

THE TMC TRUST LIMITED
(A COMPANY LIMITED BY GUARANTEE)
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 NOVEMBER 2020

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FOR THE YEAR ENDED 30 NOVEMBER 2020

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THE TMC TRUST LIMITED

CHARITY INFORMATION

FOR THE YEAR ENDED 30 NOVEMBER 2020

Registered Charity Number : 1139316

Company Registration Number : 7428770

Trustees : Daniel Ost
Teresa Ost
Samuel Grosz

Registered Office : 75 Maygrove Road
West Hampstead
London
NW6 2EG

Charity Advisors : Goldwins Limited
Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2EG

THE TMC TRUST LIMITED

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2020

The trustees are pleased to present their annual report together with the financial statements of the charity for the year ending 30 November 2020 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, Statement of Recommended Practice-Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

TRUSTEES

The following trustees, who are also the directors for the purpose of company law, served in the period:-

Daniel Ost

Teresa Ost

Samuel Grosz

CHARITABLE OBJECTIVES AND ACTIVITIES

1. The relief of poverty particularly but not exclusively among persons of the Jewish faith in any part of the world.
2. The advancement of the Jewish religion in any part of the world.
3. The advancement of education of the public in any part of the world in the knowledge of the Jewish religion and Jewish history and culture.
4. Such other charitable purposes for the benefit of persons particularly but not exclusively of the Jewish faith in any part of the world as the trustees shall from time to time decide.

PERFORMANCE AND ACHIEVEMENTS

The Charity has been raising funds in the form of donations and loans to assist with the building of the 'Beis Hamedresh Kehal Chasidim' synagogue at 213 Golders Green Road, London NW11.

During the year The Charity paid donations of £143,399 (2019: £72,065) to other charitable organisations for advancement of education and other charitable objectives.

THE TMC TRUST LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2020

PUBLIC BENEFIT

The trustees are aware of the Charity Commission guidance on public benefit reporting as set out in Section 17 Charities Act 2011. The trustees believe that the charity achieves a public benefit by providing these services as detailed earlier in this report.

RESERVES POLICY

The current level of free reserves, being the unrestricted funds not committed or invested in tangible fixed assets, is £334,308 (2019: £393,031). Having regard to the future development of the building, the Directors have set a target level of free reserves which equates to approximately 6 months of expenditure. This will enable the Charity to continue its current activities and allow it to respond quickly in the event of an emergency. They intend to continue their fundraising efforts with a view to achieving the target level. The reserves policy is reviewed annually.

RISK MANAGEMENT

The Directors have identified the major risks affecting the Charity and are taking necessary steps to monitor and control these risks to mitigate any impact they may have on the Charity in the future. The risks are reviewed on an ongoing basis.

TRUSTEES' RESPONSIBILITIES

Company law requires the directors, who serve as trustees for the purposes of charity law, to prepare Financial Statements for each financial Period, which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those Financial Statements, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the Financial Statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE TMC TRUST LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2020

As far as the directors are aware at the time the report is approved

- There is no relevant audit information of which the company's auditors are unaware, and
- The directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Approved by the Board of Trustees on **31/05/2022**
and signed on its behalf by:

.....
Samuel Grosz (Trustee)

INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE TMC TRUST LIMITED
FOR THE YEAR ENDED 30 NOVEMBER 2020

I report on the accounts of the company for the year ended 30 November 2020, which are set out on pages 6 to 15.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this period under section 144 (2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145 (5) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 130 of the 2011 Act ; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of the 2011 Act or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Stephen Goodwin FCA CTA
Goldwins Limited
Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2EG

Dated 31/05/2022

THE TMC TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 November 2020

	Note	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	2019 Total Funds £
Income from:					
Donations	3	15,995	-	15,995	290,665
Investment income	4	204,055	-	204,055	179,174
Total income		220,050	-	220,050	469,839
Expenditure on:					
Charitable activities		278,773	-	278,773	664,439
Total expenditure	5	278,773	-	278,773	664,439
Net gains on investments		-	-	-	1,791,890
Net income for the year		(58,723)	-	(58,723)	1,597,290
Transfers between funds		-	-	-	-
Net movement in funds		(58,723)	-	(58,723)	1,597,290
Reconciliation of funds:					
Total funds brought forward		2,184,921	-	2,184,921	587,631
Total funds carried forward	14	2,126,198	-	2,126,198	2,184,921

All of the above results are derived from continuing activities.

There were no other recognised gains or losses other than those stated above.

The attached notes form part of these financial statements.

THE TMC TRUST
BALANCE SHEET
AS AT 30 November 2020

	Notes	2020 £	£	2019 £	£
Fixed Assets:					
Tangible fixed assets	9		121,166		146,152
Investment properties	10		<u>6,375,000</u>		<u>6,375,000</u>
Total Fixed assets			6,496,166		6,521,152
Current Assets:					
Debtors			-		-
Cash at bank and in hand			<u>1,643</u>		<u>7,560</u>
			1,643		7,560
Creditors: Amounts falling due within one year:	11		<u>(71,918)</u>		<u>(49,910)</u>
Net Current (Liabilities)			(70,275)		(42,350)
Creditors: Amounts falling due in more than one year:	12		<u>(4,299,693)</u>		<u>(4,293,881)</u>
Total net assets			<u>2,126,198</u>		<u>2,184,921</u>
Reserves:					
Unrestricted - General funds			334,308		393,031
Unrestricted - Revaluation reserves			1,791,890		1,791,890
Restricted funds - Building fund			<u>-</u>		<u>-</u>
	13		<u>2,126,198</u>		<u>2,184,921</u>

Approved by the Board of Trustees on ...**31/05/2022**.....and signed on its behalf by:

.....
Samuel Grosz
Trustee

Company Registration number: 7428770

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared 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 - effective 1 January 2015) - (Charities SORP FRS 102) and the Companies Act 2006.

The charitable company 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 or note.

b) Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) 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 bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

1. Accounting policies

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charitable company in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity and its activities.

i) Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £1,000. Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Fixtures and fittings	25% reducing balance method
Office equipment	25% reducing balance method

j) Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

k) Debtors

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

l) Cash at bank and in hand

Cash at bank and cash 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.

m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

2. Detailed comparatives for the statement of financial activities

	2019 Unrestricted £	2019 Restricted £	2019 Total £
Income from:			
Donations	290,665	-	290,665
Investments	179,174	-	179,174
Total income	469,839	-	469,839
Expenditure on:			
Charitable activities	664,439	-	664,439
Total expenditure	664,439	-	664,439
Net gains on investments	1,791,890	-	1,791,890
Net income for the year	1,597,290	-	1,597,290
Transfers between funds	587,631	(587,631)	-
Net movement in funds	2,184,921	(587,631)	1,597,290
Total funds brought forward	-	587,631	587,631
Total funds carried forward	2,184,921	-	2,184,921

3. Income from donations

	Unrestricted £	Restricted £	2020 Total £	2019 Total £
Donations	15,995	-	15,995	290,665
	15,995	-	15,995	290,665

4. Income from investments

	Unrestricted £	Restricted £	2020 Total £	2019 Total £
Rental income	204,034	-	204,034	179,136
Bank interest	21	-	21	38
	204,055	-	204,055	179,174

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

5. Analysis of expenditure

	Cost of raising funds £	Charitable Activities £	Support costs £	Governance costs £	2020 Total £	2019 Total £
Bank charges	-	-	587	-	587	641
Donations to institutions	-	143,399	-	-	143,399	72,065
Depreciation	-	-	40,389	-	40,389	48,717
Independent examination fees	-	-	-	4,740.00	4,740	-
Auditors remuneration	-	-	-	-	-	6,000
Loan interest	-	-	55,439	-	55,439	303,763
Commission	-	-	7,468	-	7,468	4,723
Insurance	-	-	3,453	-	3,453	4,640
Legal & professional fees	-	13,200	-	-	13,200	161,153
Repair and maintenance	-	-	3,294	-	3,294	58,633
Sundry expenses	-	6,804	-	-	6,804	4,104
	-	163,403	110,630	4,740	278,773	664,439
Support costs		110,630	(110,630)			
Governance costs		4,740	-	(4,740)		
Total expenditure 2020	-	278,773	-	-	278,773	
Total expenditure 2019	-	664,439	-	-	-	664,439

Of the total expenditure, £278,773 (2019: £664,439) was unrestricted and £0 (2019: £0,) was restricted.

The donations were made to other charities to support their charitable activities.

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

6. Net income / (expenditure) for the year

This is stated after charging / (crediting):

	2020	2019
	£	£
Depreciation	40,389	48,717
Interest payable	55,439	303,763
Independent examination fees	4,740	-
Auditors remuneration	-	6,000

7. Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

There were no employees employed by the charity (2019: None).

None of the trustees received any remuneration nor were they reimbursed any expenses during the year (2019: none).

8. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

9. Tangible fixed assets

	Fixtures and fittings £	Total £
Cost		
At the start of the year	291,652	291,652
Additions in year	15,403	15,403
Disposals in year	-	-
At the end of the year	307,055	307,055
Depreciation		
At the start of the year	145,500	145,500
Charge for the year	40,389	40,389
Eliminated on disposal	-	-
At the end of the year	185,889	185,889
Net book value		
At the end of the year	121,166	121,166
At the start of the year	146,152	146,152

All of the above assets are used for charitable purposes.

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

10 Investment properties

	2020
	£
Fair value at the start of the year	6,375,000
Additions/asset reanalysis	-
Disposals	-
Revaluation during the year	-
Fair value at the end of the year	<u>6,375,000</u>

Investment properties were revalued by the Trustees during the year after reviewing the present condition of the properties and values of similar properties in the surrounding area.

11. Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans	48,948	29,520
Other creditors	12,230	12,230
Accruals	10,740	8,160
	<u>71,918</u>	<u>49,910</u>

12. Creditors: amounts falling due after one year

	2020	2019
	£	£
Bank loans	1,657,146	1,656,094
Other loans	2,642,547	2,637,787
	<u>4,299,693</u>	<u>4,293,881</u>

Bank loans are secured against the Charity's properties 213-215 Golders Green Road London NW11 9BY.

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

13. Analysis of net assets between funds

	General unrestricted £	Restricted £	Total funds £
Tangible fixed assets	6,496,166	-	6,496,166
Net current (liabilities)	(70,275)	-	(70,275)
Long term (liabilities)	(4,299,693)	-	(4,299,693)
Net assets at the end of the year	2,126,198	-	2,126,198

Analysis of net assets between funds 2019	General unrestricted £	Restricted £	Total funds £
Tangible fixed assets	6,521,152	-	6,521,152
Net current (liabilities)	(42,350)	-	(42,350)
Long term (liabilities)	(4,293,881)	-	(4,293,881)
Net assets at the end of the year	2,184,921	-	2,184,921

14. Movements in funds

	At the start of the year £	Income £	Expenditure £	Transfers £	Other gains / (losses) £	At the end of the year £
Restricted funds	-	-	-	-	-	-
Total restricted funds	-	-	-	-	-	-
Unrestricted funds						
General funds	393,031	220,050	(278,773)	-	-	334,308
Revaluation reserves	1,791,890	-	-	-	-	1,791,890
Total unrestricted funds	2,184,921	220,050	(278,773)	-	-	2,126,198
Total funds	2,184,921	220,050	(278,773)	-	-	2,126,198

Movements in funds 2019

	At the start of the year £	Income £	Expenditure £	Transfers £	Other gains / (losses) £	At the end of the year £
Restricted funds:						
Building Fund	587,631	-	-	(587,631)	-	-
Total restricted funds	587,631	-	-	(587,631)	-	-
Unrestricted funds:						
General funds	-	469,839	(664,439)	587,631	-	393,031
Revaluation reserves	-	-	-	-	1,791,890	1,791,890
Total unrestricted funds	-	469,839	(664,439)	587,631	1,791,890	2,184,921
Total funds	587,631	469,839	(664,439)	-	1,791,890	2,184,921

THE TMC TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 November 2020

Purposes of restricted funds

Building Fund:

The Building Fund can be used for the building works at the Synagogue "Beis Hamedrash Kehal Chasidim", including the capital improvements, beautification or maintenance of the facilities. Facilities include both the buildings' interior and exterior.

15. Legal status of the charity

The charity is a company limited by guarantee and has no share capital. Each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

16. Related party transactions

As at the year end, the charity owed the following trustees:

Samuel Grosz £286,983 (2019: £306,973).

Daniel Ost £219,480 (2019: £1,074,783).

The charity also owed to the following companies in which one or more trustees or their family members are company directors:

Woodland Green Limited	£ 1,435,329
Power Estates Limited	£ 31,800
Eginaville Limited	£ 257,674
Edan Properties Limited	£ 128,000
Evering Estates Limited	£ 19,000
Finebrick Limited	£ 5,750
STO Properties Limited	£ 134,000
Golders Manor Estates	£ 10,641
MP Lane Limited	£ 3,290
HMB Trading Limited	£ 15,000
Skenshire Limited	£ 95,600