Registered address

2 Hallswelle Road
London
NW11 0DJ

Principal operating office

44a Albert Road
London
NW4 2SJ

Chief executive officer

Rabbi A Shaw

Accountants

BKL Audit LLP
Chartered Accountants
35 Ballards Lane
London
N3 1XW

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their annual report together with the financial statements of the charity for the 1 January 2021 to 31 December 2021.

Objectives and activities

a. Policies and objectives

The objectives of the charity are to further promote the work of Mizrachi by working in schools, communities and campus to strengthen the Jewish community's connection to Modern Orthodoxy and a strong connection to the State of Israel.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Achievements and performance

a. Review of activities

During this post pandemic period Mizrachi UK continued to work with communities, partner organisations and schools through the Leadership Programmes (Mizrachi Fellowship and Shlichim) as well as through a variety of Community Engagement Programmes (Programmes in Partnership, Weekend of Inspiration and Bespoke Programming). A new initiative called Yehudi, is the latest programme to be launched that promotes positive Jewish experiences that nourishes young people's mental health through:

- mentoring activities that reduces isolation through activities and weekends away
- reducing isolation by affording opportunities to meet with likeminded peers and seniors
- increasing self confidence by being able to receive reassurances from someone they admire
- having hope for the future by feeling that their involvement has meaning and a direct impact on the people around them

Yehudi has positively impacted 790 young people by working with 660 Year 6 children in 15 schools, 106 Year 12 volunteers (madrachim) and 24 Mentors and Leadership Team, all within the ideological framework of Mizrachi UK.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

The reserves policy of the charity requires a three month reserve. Therefore as at 31 December 2021 the charity had sufficient funds to satisfy this policy and their going concern status.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

c. Financial position at the year end

During the year, the charity received donations and other income of £922,486 (2020 - £777,597). Expenditure in the year totalled £721,565 (2020 - £777,335) leaving an in year surplus of £200,921 (2020 - £262). Reserves at the year end stood at a surplus of £201,242 (2020 - £321). As detailed above, the trustees aim to improve the financial standing of the charity.

Structure, governance and management

a. Constitution

The charity is a charitable trust formed under a trust deed dated 5th February 2010. It is registered with the Charity Commission of England and Wales, Charity Number 1137199.

b. Methods of appointment or election of Trustees

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

c. Policies adopted for the induction and training of Trustees

New trustees are given training based on an audit of skills that they possess on appointment and roles that they take on appointment.

Plans for future periods

Mizrachi UK is actively fundraising to support the two areas of Leadership and Community Engagement and to grow the newly launched Yehudi Programme.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

Statement of Trustees' responsibilities

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 & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Charity (Accounts and Reports) Regulations 2008 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.

Approved by order of the members of the board of Trustees and signed on their behalf by:



S Blumgart

Trustee

Date: 31/10/2022

MIZRACHI (UK) ISRAEL SUPPORT TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Independent Examiner's Report to the Trustees of Mizrachi (UK) Israel Support Trust ('the charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 December 2021.

Responsibilities and Basis of Report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

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

Your attention is drawn to the fact that the charity has prepared the accounts in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Signed: *Ian Saunderson*

Dated: 31/10/2022

Ian Saunderson FCA

BKL Audit LLP
Chartered Accountants
London

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

| | Note | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total funds 2021 £ | Total funds 2020 £ |
|--|------|------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| Income from: | | | | | |
| Donations and legacies | 2 | 704,581 | 29,347 | 733,928 | 566,969 |
| Charitable activities | 3 | 160,845 | - | 160,845 | 184,416 |
| Other trading activities | 4 | 27,713 | - | 27,713 | 26,212 |
| Total income | | 893,139 | 29,347 | 922,486 | 777,597 |
| Expenditure on: | | | | | |
| Charitable activities | 6 | 692,804 | 29,961 | 722,765 | 777,335 |
| Total expenditure | | 692,804 | 29,961 | 722,765 | 777,335 |
| Net movement in funds | | 200,335 | (614) | 199,721 | 262 |
| Reconciliation of funds: | | | | | |
| Total funds brought forward as previously stated | | (10,030) | 10,351 | 321 | 23,748 |
| Prior year adjustment | | - | - | - | (23,689) |
| Total funds brought forward as restated | | (10,030) | 10,351 | 321 | 59 |
| Net movement in funds | | 200,335 | (614) | 199,721 | 262 |
| Total funds carried forward | | 190,305 | 9,737 | 200,042 | 321 |

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 9 to 22 form part of these financial statements.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**BALANCE SHEET
AS AT 31 DECEMBER 2021**

| | Note | 2021 £ | 2020 £ |
|---|------|-------------|-------------|
| Fixed assets | | | |
| Tangible assets | 10 | - | 501 |
| | | <hr/> | <hr/> |
| | | - | 501 |
| Current assets | | | |
| Debtors | 11 | 148,257 | 61,404 |
| Cash at bank and in hand | | 203,008 | 45,344 |
| | | <hr/> | <hr/> |
| | | 351,265 | 106,748 |
| Creditors: amounts falling due within one year | 12 | (116,387) | (62,444) |
| | | <hr/> | <hr/> |
| Net current assets | | 234,878 | 44,304 |
| | | <hr/> | <hr/> |
| Total assets less current liabilities | | 234,878 | 44,805 |
| Creditors: amounts falling due after more than one year | 13 | (34,836) | (44,484) |
| | | <hr/> | <hr/> |
| Total net assets | | 200,042 | 321 |
| | | <hr/> <hr/> | <hr/> <hr/> |
| Charity funds | | | |
| Restricted funds | 14 | 9,737 | 10,351 |
| Unrestricted funds | 14 | 190,305 | (10,030) |
| | | <hr/> | <hr/> |
| Total funds | | 200,042 | 321 |
| | | <hr/> <hr/> | <hr/> <hr/> |

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



S Blumgart

Trustee

Date: 31/10/2022

The notes on pages 9 to 22 form part of these financial statements.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

| | 2021 £ | 2020 £ |
|---|-------------------|-------------------|
| Cash flows from operating activities | | |
| Net cash used in operating activities | 83,181 | (41,664) |
| | <hr/> | <hr/> |
| Cash flows from financing activities | | |
| Cash inflows from new borrowing | 80,000 | 50,000 |
| Repayments of borrowing | (5,517) | - |
| | <hr/> | <hr/> |
| Net cash provided by financing activities | 74,483 | 50,000 |
| | <hr/> | <hr/> |
| Change in cash and cash equivalents in the year | 157,664 | 8,336 |
| Cash and cash equivalents at the beginning of the year | 45,344 | 37,008 |
| | <hr/> | <hr/> |
| Cash and cash equivalents at the end of the year | 203,008 | 45,344 |
| | <hr/> <hr/> | <hr/> <hr/> |

The notes on pages 9 to 22 form part of these financial statements

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The 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 Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Mizrachi (UK) Israel Support Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Going concern

At the balance sheet date of the charity, its net funds did not cover its committed expenditure for the first 3 months of 2021. However, the Trustees have prepared the accounts on a going concern basis, due to a commitment from the Trustees to support the charity.

The Trustees consider that based on the circumstances existing at the date of signature, the impact of the Coronavirus outbreak will not effect the ability of the charity to continue as a going concern. As such, the trustees consider that the charity is able to continue its activities for a period of at least twelve months from the date of signature of these accounts and the accounts have therefore been prepared on a going concern basis.

1.3 Income

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

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

1. Accounting policies (continued)

1.4 Expenditure

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

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.5 Coronavirus Job Retention Scheme income and expenditure

Furlough income is receivable as compensation for salary expenses already incurred and to give immediate financial support to the Company with no future related costs. This income is recognised in the Statement of Income and Retained Earnings in the same period as the related expenditure.

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £NIL or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following bases:

| | |
|-----------------------|---------------------|
| Fixtures and fittings | - 33% straight line |
| Computer equipment | - 33% straight line |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

1. Accounting policies (continued)

1.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

1.11 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

2. Income from donations and legacies

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total funds 2021 £ | <i>Total funds 2020 £</i> |
|-------------------|--|--|---------------------------------------|---------------------------------------|
| Donations | 704,581 | - | 704,581 | 369,773 |
| Grants | - | 29,347 | 29,347 | 175,760 |
| Government grants | - | - | - | 21,436 |
| | <u>704,581</u> | <u>29,347</u> | <u>733,928</u> | <u>566,969</u> |
| <i>Total 2020</i> | <u>416,209</u> | <u>150,760</u> | <u>566,969</u> | |

Income from government grants all related to the Coronavirus Job Retention Scheme.

3. Income from charitable activities

| | Unrestricted funds 2021 £ | Total funds 2021 £ | <i>Total funds 2020 £</i> |
|-----------------------|--|---------------------------------------|---------------------------------------|
| Events | - | - | 9,874 |
| Teaching | 115,379 | 115,379 | 148,469 |
| Educational Programme | 37,351 | 37,351 | 5,529 |
| Book sales | 2,581 | 2,581 | 2,886 |
| Magazine income | 5,534 | 5,534 | 17,658 |
| Total 2021 | <u>160,845</u> | <u>160,845</u> | <u>184,416</u> |
| <i>Total 2020</i> | <u>184,416</u> | <u>184,416</u> | |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

4. Income from other trading activities

Income from fundraising events

| | Unrestricted funds 2021 £ | Total funds 2021 £ | <i>Total funds 2020 £</i> |
|--------------------|--|---------------------------------------|---------------------------------------|
| Fundraising income | 27,713 | 27,713 | 26,212 |
| | <u>27,713</u> | <u>27,713</u> | |
| <i>Total 2020</i> | <u>26,212</u> | <u>26,212</u> | |

5. Analysis of grants

| | Grants to Institutions 2021 £ | Grants to Individuals 2021 £ | Total funds 2021 £ | <i>Total funds 2020 £</i> |
|---------------------|--|---|---------------------------------------|---------------------------------------|
| Israel scholarships | 27,051 | 117,299 | 144,350 | 155,699 |
| | <u>27,051</u> | <u>117,299</u> | <u>144,350</u> | |
| <i>Total 2020</i> | <u>70,054</u> | <u>85,645</u> | <u>155,699</u> | |

Main recipients of institutional grants

| | 2021 £ | <i>2020 £</i> |
|----------------|-------------------|-------------------|
| Mizrachi Olami | 25,851 | 68,854 |
| Mizrachi (UK) | 1,200 | 1,200 |
| | <u>27,051</u> | <u>70,054</u> |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

6. Analysis of expenditure on charitable activities

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total funds 2021 £ | <i>Total funds 2020 £</i> |
|-------------------|--|--|---------------------------------------|---------------------------------------|
| Support costs | 192,434 | - | 192,434 | 237,280 |
| Direct costs | 381,871 | 4,110 | 385,981 | 384,356 |
| Grants | 118,499 | 25,851 | 144,350 | 155,699 |
| | <u>692,804</u> | <u>29,961</u> | <u>722,765</u> | <u>777,335</u> |
| <i>Total 2020</i> | <u>636,926</u> | <u>140,409</u> | <u>777,335</u> | |

Analysis of direct costs

| | 2021 £ | <i>2020 £</i> |
|-----------------------|-----------------------|-------------------|
| Educational programme | 24,232 | 26,007 |
| Events | 16,159 | 25,221 |
| Magazine expenses | 38,117 | 22,591 |
| Speakers | 4,110 | 16,642 |
| Trips | 19,248 | - |
| Wages and salaries | 258,732 | 275,065 |
| National insurance | 25,383 | 18,830 |
| | <u>385,981</u> | <u>384,356</u> |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

Analysis of support costs

| | 2021 £ | 2020 £ |
|------------------------------------|-------------------|-------------------|
| Rent | 18,720 | 18,679 |
| IT costs | 11,683 | 20,252 |
| Phone charges | 2,339 | 4,519 |
| Bank charges | 108 | 65 |
| General expenses | 21,779 | 22,266 |
| Literature publishing and printing | 69 | 417 |
| Travel | 16 | 36 |
| Shaliach expenses | 63,390 | 140,144 |
| Accounting fees | 5,093 | 2,899 |
| Loan interest | 695 | - |
| Postage | 236 | 116 |
| Advertising | 25,119 | 3,513 |
| Legal expenses | 3,079 | - |
| Motor vehicle expenses | 1,153 | - |
| Staff training | 597 | - |
| Wages and salaries | 17,888 | 19,017 |
| National insurance | 1,755 | 1,578 |
| Pension cost | 18,214 | 3,129 |
| Depreciation | 501 | 650 |
| | 192,434 | 237,280 |

7. Independent examiner's remuneration

| | 2021 £ | 2020 £ |
|---|-------------------|-------------------|
| Fees payable to the charity's independent examiner for the independent examination of the charity's annual accounts | 2,500 | 2,640 |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

8. Staff costs

| | 2021 | 2020 |
|--|----------------|-------------|
| | £ | £ |
| Wages and salaries | 276,620 | 294,082 |
| Social security costs | 27,138 | 20,408 |
| Contribution to defined contribution pension schemes | 18,214 | 3,129 |
| | 321,972 | 317,619 |

The average number of persons employed by the charity during the year was as follows:

| | 2021 | 2020 |
|-----------|-------------|-------------|
| | No. | No. |
| Employees | 12 | 12 |

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

| | 2021 | 2020 |
|---------------------------------|-------------|-------------|
| | No. | No. |
| In the band £110,000 - £120,000 | - | 1 |
| In the band £120,000 - £130,000 | 1 | - |

The total amount of employee remuneration benefits received by key management personnel was £179,918 (2020: £170,437).

9. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, no Trustee expenses have been incurred (2020 - £NIL).

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

10. Tangible fixed assets

| | Fixtures and fittings £ | Computer equipment £ | Total £ |
|--------------------------|-------------------------------|----------------------------|--------------|
| Cost or valuation | | | |
| At 1 January 2021 | 1,503 | 6,368 | 7,871 |
| At 31 December 2021 | <u>1,503</u> | <u>6,368</u> | <u>7,871</u> |
| Depreciation | | | |
| At 1 January 2021 | 1,002 | 6,368 | 7,370 |
| Charge for the year | 501 | - | 501 |
| At 31 December 2021 | <u>1,503</u> | <u>6,368</u> | <u>7,871</u> |
| Net book value | | | |
| At 31 December 2021 | <u>-</u> | <u>-</u> | <u>-</u> |
| At 31 December 2020 | <u>501</u> | <u>-</u> | <u>501</u> |

11. Debtors

| | 2021 £ | 2020 £ |
|--------------------------------|----------------|---------------|
| Due within one year | | |
| Trade debtors | 123,257 | 56,560 |
| Other debtors | - | 4,844 |
| Prepayments and accrued income | 25,000 | - |
| | <u>148,257</u> | <u>61,404</u> |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

12. Creditors: Amounts falling due within one year

| | 2021 | 2020 |
|------------------------------------|----------------|-------------|
| | £ | £ |
| Bank loans | 89,647 | 5,516 |
| Trade creditors | 4,400 | 24,071 |
| Other taxation and social security | 7,836 | 6,732 |
| Other creditors | 3,272 | 19,414 |
| Accruals and deferred income | 11,232 | 6,711 |
| | 116,387 | 62,444 |

13. Creditors: Amounts falling due after more than one year

| | 2021 | 2020 |
|------------|---------------|-------------|
| | £ | £ |
| Bank loans | 34,836 | 44,484 |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

14. Statement of funds

Statement of funds - current year

| | Balance at 1 January 2021 £ | Income £ | Expenditure £ | Balance at 31 December 2021 £ |
|---|--------------------------------------|-------------|------------------|---|
| Unrestricted funds | | | | |
| General Funds - all funds | (10,030) | 893,139 | (692,804) | 190,305 |
| Restricted funds | | | | |
| Chidon Hatanach | - | 4,807 | (4,110) | 697 |
| Yeshiva & Seminary fundraising campaign | 10,351 | 15,500 | (25,851) | - |
| Mizrachi Fellowship Programme | - | 9,040 | - | 9,040 |
| | 10,351 | 29,347 | (29,961) | 9,737 |
| Total of funds | 321 | 922,486 | (722,765) | 200,042 |

Chidon Hatanach: The aim of Chidon HaTanach is to promote and celebrate Tanach study amongst Jewish youth to both deepen Torah knowledge and strengthen Jewish identity.

Yeshiva & Seminary fundraising campaign: The aim of the fundraising campaign was to assist Yeshivot and Seminaries in Israel offset the increased infrastructure costs associated with operating their programs during the pandemic. These are the educational establishments where our Fellows study.

The Mizrachi Fellowship Programmes creates the next generation of Modern Orthodox Religious Zionist Rabbis and Educators. They are funded through three to five years of study in Israel to obtain the necessary qualifications with the expectation they return to the UK live and work in our communities, partner organisations and schools.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

14. Statement of funds (continued)

Statement of funds - prior year

| | <i>As restated Balance at 1 January 2020 £</i> | <i>Income £</i> | <i>Expenditure £</i> | <i>Balance at 31 December 2020 £</i> |
|---|--|---------------------|--------------------------|--|
| Unrestricted funds | | | | |
| General Funds - all funds | 59 | 626,837 | (636,926) | (10,030) |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Restricted funds | | | | |
| Rabbinical Fellowship Programme | - | 55,540 | (55,540) | - |
| Chidon Hatanach | - | 16,015 | (16,015) | - |
| Yeshiva & Seminary fundraising campaign | - | 79,205 | (68,854) | 10,351 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| | - | 150,760 | (140,409) | 10,351 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total of funds | 59 | 777,597 | (777,335) | 321 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |

15. Analysis of net assets between funds

Analysis of net assets between funds - current year

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total funds 2021 £ |
|-------------------------------------|--|--|---------------------------------------|
| Current assets | 341,528 | 9,737 | 351,265 |
| Creditors due within one year | (116,387) | - | (116,387) |
| Creditors due in more than one year | (34,836) | - | (34,836) |
| | <hr/> | <hr/> | <hr/> |
| Total | 190,305 | 9,737 | 200,042 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

15. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

| | <i>Unrestricted funds 2020 £</i> | <i>Restricted funds 2020 £</i> | <i>Total funds 2020 £</i> |
|-------------------------------------|--|--|---------------------------------------|
| Tangible fixed assets | 501 | - | 501 |
| Current assets | 96,397 | 10,351 | 106,748 |
| Creditors due within one year | (62,444) | - | (62,444) |
| Creditors due in more than one year | (44,484) | - | (44,484) |
| Total | <u>(10,030)</u> | <u>10,351</u> | <u>321</u> |

16. Reconciliation of net movement in funds to net cash flow from operating activities

| | 2021 £ | 2020 £ |
|--|----------------------|-------------------|
| Net income for the year (as per Statement of Financial Activities) | 199,721 | 262 |
| Adjustments for: | | |
| Depreciation charges | 501 | 650 |
| Increase in debtors | (86,853) | (37,614) |
| Decrease in creditors | (31,388) | (4,962) |
| Net cash provided by/(used in) operating activities | <u>81,981</u> | <u>(41,664)</u> |

17. Analysis of cash and cash equivalents

| | 2021 £ | 2020 £ |
|--|-----------------------|-------------------|
| Cash in hand | 203,008 | 45,344 |
| Total cash and cash equivalents | <u>203,008</u> | <u>45,344</u> |

MIZRACHI (UK) ISRAEL SUPPORT TRUST

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

18. Analysis of changes in net debt

| | At 1 January 2021 £ | Operating cash flows £ | New loans £ | Other non- cash changes £ | At 31 December 2021 £ |
|--------------------------|------------------------------|------------------------------|-------------------|------------------------------------|--------------------------------|
| Cash at bank and in hand | 45,344 | 157,664 | - | - | 203,008 |
| Debt due within 1 year | (5,516) | - | (84,131) | - | (89,647) |
| Debt due after 1 year | (44,484) | - | - | 9,648 | (34,836) |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |

19. Related party transactions

Included in other creditors is a balance of £1,201 (2020: £17,539) owed to Rabbi Andrew Shaw, the Chief Executive Officer.

During the year, donations totalling £297,500 (2020: £305,500) were received from the trustees and companies owned by the trustees.

During the year, grants of £1,200 (2020: £1,200) were made to Mizrachi (UK), a Charitable Incorporated Organisation with common trustees.

Included in bank loans is a balance of £80,000 (2020: £Nil) owed to a trust with common trustees.