

COMPANY REGISTRATION NUMBER: 0747270
CHARITY REGISTRATION NUMBER: 1141046

CHABAD ISRAELI CENTRE
Company Limited by Guarantee
Unaudited Financial Statements
FOR THE YEAR ENDED 31 DECEMBER 2023

CHABAD ISRAELI CENTRE

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2023

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CHABAD ISRAELI CENTRE

Company Limited by Guarantee

Trustees' annual report (incorporating the director's report)

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 2023.

Reference and administrative details

Registered charity name Chabad Israeli Centre

Charity registration number 1141046

Company registration number 7472704

Principal office Hallswelle House
1 Hallswelle Road
London
NW11 0DH
England

The trustees Mr S Z Glitsenstein
Mr D Shur

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

CHABAD ISRAELI CENTRE

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Trustees' annual report (incorporating the director's report)

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.

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.

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.

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.

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 16 January 2025 and signed on behalf of the board of trustees by:

Mr S Z Glitsenstein
Trustee

CHABAD ISRAELI CENTRE

Year ended 31 December 2023

Statement of financial activities (including income and expenditure account)

Income and endowments	Notes	<u>2023</u>	<u>2022</u>
		Unrestricted funds £	Total funds £
Donations and legacies		397,073	397,073
			371,242
Total income		<u>397,073</u>	<u>397,073</u>
Expenditure			
Expenditure on charitable activities		<u>384,309</u>	<u>384,309</u>
			<u>367,324</u>
Total expenditure		<u>384,309</u>	<u>367,324</u>
Net income/(expenditure) and net movement in funds		12,764	3,918
Reconciliation of funds			
Total funds brought forward		(23,804)	(27,722)
Total funds carried forward		<u>(11,040)</u>	<u>(23,804)</u>

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

CHABAD ISRAELI CENTRE
Year ended 31 December 2023
Statement of financial position

	Notes	2023	2022
Fixed assets			
Tangible fixed assets		11,615	18,751
Current assets			
Debtors		12,500	12,500
Cash at bank and in hand		745	5,929
		<u>13,245</u>	<u>18,429</u>
Creditors: amounts falling due within one year		21,632	21,632
Net current liabilities		<u>8,387</u>	<u>3,203</u>
Total assets less current liabilities		3,228	15,548
Creditors: amounts falling due after more than one year		14,268	39,352
NET ASSETS		<u>£(11,040)</u>	<u>£(23,804)</u>
Funds of the charity			
Unrestricted funds		(11,040)	(23,804)
Total charity funds	6	<u>£(11,040)</u>	<u>£(23,804)</u>

For the year ending 31 December 2023 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 16 January 2025, and are signed on behalf of the board by:

Mr S Z Glitsenstein
Trustee

CHABAD ISRAELI CENTRE

Company Limited by Guarantee

Notes to the accounts for the year ended 31 December 2023

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 Hallswelle House, 1 Hallswelle Road, London, NW11 0DH, England.

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.

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 incoming resources are 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.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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 and events.
- 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.

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

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Company Limited by Guarantee

Notes to the accounts for the year ended 31 December 2023

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	Total funds	Unrestricted funds	Total funds
		2023		2022
	£	£	£	£
Donations				
Donations	397,073	397,073	371,242	371,242

6 Expenditure on charitable activities by fund type

	Unrestricted funds	Total funds	Unrestricted funds	Total funds
		2023		2022
	£	£	£	£
Charitable activity	305,867	305,867	334,832	334,832
Support costs	28,965	28,965	32,492	32,492
	334,832	334,832	367,324	367,324

7 Net income / (expenditure)

Net income / (expenditure) is stated after charging / (crediting)

	2023	2022
	£	£
Depreciation of tangible fixed assets	7,136	7,136

8 Staff costs

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

	2023	2022
	£	£
Wages and salaries	10,210	17,200

The average head count of employees during the year was 1 (2022: 1).

No employee received employee benefits of more than £60,000 during the year (2022 : Nil)

9 Trustee remuneration and expenses

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

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Notes to the accounts for the year ended 31 December 2023

10 Tangible fixed assets	Fixtures and fittings £	Library £	Total £
Cost			
At 1 January 2023 and 31 December 2023	<u>52,208</u>	<u>9,577</u>	<u>61,785</u>
Depreciation			
At 1 January 2022	35,374	7,660	43,034
Charge for the year	5,221	1,915	7,136
At 31 December 2023	<u>40,595</u>	<u>9,575</u>	<u>50,170</u>
Carrying amount			
At 31 December 2023	<u>11,613</u>	<u>2</u>	<u>11,615</u>
At 31 December 2022	<u>16,834</u>	<u>1,917</u>	<u>18,751</u>
	2023	2022	
	£	£	
11 Debtors			
Other debtors	12,500	12,500	
12 Creditors: amounts falling due within one year			
	2023	2022	
	£	£	
Accruals and deferred income	11,960	11,960	
Social security and other taxes	5,172	5,172	
Other creditors	4,500	4,500	
	<u>21,632</u>	<u>21,632</u>	
	2023	2022	
	£	£	
13 Creditors: amounts falling due after more than one year			
Bank loans and overdrafts	14,268	39,352	