
MIZRACHI (UK) ISRAEL SUPPORT TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

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 2022

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
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 2022

The Trustees present their annual report together with the financial statements of the Charity for the year 1 January 2022 to 31 December 2022.

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)'.

b. Strategies for achieving objectives

Mizrachi UK is mainly focused on working in the UK to strengthen the Jewish identify and support Israel where it is most needed.

From time to time, we support other partners and communities and in particular, the UK Jewish Community.

c. Activities undertaken to achieve objectives

Leadership Programming

- Finding, training and deploying young British men and women to become the next generation of Rabbi's and Female Educators through the Mizrachi Rabbinical Fellowship Programme.

Community Engagement

- Running an array of programming across the UK including speaker tours, localised cultural activities and productions, bespoke learning, flagship events such as the Weekend of Inspiration and Day of Inspiration.

Yehudi

- Promoting and developing positive Jewish experiences that favourably impacts Jewish identity of youth through peer-to-peer leadership. This is actioned by exposing youth to inspiring madrichim over the duration of their involvement in the Yehudi project through a series of events and activities.
- Recruiting, training and mentoring sixth form and university students to become madrichim, mentors and members of the senior leadership team, offering peer to peer leadership and trajectory of leadership opportunities within the Jewish educational sector.

d. Grant-making policies

The Mizrachi Rabbinical Fellowship Programme educates young British men and women through their studies in Israel. Applicants for the programme are required to fulfil stringent criteria. Successful candidates who require financial assistance are offered grants to modestly support their living expenses whilst living and studying in Israel. The grant is offered with the expectation that they will return to the UK in order to become the next generation of UK Rabbi's and Female Educators.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Objectives and activities (continued)

e. Volunteers

Yehudi recruited 106 volunteers in sixth form (Years 12) to be youth leaders (madrichim) for Year 6 participants (who are in their last year of primary school). These volunteers are supported by university aged mentors and senior leaders.

It is envisaged that when the Year 6 participants transition to secondary school, they will 'move up' the Yehudi ladder and start the Year 7 programming, keeping the same madrichim who similarly have transitioned to Year 13. There will be similar programming from Year 7 through to Year 11. It is predicted that once these Year 6 children reach Year 12, they will "restart" their Yehudi journey but this time as madrichim. Similarly, the Years 12 madrichim can follow the trajectory to become mentors and senior leaders before moving on to become future potential community leaders and educators.

Volunteer activities and involvement in 2022:

- The volunteers supported the delivery of the Year 6 Yehudi programme. The activities and content delivery took place in the participating primary schools during school hours monthly over the course of the academic year. The Year 6 course content focuses on relationship building between madrichim and the participants within a Jewish context.
- To assist the volunteers, leadership training was held and regular meet ups with their mentors arranged.
- The volunteer training was augmented with a trip to Israel that helped the volunteers to confidently and passionately forge strong positive links to Judaism, the UK and Israel.

The Yehudi Year 6 primary school programme comprising of the participating primary schools and their Year 6 students together with their Year 12 volunteers (with support from their secondary schools) forms the foundation on which the entire Yehudi model rests on.

There are 7 Trustees (listed below) who guide the executive team in making effective decisions, delivering the charity's purpose, holding financial oversight, and in complying with our Governing document and the law.

Trustees meet formally with the executive team approximately 3-4 times a year, and informally throughout the year.

Grant allocations are discussed at least monthly between these Trustees and the Executive Director.

Trustees:

- D D Morris
- S Blumgart
- G Kurland
- M Fruhman
- S Melnick
- M Bauernfreund
- A Harris

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Objectives and activities (continued)

f. Main activities undertaken to further the Charity's purposes for the public benefit

Leadership Programme

- Producing strong high level rabbinic leaders and educators who can tackle contemporaries issues with sensitivity and open mindedness, supporting communities living an Orthodox life to forge strong positive links to Judaism, the UK and Israel.

Community Engagement

- Scaffolding the work of the rabbinic leaders and educators through generating programmes and resources to support UK Jewry's connection to Judaism and Israel.
- Creating stronger and more sustainable level of Jewish continuity in the UK

Yehudi

- Creating the opportunity for enterprising and talented students to work, get-to-know, and get 'known' by the schools, shuls, and communal institutions. This exposure, together with training in informal education, hadracha, social, emotional as well as content development skills, will ensure that these leaders remain inspired, invested, and actively involved in the Jewish education environment and directly impacting those they work with.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and performance

a. Key performance indicators

Leadership Programme

- Two graduate couples successfully completed the Rabbinical Fellowship Programme.
- Both were successfully recruited and employed by UK Jewish Synagogue and Communal organisations where they will work to strengthen engagement within the community.
- This brings the total number of graduate couples working in the UK community to four.
- At 31 December 2022 five participant couples are currently enrolled in the Fellowship programme.
- Two Shlichim couples returned to Israel on conclusion of their three year contract (one based in Hendon and the other in Manchester)
- One Shlichim couple was welcomed in Manchester as they commenced their Shlichut.

Community Engagement

- The Weekend of Inspiration reached over 3,000 young people in schools, and 10,000 people in 61 communities over Shabbat across the country.
- The Day of Inspiration took place in both London and Manchester which saw 800 people engaging across three conferences over the course of 15 hours.
- Social media insights for 2022 reflect that Facebook and Instagram posts relating to community programming were the most popular platforms with page and profile visits increasing by 1.2K% and 625% respectively.
- 3,000 people have opted in to receive the weekly emailed journal
- Student Bet Midrash Programming impacts between 40 to 80 secondary school and university students on a weekly basis
- The weekly Bet Midrash Programming effects 30 to 40 adults on a weekly basis
- Our publications continue to be produced and enjoyed. The HaMizrachi magazine published for Chagim was made available online with over 25,000 printed copies distributed to over 40 communities across the UK and now include Leeds and Birmingham.
- The weekly Machshavot continues to be emailed out to 3,000 subscribers
- The Tzurba HaRabbanim learning programme continues to be taught online and in person with 70+ books distributed to learners

Yehudi

- 660 Year 6 children in 15 primary schools signed up to participate in this new programme
- 106 Year 12 students registered to volunteer as youth leaders to delivery the programme
- 24 university aged students work in the programme as mentors and senior leaders to support the youth leaders in delivering the programme and to assist in the development of it.
- A mix of 75 youth leaders, mentors and senior leaders attended a successful weekend residential as part of the volunteer onboarding process.
- 102 youth leaders, mentors and senior leaders went on an inspirational trip to Israel.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and performance (continued)

b. Review of activities

Mizrachi UK continues to work with the community to strengthen Jewish identity and its support for Israel. Through its work in schools, shuls and campuses across the country Mizrachi UK delivers its three core elements of Leadership Programming, Community Engagement and Yehudi.

Leadership Programme

The Mizrachi Rabbinical Fellowship Programme galvanises UK Jewish communities, schools and communal organisations through Semicha and leadership education training of young British men and women through their studies in Israel. It is expected that they return to the UK as strong Rabbinical leaders and female educators to inspire and strengthen communal engagement. Two graduate couples of the programme returned to the UK in 2022. They were successfully placed within the community, bringing the total graduate couples working in the UK community to four. We look forward to welcoming back to the UK two further graduate couples in 2023.

The Mizrachi Shlichim Programme works in partnership with shuls, schools and communities in bringing Shlichim over to the UK to nurture and grow the communities where they live and work. These Shlichim have left indelible fingerprints on their communities long after they have returned to Israel. Two Shlichim couples returned to Israel in 2022 on conclusion of their three year contract and a Shlichim couple was welcomed in Manchester.

Community Engagement Programme

Mizrachi UK runs an array of community engagement programming across the UK. The programming includes speaker tours featuring local and international educators, publications such as HaMizrachi and the Tzurba HaRabbanim learning programme, as well as bespoke localised community cultural activities. Successfully held UK wide flagship events such as:

c. Factors relevant to achieve objectives

The global situation remains challenging with covid outbreaks, economic uncertainty, the cost of living crisis, the war in the Ukraine, strike action, protests by global warming activists. The international challenge with sourcing and recruiting for high calibre Rabbinical, Educator, and Communal roles continues. The need for appropriate staffing and infrastructure required to support the growth of Yehudi and its volunteers is becoming more apparent. Going forward, the work that Mizrachi UK undertakes in delivering its three core elements of Leadership Programming, Community Engagement and Yehudi can be seen as even more important now despite the reality that charities have fewer resources to deliver these services.

Mizrachi UK will continue working with schools, shuls and communal organisations in deepening Jewish engagement and identity. Restoring grass root leadership and creating opportunities for enterprising and talented young people to be identified at an early stage will create a strong pool of passionate and invested potential future leaders and educators.

d. Fundraising activities and income generation

The charity will continue to secure funding through existing donor relationships as well as branching out to new trusts and foundations. New donor relationships are actively being explored. Notwithstanding the cost of living crisis and the war in Ukraine presenting a fundraising challenge, Mizrachi UK plans to run a crowdfunding campaign in 2023.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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 following the support provided by a Trustee. 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. As of 31 December 2022 the reserves were in a deficit. Therefore reliance on the charity being a going concern has been placed on the support of the trustees.

c. Financial position at the year end

During the year, the Charity received donations and other income of £ 739,928 (2021 - £ 922,486). Expenditure in the year totalled £ 1,107,916 (2021 - £ 722,765) leaving an in year deficit of £ 367,988 (2021 - £ 199,721 surplus). Reserves at the year end stood at a deficit of £ 167,946 (2021 - £ 200,042 surplus). As detailed above, the trustees aim to improve the financial standing of the Charity.

d. Principal risks and uncertainties

The global situation remains challenging with covid outbreaks, economic uncertainty, the cost of living crisis, the war in the Ukraine, strike action, protests by global warming activists. The international challenge with sourcing and recruiting for high calibre Rabbinical, Educator, and Communal roles continues. The need for appropriate staffing and infrastructure required to support the growth of Yehudi and its volunteers is becoming more apparent. Going forward, the work that Mizrachi UK undertakes in delivering its three core elements of Leadership Programming, Community Engagement and Yehudi can be seen as even more important now despite the reality that charities have fewer resources to deliver these services.

Mizrachi UK will continue working with schools, shuls and communal organisations in deepening Jewish engagement and identity. Restoring grass root leadership and creating opportunities for enterprising and talented young people to be identified at an early stage will create a strong pool of passionate and invested potential future leaders and educators.

The charity will continue to secure funding through existing donor relationships as well as branching out to new trusts and foundations. New donor relationships are actively being explored. Notwithstanding the cost of living crisis and the war in Ukraine presenting a fundraising challenge, Mizrachi UK plans to run a crowdfunding campaign in 2023.

e. Financial risk management objectives and policies

The Trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems are in place to protect the charity's assets.

f. Principal funding

The charity is reliant on donations for the funding of the charity. These resources allow the charity to continue its significant plans to give grants to good causes throughout the community, run educational activities and social events surrounding the State of Israel.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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. Organisational structure and decision-making policies

The Trustees are involved with governance, major fundraising activities and donor relationships, senior staff appointments, ad hoc matters escalated by the Chief Executive. Day to day running of the charity is delegated to the Chief Executive Officer.

Trustees:

There are 7 Trustees

- D Morris
- S Blumgart
- G Kurland
- M Fruhman
- S Melnick
- M Bauernfreund
- A Harris

d. Policies adopted for the induction and training of Trustees

All new Trustees receive specialist training to the role that they hold, provided by existing Trustees. New Trustees are encouraged to review the most recent financial statements to familiarise themselves with the day to day running of the charity.

e. Pay policy for key management personnel

The pay awards are reviewed annually by the Trustees. Pay is normally considered in accordance with similar roles in other comparable organisations.

f. Related party relationships

Mizrachi UK works closely with Mizrachi Worldwide. They facilitate the Rabbinical Fellowship Programme in Israel and assist Mizrachi UK in supporting the delivery of student trips to Israel. There is a shared ethos but they are separate entities.

Relationships with Bnei Akiva Worldwide and Bnei Akiva UK also exist with respect to Mizrachi UK support of their Shlichim Programme. There is a shared ethos but they are separate entities.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Structure, governance and management (continued)

g. Financial risk management

The Trustees have assessed the major strategic, business, and operational risks which the charity faces and confirm that systems are in place to protect the charity's assets. The Trustees believe that by ensuring controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

Plans for future periods

Mizrachi UK is actively fundraising to support the areas of Leadership Programming, Community Engagement and to grow the Yehudi Programme.

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: 31/10/2023

MIZRACHI (UK) ISRAEL SUPPORT TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

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 2022.

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 Sanderson*

Dated: 31/10/2023

Ian Sanderson FCA

BKL Audit LLP
Chartered Accountants
London

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Income from:					
Donations and legacies	2	544,589	33,755	578,344	733,928
Charitable activities	3	161,584	-	161,584	160,845
Other trading activities	4	-	-	-	27,713
Total income		706,173	33,755	739,928	922,486
Expenditure on:					
Charitable activities	6	1,094,491	13,425	1,107,916	722,765
Total expenditure		1,094,491	13,425	1,107,916	722,765
Net movement in funds		(388,318)	20,330	(367,988)	199,721
Reconciliation of funds:					
Total funds brought forward		190,305	9,737	200,042	321
Net movement in funds		(388,318)	20,330	(367,988)	199,721
Total funds carried forward		(198,013)	30,067	(167,946)	200,042

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

The notes on pages 14 to 30 form part of these financial statements.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**BALANCE SHEET
AS AT 31 DECEMBER 2022**

	Note	2022 £	2021 £
Tangible assets	11	2,047	-
		2,047	-
Current assets			
Debtors	12	3,054	148,257
Cash at bank and in hand		72,792	203,008
		75,846	351,265
Creditors: amounts falling due within one year	13	(220,893)	(116,387)
Net current liabilities / assets		(145,047)	234,878
Total assets less current liabilities		(143,000)	234,878
Creditors: amounts falling due after more than one year	14	(24,946)	(34,836)
Total net assets		(167,946)	200,042
Charity funds			
Restricted funds	15	30,067	9,737
Unrestricted funds	15	(198,013)	190,305
Total funds		(167,946)	200,042

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



.....
S Blumgart
Trustee

Date: 31/10/2023

The notes on pages 14 to 30 form part of these financial statements.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	(121,091)	83,181
	<hr/>	<hr/>
Cash flows from financing activities		
Cash inflows from new borrowing	100,000	80,000
Repayments of borrowing	(89,646)	(5,517)
Other non-cash movements	(19,479)	-
	<hr/>	<hr/>
Net cash (used in)/provided by financing activities	(9,125)	74,483
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	(130,216)	157,664
Cash and cash equivalents at the beginning of the year	203,008	45,344
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	72,792	203,008
	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 14 to 30 form part of these financial statements

MIZRACHI (UK) ISRAEL SUPPORT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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 2023. However, the Trustees have prepared the accounts on a going concern basis, due to a commitment from the Trustees to support the charity.

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.

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.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. Accounting policies (continued)

1.4 Expenditure (continued)

All expenditure is inclusive of irrecoverable VAT.

1.5 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.

1.6 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

1.7 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.

1.8 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.

1.9 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.

MIZRACHI (UK) ISRAEL SUPPORT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. Accounting policies (continued)

1.10 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 2022**

2. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Donations	519,589	-	519,589
Grants	25,000	33,755	58,755
	<u>544,589</u>	<u>33,755</u>	<u>578,344</u>
	<u>544,589</u>	<u>33,755</u>	<u>578,344</u>
	<i>Unrestricted funds 2021 £</i>	<i>Restricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Donations	704,581	-	704,581
Grants	-	29,347	29,347
	<u>704,581</u>	<u>29,347</u>	<u>733,928</u>
	<u>704,581</u>	<u>29,347</u>	<u>733,928</u>

3. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £
Events	500	500
Teaching	70,418	70,418
Educational Programme	86,547	86,547
Book sales	1,064	1,064
Magazine income	3,055	3,055
	<u>161,584</u>	<u>161,584</u>
Total 2022	<u>161,584</u>	<u>161,584</u>

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
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3. Income from charitable activities (continued)

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Events	115,379	115,379
Educational programs	37,351	37,351
Book sales	2,581	2,581
Magazine income	5,534	5,534
<i>Total 2021</i>	<u>160,845</u>	<u>160,845</u>

4. Income from other trading activities

Income from fundraising events

	Total funds 2022 £
Fundraising Campaign	<u>-</u>

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Fundraising Campaign	<u>27,713</u>	<u>27,713</u>

5. Analysis of grants

	Grants to Institutions 2022 £	Grants to Individuals 2022 £	Total funds 2022 £
Israel scholarships	<u>-</u>	<u>128,603</u>	<u>128,603</u>

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
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5. Analysis of grants (continued)

	<i>Grants to Institutions 2021 £</i>	<i>Grants to Individuals 2021 £</i>	<i>Total funds 2021 £</i>
Israel scholarships	27,051	117,299	144,350

Main recipients of institutional grants

	2022 £	<i>2021 £</i>
Mizrachi Olami	-	25,851
Mizrachi (UK)	-	1,200
	-	27,051

6. Analysis of expenditure on charitable activities

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Support costs	315,619	-	315,619
Direct costs	650,269	13,425	663,694
Grants	128,603	-	128,603
	1,094,491	13,425	1,107,916

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

6. Analysis of expenditure on charitable activities (continued)

(continued)

	<i>Unrestricted funds 2021 £</i>	<i>Restricted funds 2021 £</i>	<i>Total 2021 £</i>
Support costs	192,434	-	192,434
Direct costs	381,871	4,110	385,981
Grants	118,499	25,851	144,350
	<u>692,804</u>	<u>29,961</u>	<u>722,765</u>

Summary by expenditure type

	Staff costs 2022 £	Depreciation 2022 £	Other costs 2022 £	Total 2022 £
Events	76,013	1,796	237,810	315,619
Teaching	338,694	-	325,000	663,694
Mizrachi Fellowship Programme Expenses	-	-	128,603	128,603
	<u>414,707</u>	<u>1,796</u>	<u>691,413</u>	<u>1,107,916</u>

	<i>Staff costs 2021 £</i>	<i>Depreciation 2021 £</i>	<i>Other costs 2021 £</i>	<i>Total 2021 £</i>
Events	37,857	501	154,076	192,434
Teaching	284,116	-	101,865	385,981
Mizrachi Fellowship Programme Expenses	(1)	-	144,351	144,350
	<u>321,972</u>	<u>501</u>	<u>400,292</u>	<u>722,765</u>

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

7. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Grant funding of activities 2022 £	Support costs 2022 £	Total funds 2022 £
Events	-	-	315,619	315,619
Teaching	663,694	-	-	663,694
Mizrachi Fellowship Programme Expenses	-	128,603	-	128,603
	<u>663,694</u>	<u>128,603</u>	<u>315,619</u>	<u>1,107,916</u>

	<i>Activities undertaken directly 2021 £</i>	<i>Grant funding of activities 2021 £</i>	<i>Support costs 2021 £</i>	<i>Total funds 2021 £</i>
Events	-	-	192,434	192,434
Teaching	385,981	-	-	385,981
Mizrachi Fellowship Programme Expenses	-	144,350	-	144,350
	<u>385,981</u>	<u>144,350</u>	<u>192,434</u>	<u>722,765</u>

Analysis of direct costs

	Advancing of Jewish Religion 2022 £	Total funds 2022 £
Staff costs	338,694	338,694
Educational programme	16,259	16,259
Events	262,482	262,482
Magazine expenses	46,259	46,259
	<u>663,694</u>	<u>663,694</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

7. Analysis of expenditure by activities (continued)

Analysis of direct costs (continued)

	<i>Advancing of Jewish Religion 2021 £</i>	<i>Total funds 2021 £</i>
Staff costs	284,116	284,116
Educational programme	24,232	24,232
Guest speakers and trips	39,517	39,517
Magazine expenses	38,116	38,116
	<u>385,981</u>	<u>385,981</u>

Analysis of support costs

	Advancing of Jewish Religion 2022 £	Total funds 2022 £
Staff costs	76,013	76,013
Depreciation	1,796	1,796
Rent	18,720	18,720
IT Costs	11,362	11,362
Phone charges	2,726	2,726
Bank charges	311	311
General expenses	40,699	40,699
Literature, publishing and printing	118	118
Travel	2,677	2,677
Accounting fees	6,182	6,182
Shaliach expenses	126,873	126,873
Loan interest	1,002	1,002
Allowance for bad debts	20,813	20,813
Postage	307	307
Advertising	2,122	2,122
Legal expenses	1,715	1,715
Motor vehicle expenses	479	479
Staff training	1,704	1,704
	<u>315,619</u>	<u>315,619</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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7. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	<i>Advancing of Jewish Religion 2021 £</i>	<i>Total funds 2021 £</i>
Staff costs	37,857	37,857
Depreciation	501	501
Rent	18,720	18,720
IT Costs	11,684	11,684
Phone charges	2,339	2,339
Bank charges	108	108
General expenses	21,779	21,779
Literature publishing and printing	69	69
Travel	16	16
Accounting fees	5,093	5,093
Shaliach expenses	63,390	63,390
Loan interest	695	695
Postage	236	236
Advertising	25,119	25,119
Legal expenses	3,079	3,079
Motor vehicle expenses	1,153	1,153
Staff training	596	596
	<u>192,434</u>	<u>192,434</u>

8. Independent examiner's remuneration

	2022 £	2021 £
Fees payable to the Charity's independent examiner for the independent examination of the Charity's annual accounts	<u>3,434</u>	<u>2,500</u>

MIZRACHI (UK) ISRAEL SUPPORT TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

9. Staff costs

	2022 £	2021 £
Wages and salaries	338,486	276,620
Social security costs	23,625	27,138
Contribution to defined contribution pension schemes	52,596	18,214
	<u>414,707</u>	<u>321,972</u>

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

	2022 No.	2021 No.
Employees	<u>21</u>	<u>12</u>

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

	2022 No.	2021 No.
From £140,001 to £150,000	1	1

The total amount of employee remuneration benefits received by key management personnel was £192,689 (2021: £179,818).

10. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 December 2022, no Trustee expenses have been incurred (2021 - £NIL).

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

11. Tangible fixed assets

	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation			
At 1 January 2022	1,503	6,368	7,871
Additions	-	3,843	3,843
Disposals	(1,503)	-	(1,503)
At 31 December 2022	<u>-</u>	<u>10,211</u>	<u>10,211</u>
Depreciation			
At 1 January 2022	1,503	6,368	7,871
Charge for the year	-	1,796	1,796
On disposals	(1,503)	-	(1,503)
At 31 December 2022	<u>-</u>	<u>8,164</u>	<u>8,164</u>
Net book value			
At 31 December 2022	<u>-</u>	<u>2,047</u>	<u>2,047</u>
At 31 December 2021	<u>-</u>	<u>-</u>	<u>-</u>

12. Debtors

	2022 £	2021 £
Due within one year		
Trade debtors	465	123,257
Other debtors	2,589	-
Prepayments and accrued income	-	25,000
	<u>3,054</u>	<u>148,257</u>

MIZRACHI (UK) ISRAEL SUPPORT TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

13. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Bank loans	9,891	89,647
Other loans	100,000	-
Trade creditors	41,031	4,400
Other taxation and social security	41,652	7,836
Other creditors	4,077	3,272
Accruals and deferred income	24,242	11,232
	220,893	116,387

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

	2022	2021
	£	£
Bank loans	24,946	34,836

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

15. Statement of funds

Statement of funds - current year

	Balance at 1 January 2022 £	Income £	Expenditure £	Balance at 31 December 2022 £
Unrestricted funds				
General Funds - all funds	190,305	706,173	(1,094,491)	(198,013)
Restricted funds				
Chidon Hatanach	697	16,035	(13,425)	3,307
Yeshiva & Seminary fundraising campaign	-	-	-	-
Mizrachi Fellowship Programme	9,040	17,720	-	26,760
	<u>9,737</u>	<u>33,755</u>	<u>(13,425)</u>	<u>30,067</u>
Total of funds	<u><u>200,042</u></u>	<u><u>739,928</u></u>	<u><u>(1,107,916)</u></u>	<u><u>(167,946)</u></u>

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 2022**

15. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2021 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2021 £</i>
Unrestricted funds				
General Funds - all funds	(10,030)	893,139	(692,804)	190,305
	<hr/>	<hr/>	<hr/>	<hr/>
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
	<hr/>	<hr/>	<hr/>	<hr/>
	10,351	29,347	(29,961)	9,737
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	<hr/> <hr/> 321	<hr/> <hr/> 922,486	<hr/> <hr/> (722,765)	<hr/> <hr/> 200,042

16. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	2,047	-	2,047
Current assets	45,779	30,067	75,846
Creditors due within one year	(220,893)	-	(220,893)
Creditors due in more than one year	(24,946)	-	(24,946)
	<hr/>	<hr/>	<hr/>
Total	<hr/> <hr/> (198,013)	<hr/> <hr/> 30,067	<hr/> <hr/> (167,946)

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

16. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2021 £</i>	<i>Restricted funds 2021 £</i>	<i>Total funds 2021 £</i>
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)
Total	<u>190,305</u>	<u>9,737</u>	<u>200,042</u>

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

	2022 £	2021 £
Net income/expenditure for the year (as per Statement of Financial Activities)	<u>(367,988)</u>	<u>199,721</u>
Adjustments for:		
Depreciation charges	1,796	501
Decrease/(increase) in debtors	143,796	(86,853)
Increase/(decrease) in creditors	59,969	(31,388)
Net cash provided by/(used in) operating activities	<u>(162,427)</u>	<u>81,981</u>

18. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	72,792	203,008
Total cash and cash equivalents	<u>72,792</u>	<u>203,008</u>

MIZRACHI (UK) ISRAEL SUPPORT TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

19. Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	At 31 December 2022 £
Cash at bank and in hand	203,008	(130,216)	72,792
Debt due within 1 year	(89,647)	(20,244)	(109,891)
Debt due after 1 year	(34,836)	9,890	(24,946)
	<u>78,525</u>	<u>(140,570)</u>	<u>(62,045)</u>

20. Related party transactions

Included in other creditors is a balance of £505 (2021: £1,201) owed to Rabbi Andrew Shaw, the Chief Executive Officer.

During the year, donations totalling £368,000 (2021: £297,500) were received from the trustees and companies owned by the trustees.

During the year, grants of £Nil (2021: £1,200) were made to Mizrachi (UK), a Charitable Incorporated Organisation with common trustees.

Included in bank loans is a balance of £Nil (2021: £80,000) owed to a trust with common trustees.

Included in other loans is a balance of £100,000 (2021: £Nil) owed to a trustee.