

COMPANY REGISTRATION NUMBER: 07413901
CHARITY REGISTRATION NUMBER: 1139322

The AA Trust
Company Limited by Guarantee
Unaudited Financial Statements
For the year ended
31 October 2021

COHEN ARNOLD
Chartered Accountant
New Burlington House
1075 Finchley Road
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NW11 0PU

The AA Trust
Company Limited by Guarantee
Financial Statements
Year ended 31 October 2021

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The AA Trust
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 31 October 2021

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 October 2021.

Reference and administrative details

Registered charity name	The AA Trust
Charity registration number	1139322
Company registration number	07413901
Principal office and registered office	Lower Ground Floor 43 Stamford Hill London N16 5SX
The trustees	Mr A Lipschitz Mrs D Ost Mrs E Lipschitz
Independent examiner	Asher Sternlicht, FCA Cohen Arnold New Burlington House 1075 Finchley Road LONDON NW11 0PU

Structure, governance and management

Structure

The charity is an incorporated entity limited by guarantee established on 20 October 2010.

The Trustees administer the day-to-day affairs of the Charity. All Trustees give their time voluntarily and no benefit or expense was paid to them in the year.

Governance and management

The Articles of Association provide for a minimum of three trustees. It is not currently the intention of the Trustees of the Charity to appoint new Trustees. Should the situation change in the future, the Trustees will provide suitable recruitment training and induction procedures.

Risk management

The Trustees have identified and reviewed the major risks to which the Charity is exposed, in particular those relating to the operations and finances of the Charity, and are satisfied that the systems are in place to manage those risks.

The AA Trust
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 October 2021

Objectives and activities

Objectives

The company is established to further those purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the trustees may determine and in particular, but not exclusively,:

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 the 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.

Activities

The charity makes grants to various institutions and bodies which are identified by the trustees as advancing the objectives of the charity.

The charity's principal income was generated from the charity's investment properties.

Public benefit

The trustees have considered the Charity Commission's guidance on public benefit and consider that the charity conforms with them.

Achievements and performance

During the year the charity continued its philanthropic activities and its support of its charitable objects with grants and donations totalling £141,321.

Financial review

The financial position of the charity is satisfactory.

The charity's financial statements show a net surplus of £5,340 (2020: net deficit of £33,845) and total reserves of £1,801,487 (2020: £946,147). Income from donations aggregated £10,900. Net income from the charity's investment properties aggregated £142,575.

The financial results of the charity's activities for the year to 31 October 2021 are fully reflected in the attached financial statements together with the notes thereon.

Investment policy

The trustees have set a policy that the expendable endowment should be invested so as to maximise the total return with a low level of risk.

Reserves policy

It is the policy of the charity to maintain unrestricted funds at a level which the Trustees consider appropriate after taking account of its future commitments.

Plans for future periods

The Charity plans to continue the activities outlined above in the forthcoming years subject to satisfactory incoming resources.

The AA Trust
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 October 2021

Small company provisions

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

The trustees' annual report was approved on28.11.22..... and signed on behalf of the board of trustees by:



Mr A Lipschitz
Trustee

The AA Trust
Company Limited by Guarantee
Independent Examiner's Report to the Trustees of The AA Trust
Year ended 31 October 2021

I report to the trustees on my examination of the financial statements of The AA Trust (the charity) for the year ended 31 October 2021.

Responsibilities and basis of report

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

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


Independent examiner's statement

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

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

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

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


Asher Sternlicht, FCA
Cohen Arnold
Independent Examiner

New Burlington House
1075 Finchley Road
LONDON
NW11 0PU
28 NOVEMBER 2022

The AA Trust
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 October 2021

		2021	2020
	Unrestricted	Total funds	Total funds
	funds	£	£
Note	£	£	£
Income and endowments			
Donations and legacies	5	10,900	1,800
Investment income	6	253,656	204,340
Total income		<u>264,556</u>	<u>206,140</u>
Expenditure			
Expenditure on raising funds:			
Investment management costs		(85,032)	(24,853)
Expenditure on charitable activities		(174,184)	(215,132)
Total expenditure		<u>(259,216)</u>	<u>(239,985)</u>
Net gains on investments	8	850,000	—
Net income/(expenditure) and net movement in funds		<u>855,340</u>	<u>(33,845)</u>
Reconciliation of funds			
Total funds brought forward		946,147	979,992
Total funds carried forward		<u>1,801,487</u>	<u>946,147</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 12 form part of these financial statements.

The AA Trust
Company Limited by Guarantee
Statement of Financial Position
31 October 2021

	Note	2021 £	£	2020 £	£
Fixed assets					
Investments	11		2,750,000		1,900,000
Current assets					
Debtors	12	8,311		8,570	
Cash at bank and in hand		20,697		44,177	
		<u>29,008</u>		<u>52,747</u>	
Creditors: amounts falling due within one year	13	<u>(49,842)</u>		<u>(26,404)</u>	
Net current liabilities			<u>(20,834)</u>		<u>26,343</u>
Total assets less current liabilities			<u>2,729,166</u>		<u>1,926,343</u>
Creditors: amounts falling due after more than one year	14		<u>(927,679)</u>		<u>(980,196)</u>
Net assets			<u>1,801,487</u>		<u>946,147</u>
Funds of the charity					
Unrestricted funds			<u>1,801,487</u>		<u>946,147</u>
Total charity funds	15		<u>1,801,487</u>		<u>946,147</u>

For the year ending 31 October 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on 28.11.22, and are signed on behalf of the board by:



Mr A Lipschitz
Trustee

The notes on pages 7 to 12 form part of these financial statements.

The AA Trust
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 October 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Lower Ground Floor, 43 Stamford Hill, London, N16 5SX.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The AA Trust
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 October 2021

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Financial instruments

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

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

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

Debt instruments are subsequently measured at amortised cost.

4. Limited by guarantee

The AA Trust is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the company in the event of its being wound up while he or she is a member, or within one year after ceasing to be a member.

The AA Trust
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 October 2021

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	10,900	10,900	1,800	1,800

6. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from investment properties	253,656	253,656	201,840	201,840
Other interest receivable	—	—	2,500	2,500
	253,656	253,656	204,340	204,340

7. Analysis of grants

	2021 £
Grants to institutions	
The Grosvenor Foundation	28,000
Kahal Chassidim Bobov	26,300
Rookwood Foundation Ltd	12,500
Ezer Bekovoid Ltd	10,000
Kollel Yeshuas Chaim	9,500
Mifal Hachessed Vehatzedokoh	7,000
Friends of Bobov	6,600
The Egerton Road Trust	4,900
Forty Ltd	4,800
Chasdei Aharon Ltd	3,600
Bnos Zion D'Bobov Ltd	3,250
Other grants below £3,000	11,017
	127,467
Grants to individuals	
Grants to individuals	13,854
Total grants	141,321

Grants were made in pursuit of the charity's objects in the fields of religion, education and the relief of poverty.

The AA Trust
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 October 2021

8. Net gains on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains on revaluation of investment properties	850,000	850,000	—	—

9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	3,300	2,700

10. Trustee remuneration and expenses

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

11. Investments

	Investment properties £
Fair value	
At 1 November 2020	1,900,000
Additions	—
Fair value movements	850,000
At 31 October 2021	2,750,000
Impairment	
At 1 November 2020 and 31 October 2021	
Carrying amount	
At 31 October 2021	2,750,000
At 31 October 2020	1,900,000

All investments shown above are held at valuation.

Investment properties

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date by the trustees and any changes in fair value are recognised in profit or loss.

The AA Trust
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 October 2021

12. Debtors

	2021	2020
	£	£
Prepayments and accrued income	874	2,140
Other debtors	7,437	6,430
	<u>8,311</u>	<u>8,570</u>

13. Creditors: amounts falling due within one year

	2021	2020
	£	£
Mortgage loans	31,000	17,037
Trade creditors	1,234	—
Accruals and deferred income	6,000	7,910
Other creditors	11,608	1,457
	<u>49,842</u>	<u>26,404</u>

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

	2021	2020
	£	£
Mortgage loans	777,746	798,746
Bank loans and overdrafts	35,833	50,000
Other creditors	114,100	131,450
	<u>927,679</u>	<u>980,196</u>

15. Analysis of charitable funds

Unrestricted funds

	At 1 November 2020 £	Income £	Expenditure £	Gains and losses £	At 31 October 2021 £
General funds	404,201	264,556	(259,216)	—	1,259,541
Fair value reserve	541,946	—	—	850,000	541,946
	<u>946,147</u>	<u>264,556</u>	<u>(259,216)</u>	<u>850,000</u>	<u>1,801,487</u>

	At 1 November 2019 £	Income £	Expenditure £	Gains and losses £	At 31 October 2020 £
General funds	438,046	206,140	(239,985)	—	404,201
Fair value reserve	541,946	—	—	—	541,946
	<u>979,992</u>	<u>206,140</u>	<u>(239,985)</u>	<u>—</u>	<u>946,147</u>

The AA Trust
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 October 2021

16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Investments	2,750,000	2,750,000
Current assets	29,008	29,008
Creditors less than 1 year	(49,842)	(49,842)
Creditors greater than 1 year	(927,679)	(927,679)
Net assets	<u>1,801,487</u>	<u>1,801,487</u>

	Unrestricted Funds £	Total Funds 2020 £
Investments	1,900,000	1,900,000
Current assets	52,747	52,747
Creditors less than 1 year	(26,404)	(26,404)
Creditors greater than 1 year	(980,196)	(980,196)
Net assets	<u>946,147</u>	<u>946,147</u>

17. Related parties

There have been no related party transactions in the reporting period that require disclosure.