

**COMPANY REGISTRATION NUMBER: 07472704**

**CHARITY REGISTRATION NUMBER: 1141046**

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)**

**Company Limited by Guarantee**

**Unaudited Financial Statements**

**For the year ended**

**31 December 2021**

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)**

**COMPANY LIMITED BY GUARANTEE**

**Financial Statements**

**Year ended 31 December 2021**

	<b>Pages</b>
Trustees' annual report (incorporating the director's report)	<b>1 to 2</b>
Independent examiner's report to the trustees	<b>3</b>
Statement of financial activities (including income and expenditure account)	<b>4</b>
Statement of financial position	<b>5</b>
Notes to the financial statements	<b>6 to 13</b>

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Trustees' Annual Report (Incorporating the Director's Report)****Year ended 31 December 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 December 2021.

**Reference and administrative details**

<b>Registered charity name</b>	Chabad Israeli Centre (Formerly Dignity Organisation)
<b>Charity registration number</b>	1141046
<b>Company registration number</b>	07472704
<b>Principal office and registered office</b>	New Burlington House 1075 Finchley Road London NW11 0PU
<b>The trustees</b>	Mr SZ Glitsenstein Rabbi S Osdoba (Retired 17 May 2022) David Shur
<b>Independent examiner</b>	Mr Moshe Broner-Cohen FCA New Burlington House 1075 Finchley Road LONDON NW11 0PU

**Structure, governance and management**

The Charity is constituted as a Company Limited by guarantee, and is therefore governed by its memorandum and articles of association.

The day to day affairs of the Company were administered by the Trustees.

**Objectives and activities**

The objectives of the charity are the advancement of Jewish religion and Jewish religious education generally, but especially amongst the Israeli community in London and assistance of such individuals and families in the community that may need support be it financial or otherwise. The activities carried out to achieve these objectives are communal prayer services and celebration of festivals and other festive occasions together with classes and publications aimed at educating Jewish people about their religion, as well as provision of basic religious articles and grants for needy people to help with extra costs of religious activities and festivals.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

**Achievements and performance**

During the year, there were varied activities which were very popular and the charity succeeded in reaching out to many people and guided them in and educated them about their religion.

## **CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)**

### **COMPANY LIMITED BY GUARANTEE**

#### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 December 2021**

#### **Financial review**

Being established now in the new, larger premises, as well as with the income generated from the website, the charity has continued its activities this year. Donations received have remained consistent due to a portal to donate through the website as well as the continued support of our regular sponsors and charitable expenditure has remained in line with the income.

Kosher shabbat and festive meals continued to increase in size, hosting 80 people for regular weekly meals. Religious publications were distributed to our affiliates and small grants were also made to the most vulnerable of them. The financial situation is stable in that the charity is running a small deficit and the trustees feel that there continues to be a basis of support for the charity in the community.

#### **Reserves Policy**

The policy of the charity is to maintain funds at a level which the trustees think appropriate to support and finance the activities and projects of the charity, and as the needs are great there is usually not a large surplus in reserves. There are nevertheless no restrictions on the charity's powers to invest surplus funds.

#### **Going concern**

Notwithstanding the net current deficit in the year, the financial statements have been prepared in accordance with the accounting principles appropriate to a going concern, as the trustees have a reasonable expectation that the charity has adequate resources to continue in existence for the foreseeable future by meeting its liabilities as they fall due, based on the net current asset position of the charity and available sources of finance.

#### **Risk management**

The trustees have identified and reviewed the major risks to which the charity is exposed, in particular those related to the operations and finance of the charity, and are satisfied that systems are in place to mitigate those risks.

#### **Plans for future periods**

The trustees plan to continue to further the objectives of the charity of providing Jewish religious activities and education.

#### **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 on 28 October 2022 and signed on behalf of the board of trustees by:

DocuSigned by:  
  
9566E181B1414AE...  
Mr SZ Glitsenstein  
Trustee

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)**

**COMPANY LIMITED BY GUARANTEE**

**Independent Examiner's Report to the Trustees of Chabad Israeli Centre (Formerly Dignity Organisation)**

**Year ended 31 December 2021**

I report to the trustees on my examination of the financial statements of Chabad Israeli Centre (Formerly Dignity Organisation) ('the charity') for the year ended 31 December 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.

DocuSigned by:

*Moshe Broner-Cohen*

5AA920DA47A644B...  
Mr Moshe Broner-Cohen FCA  
Independent Examiner

27/10/2022

Date

New Burlington House  
1075 Finchley Road  
LONDON  
NW11 0PU

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Statement of Financial Activities  
(including income and expenditure account)****Year ended 31 December 2021**

		2021	2020
		Unrestricted funds	Total funds
	Note	£	£
<b>Income and endowments</b>			
Donations and legacies	5	327,323	270,020
<b>Total income</b>		<u>327,323</u>	<u>270,020</u>
<b>Expenditure</b>			
Expenditure on charitable activities	6,7	(391,286)	(276,798)
<b>Total expenditure</b>		<u>(391,286)</u>	<u>(276,798)</u>
<b>Net expenditure and net movement in funds</b>		<u>(63,963)</u>	<u>(6,778)</u>
<b>Reconciliation of funds</b>			
Total funds brought forward		36,241	43,019
<b>Total funds carried forward</b>		<u>(27,722)</u>	<u>36,241</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 6 to 13 form part of these financial statements.

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Statement of Financial Position****31 December 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible fixed assets	13	25,887	37,822
<b>Current assets</b>			
Debtors	14	12,500	12,500
Cash at bank and in hand		–	3,940
		<u>12,500</u>	<u>16,440</u>
<b>Creditors: amounts falling due within one year</b>	15	<u>(16,109)</u>	<u>(18,021)</u>
<b>Net current liabilities</b>		<u>(3,609)</u>	<u>(1,581)</u>
<b>Total assets less current liabilities</b>		<b>22,278</b>	<b>36,241</b>
<b>Creditors: amounts falling due after more than one year</b>	16	<u>(50,000)</u>	–
<b>Net liabilities</b>		<u><u>(27,722)</u></u>	<u><u>36,241</u></u>
<b>Funds of the charity</b>			
Unrestricted funds		<u>(27,722)</u>	<u>36,241</u>
<b>Total charity funds</b>	17	<u><u>(27,722)</u></u>	<u><u>36,241</u></u>

For the year ending 31 December 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 October 2022, and are signed on behalf of the board by:

DocuSigned by:  
  
 9566E181B1414AE...  
 Mr SZ Glitsenstein  
 Trustee

The notes on pages 6 to 13 form part of these financial statements.

# **CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)**

## **COMPANY LIMITED BY GUARANTEE**

### **Notes to the Financial Statements**

#### **Year ended 31 December 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 New Burlington House, 1075 Finchley Road, London, NW11 0PU.

#### **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**

Notwithstanding the deficit in net current assets, the financial statements have been prepared in accordance with the accounting principle appropriate to a going concern, as the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees also recognise that they have the ability to exercise control over the charity's grant making charitable activities due to the absence of any legally binding obligations.

##### **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.



## **CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)**

### **COMPANY LIMITED BY GUARANTEE**

#### **Notes to the Financial Statements *(continued)***

#### **Year ended 31 December 2021**

### **3. Accounting policies *(continued)***

#### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

#### **Incoming resources**

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

#### **Resources expended**

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

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

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

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Notes to the Financial Statements** *(continued)***Year ended 31 December 2021****3. Accounting policies** *(continued)***Tangible assets** *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

**Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 10% straight line
Library	- 20% straight line

**Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

**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.

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Notes to the Financial Statements** *(continued)***Year ended 31 December 2021****4. Limited by guarantee**

The charity company is limited by guarantee and does not have a share capital. The articles of association of the company preclude the distribution of assets to the members of the company and accordingly a reconciliation of shareholders' funds is inappropriate. The liability of each member in the event of a winding up is limited to £10.

**5. Donations and legacies**

	Unrestricted Funds £	<b>Total Funds 2021 £</b>	Unrestricted Funds £	Total Funds 2020 £
<b>Donations</b>				
Donations	302,143	<b>302,143</b>	250,772	250,772
<b>Grants</b>				
Grants receivable	25,180	<b>25,180</b>	19,248	19,248
	<u>327,323</u>	<u><b>327,323</b></u>	<u>270,020</u>	<u>270,020</u>

**6. Expenditure on charitable activities by fund type**

	Unrestricted Funds £	<b>Total Funds 2021 £</b>	Unrestricted Funds £	Total Funds 2020 £
Charitable activity	333,971	<b>333,971</b>	236,722	236,722
Support costs	57,315	<b>57,315</b>	40,076	40,076
	<u>391,286</u>	<u><b>391,286</b></u>	<u>276,798</u>	<u>276,798</u>

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Notes to the Financial Statements** *(continued)***Year ended 31 December 2021****7. Expenditure on charitable activities by activity type**

	Activities undertaken directly	Grant funding of activities	Support costs	<b>Total funds 2021</b>	Total fund 2020
	£	£	£	£	£
Charitable activity	287,984	45,987	50,223	<b>384,194</b>	272,806
Governance costs	—	—	7,092	<b>7,092</b>	3,992
	<u>287,984</u>	<u>45,987</u>	<u>57,315</u>	<u><b>391,286</b></u>	<u>276,798</u>

**Analysis of Activities undertaken directly:**

	<b>2021</b>	2020
	£	£
Events/Hosting Sabbath and Festival Communal Meals	<b>199,756</b>	117,637
Religious services & publications	<b>12,613</b>	19,822
Other general charitable purposes	<b>42,633</b>	28,843
Functional property rent and maintenance	<b>32,982</b>	30,040
	<u><b>287,984</b></u>	<u>196,342</u>

**Analysis of Grant funding activities:**

	<b>2021</b>	2020
	£	£
Grants to institutions	<b>18,527</b>	25,165
Grants to individuals	<b>27,460</b>	15,215
	<u><b>45,987</b></u>	<u>40,380</u>

**8. Support costs**

	Support Costs	Depreciation	<b>Total 2021</b>	Total 2020
	£	£	£	£
Premises	—	11,935	<b>11,935</b>	12,418
Communications and IT	4,503	—	<b>4,503</b>	2,241
General office	25,515	—	<b>25,515</b>	15,947
Finance costs	1,275	—	<b>1,275</b>	1,490
Governance costs	7,092	—	<b>7,092</b>	3,992
Advertising	310	—	<b>310</b>	581
Travel	6,685	—	<b>6,685</b>	3,407
	<u>45,380</u>	<u>11,935</u>	<u><b>57,315</b></u>	<u>40,076</u>

**9. Net expenditure**

Net expenditure is stated after charging/(crediting):

	<b>2021</b>	2020
	£	£
Depreciation of tangible fixed assets	<u><b>11,935</b></u>	<u>12,418</u>

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Notes to the Financial Statements** *(continued)***Year ended 31 December 2021****10. Independent examination fees**

	<b>2021</b>	2020
	<b>£</b>	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<b><u>3,000</u></b>	<u>3,000</u>

**11. Staff costs**

The total staff costs and employee benefits for the reporting period are analysed as follows:

	<b>2021</b>	2020
	<b>£</b>	£
Wages and salaries	<b><u>17,200</u></b>	<u>21,480</u>

The average head count of employees during the year was 1 (2020: 2). The average number of full-time equivalent employees during the year is analysed as follows:

	<b>2021</b>	2020
	<b>No.</b>	No.
Event and program staff	<b><u>1</u></b>	<u>2</u>

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

**12. Trustee remuneration and expenses**

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

**13. Tangible fixed assets**

	Fixtures and fittings £	Library £	Total £
<b>Cost</b>			
<b>At 1 January 2021 and 31 December 2021</b>	<b><u>52,208</u></b>	<b><u>9,577</u></b>	<b><u>61,785</u></b>
<b>Depreciation</b>			
At 1 January 2021	20,133	3,830	<b>23,963</b>
Charge for the year	<u>10,020</u>	<u>1,915</u>	<b><u>11,935</u></b>
<b>At 31 December 2021</b>	<b><u>30,153</u></b>	<b><u>5,745</u></b>	<b><u>35,898</u></b>
<b>Carrying amount</b>			
<b>At 31 December 2021</b>	<b><u>22,055</u></b>	<b><u>3,832</u></b>	<b><u>25,887</u></b>
At 31 December 2020	<u>32,075</u>	<u>5,747</u>	<u>37,822</u>

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Notes to the Financial Statements** *(continued)***Year ended 31 December 2021****14. Debtors**

	<b>2021</b>	2020
	<b>£</b>	£
Other debtors	<b><u>12,500</u></b>	<u>12,500</u>

**15. Creditors: amounts falling due within one year**

	<b>2021</b>	2020
	<b>£</b>	£
Bank loans and overdrafts	<b>284</b>	–
Accruals and deferred income	<b>8,360</b>	6,360
Social security and other taxes	<b>2,965</b>	1,561
Other creditors	<b><u>4,500</u></b>	<u>10,100</u>
	<b><u>16,109</u></b>	<u>18,021</u>

**16. Creditors: amounts falling due after more than one year**

	<b>2021</b>	2020
	<b>£</b>	£
Bank loans and overdrafts	<b><u>50,000</u></b>	<u>–</u>

**17. Analysis of charitable funds****Unrestricted funds**

	At 1 January 2021	Income	Expenditure	At 31 December 2021
	£	£	£	£
General funds	<u>36,241</u>	<u>327,323</u>	<u>(391,286)</u>	<u>(27,722)</u>

  

	At 1 January 2020	Income	Expenditure	At 31 December 2020
	£	£	£	£
General funds	<u>43,019</u>	<u>270,020</u>	<u>(276,798)</u>	<u>36,241</u>

**CHABAD ISRAELI CENTRE (FORMERLY DIGNITY ORGANISATION)****COMPANY LIMITED BY GUARANTEE****Notes to the Financial Statements** *(continued)***Year ended 31 December 2021****18. Analysis of net assets between funds**

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	25,887	<b>25,887</b>
Current assets	12,500	<b>12,500</b>
Creditors less than 1 year	(16,109)	<b>(16,109)</b>
Creditors greater than 1 year	(50,000)	<b>(50,000)</b>
<b>Net liabilities</b>	<b>(27,722)</b>	<b>(27,722)</b>

  

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	37,822	37,822
Current assets	16,440	16,440
Creditors less than 1 year	(18,021)	(18,021)
Creditors greater than 1 year	—	—
<b>Net liabilities</b>	<b>36,241</b>	<b>36,241</b>

**19. Related parties**

Mrs Glitsenstein, the wife of one of the trustees, was paid £17,200 for her employment with the charity. She coordinated and ran the community programs during the year, including daily educational programs and the weekly sabbath and festival programs.