

**REPORT OF THE TRUSTEES AND**  
**FINANCIAL STATEMENTS**  
**FOR THE PERIOD 1 AUGUST 2021 TO 30 SEPTEMBER 2022**  
**FOR**  
**MERCAZ CHASIDEI WIZNITZ TRUST**

Raffingers LLP, Statutory Auditor  
19-20 Bourne Court  
Southend Road  
Woodford Green  
Essex  
IG8 8HD

**MERCAZ CHASIDEI WIZNITZ TRUST**

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**for the period 1 August 2021 to 30 September 2022**

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## MERCAZ CHASIDEI WIZNITZ TRUST

### REPORT OF THE TRUSTEES for the period 1 August 2021 to 30 September 2022

The trustees present their report with the financial statements of the charity for the period 1 August 2021 to 30 September 2022. The trustees have adopted the provisions of 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The objective of the charity is the advancement of the orthodox Jewish faith. In furtherance of this objective, the charity primarily supports the charitable activities of the Mercaz Chasidei Wiznitz institutions in Israel as well as the affiliated institutions in the United Kingdom and Europe.

The activities of the charity are to receive charitable donations to be applied towards the charity's stated objectives.

In furtherance of these objectives the charity:

- Provides grants to the Mercaz Chasidei Wiznitz network of institutions;
- Provides grants to qualifying institutions who are involved in the furtherance of the Jewish Faith and in advancing Jewish Education;
- In line with the emphasis the Jewish religion and culture puts on providing assistance to the needy, the charity provides grants and bursaries to qualifying needy families and individuals.

##### **Public benefit**

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit, and 'The Advancement of Religion for the Public Benefit' in particular, when reviewing the aim and objectives and in planning the charity's future activities. The aims of the charitable company for the public benefit are detailed in the 'Objectives and Activities' section of this report and the main activities undertaken in order to carry out the charitable company's aims for the public benefit are outlined under 'Achievements and Performance' below.

##### **Grantmaking**

The charity principally supports the institutions of Mercaz Chasidei Wiznitz in the United Kingdom, Israel and around the world. The trustees are in regular contact with senior members of the institutions around the world who report on the activities of the institutions and on funding requirements.

Donations received are generally designated for causes within the Chasidei Wiznitz network of institutions, however the trustees consider applications from the general public and seek to make donations which meet the charity's objectives and satisfy the principals set out within the Trust Deed. All applications are carefully considered and assistance provided according to circumstances and funds then available.

## **MERCAZ CHASIDEI WIZNITZ TRUST**

### **REPORT OF THE TRUSTEES** **for the period 1 August 2021 to 30 September 2022**

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

During the year the charity received charitable donations in excess of £1.97m, all of which have been applied for charitable purposes.

The Rabbinical leadership of the Wiznitz institutions in Israel support and maintain a large network of educational, religious and communal facilities. Discretionary grants are also provided to needy families who face financial hardship. In addition, the Grand Rabbi or "Rebbi" has an open door policy and he sees hundreds of people weekly who come to seek his counsel and his blessing. He holds several weekly gatherings, mainly on Saturdays which are attended by large crowds who draw inspiration from his teachings. In order to fund the activities of the institutions, regular collections are made from supporters worldwide.

During the year under review the Wiznitz community in London were honoured with a visit from the Rebbi during which he provided inspiration and religious guidance to Jewish people of all walks of life. People travelled from around the United Kingdom and Europe to join the programme and associated events. The trustees wish to thank all those who were involved in arranging this event for their efforts in creating a memorable and impactful event.

The trustees are pleased to report that in the year under review, grants in excess of £1.5m were distributed to institutions and individuals in accordance with its grant making policy.

#### **FINANCIAL REVIEW**

##### **Financial position**

The financial results for the period ended to 30 September 2022 are shown in the attached financial statements.

Total income for the period increased from £993,078 to £1,979,167. Total expenditure increased from £992,096 to £1,848,080 in comparison with the previous period. There was a net increase in funds of £131,087 with total funds carried forward of £31,553 (2021: £99,534 deficit).

##### **Reserves policy**

The trustees have established the level of reserves (that is those funds that are freely available) that the charity ought to have. Reserves are needed to bridge the funding gaps between spending on activities and receiving resources through voluntary donations. The trustees consider that the ideal level of reserves as at 30 September 2022 would be approximately £200,000 so as to cover one to two month's expenditure. Actual free reserves at the period end were £18,370 however, the charity is operated as a grant giving charity, and the trustees' policy is not to commit to make grants but rather to seek to distribute the bulk of the income arising in each financial year as it becomes available.

Whilst the charity does not have any financial commitments, the trustees are actively pursuing sources of funding in order to ensure that there are sufficient reserves to provide financial stability and flexibility.

#### **FUTURE PLANS**

Mercatz Chasidei Wiznitz Trust will continue to support the charitable institutions within the wider network of the Wiznitz institutions movement as well as other charitable causes which are in line with its Objects.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

**MERCAZ CHASIDEI WIZNITZ TRUST**  
**REPORT OF THE TRUSTEES**  
**for the period 1 August 2021 to 30 September 2022**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Recruitment and appointment of new trustees**

Trustees may be appointed by the existing trustees at any time, either to fill a casual vacancy or as an addition to the existing trustees. Any trustees so appointed will hold office only until the next Annual General Meeting and will then be eligible for re-election.

No trustee had any beneficial interest in any contract with the charitable entity during the year.

Potential trustees are invited to informally attend trustee meetings prior to appointment and a comprehensive induction programme is available. Additionally individual trustees may undertake external training in a particular area of their role on the Governing Body.

**Organisational structure**

The board of trustees administers the charity. The board meets quarterly.

**Induction and training of new trustees**

The charitable entity strives to ensure equal opportunities and diversity in the employment of staff and trustee appointments. Selection criteria and procedures are regularly reviewed to ensure that individuals are selected, promoted and treated on the basis of their relevant merits and abilities.

**Risk management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

**Fundraising**

The charity has a good reputation within the local community and has a large pool of regular donors who wish to have a part in the charitable activities of the charity. Existing donors often recommend and encourage other philanthropists to pledge their support to the success of the charity.

The charity is committed to the principals set out by the Fundraising Regulator in its Code of Fundraising Practice. When donors are approached, this is done with sensitivity and respect and with regard to their circumstances.

The trustees are pleased to report that no complaints were received in the past twelve months in relation to its fundraising activities.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

1143853

**Principal address**

137 Kyverdale Road  
London  
N16 6PS

**Trustees**

J Fligman  
I Taub  
M Kahan

**MERCAZ CHASIDEI WIZNITZ TRUST**

**REPORT OF THE TRUSTEES**  
**for the period 1 August 2021 to 30 September 2022**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Raffingers LLP, Statutory Auditor  
19-20 Bourne Court  
Southend Road  
Woodford Green  
Essex  
IG8 8HD

**Bankers**

Barclays Bank  
Leicester  
LE87 2BB

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees 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 and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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 board of trustees on ..... and signed on its behalf by:

.....  
I Taub - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
MERCAZ CHASIDEI WIZNITZ TRUST**

**Opinion**

We have audited the financial statements of Mercaz Chasidei Wiznitz Trust (the 'charity') for the period ended 30 September 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2022 and of its incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF**  
**MERCAZ CHASIDEI WIZNITZ TRUST**

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF**  
**MERCAZ CHASIDEI WIZNITZ TRUST**

**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with directors and other management, and from our commercial knowledge and experience of the charity's sector;
- We focused on specific laws and regulations which we considered may have a direct material effect on the accounts or the activities of the charity. These included but were not limited to the Charities Act 2011; Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102) (effective 1 January 2019); Employment Law; Data Protection Legislation; The Code of Fundraising Practice; and Safeguarding Regulations as they affect the direct charitable activities of the charity;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence where necessary.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected transactions;
- tested the appropriateness of journal entries;
- tested authorisation of expenditure;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- verification of a sample of grant expenditure to ensure that awards are consistent with the charity's objectives; and
- enquiring of management as to actual and potential litigation and claims

Under ISA 240 (UK) there is a presumed risk that revenue may be misstated due to the improper recognition of revenue. To address this risk, we obtained an understanding of the charity's revenue recognition policies and compared these to the accounting standard, performed a walkthrough to confirm our understanding of the processes and controls through which the business initiates, records, processes and reports revenue transactions. We tested a sample of revenue transactions to supporting evidence and tested, on a sample basis, revenue related balances in the balance sheet.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF**  
**MERCAZ CHASIDEI WIZNITZ TRUST**

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Other matters which we are required to address**

In the previous accounting period, the trustees of the charity took advantage of audit exemption under section 144 of the Charities Act 2011 as amended by the Charities Act 2011 (Accounts and Audit) Order 2015. Therefore, the prior period financial statements were not subject to audit.

**Use of our report**

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. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Raffingers LLP, Statutory Auditor  
19-20 Bourne Court  
Southend Road  
Woodford Green  
Essex  
IG8 8HD

Date: .....

Raffingers LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

**MERCAZ CHASIDEI WIZNITZ TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**for the period 1 August 2021 to 30 September 2022**

		Period 1.8.21 to 30.9.22 Unrestricted fund £	Year Ended 31.7.21 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>	Notes		
Donations and legacies	2	1,979,167	993,078
<b>EXPENDITURE ON</b>			
<b>Raising funds</b>			
Raising donations and legacies	3	34,096	47,960
		34,096	47,960
<b>Charitable activities</b>	4		
Advancement of the orthodox Jewish faith		1,813,984	944,136
<b>Total</b>		1,848,080	992,096
<b>NET INCOME</b>		131,087	982
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		(99,534)	(100,516)
<b>TOTAL FUNDS CARRIED FORWARD</b>		31,553	(99,534)

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

**MERCAZ CHASIDEI WIZNITZ TRUST**

**BALANCE SHEET**  
**30 September 2022**

	Notes	2022 Unrestricted fund £	2021 Total funds £
<b>FIXED ASSETS</b>			
Tangible assets	10	13,183	18,612
<b>CURRENT ASSETS</b>			
Debtors	11	500	200,500
Cash at bank		30,470	52,454
		<u>30,970</u>	<u>252,954</u>
<b>CREDITORS</b>			
Amounts falling due within one year	12	(12,600)	(371,100)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>18,370</u>	<u>(118,146)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		31,553	(99,534)
<b>NET ASSETS/(LIABILITIES)</b>		<u>31,553</u>	<u>(99,534)</u>
<b>FUNDS</b>	13		
Unrestricted funds		31,553	(99,534)
<b>TOTAL FUNDS</b>		<u>31,553</u>	<u>(99,534)</u>

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on its behalf by:

.....  
I Taub - Trustee

**MERCAZ CHASIDEI WIZNITZ TRUST**

**CASH FLOW STATEMENT**  
**for the period 1 August 2021 to 30 September 2022**

	Notes	Period 1.8.21 to 30.9.22 £	Year Ended 31.7.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(17,892)	13,500
Interest paid		(4,092)	(862)
Net cash (used in)/provided by operating activities		(21,984)	12,638
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		-	(23,265)
Net cash provided by/(used in) investing activities		-	(23,265)
<b>Change in cash and cash equivalents in the reporting period</b>			
Cash and cash equivalents at the beginning of the reporting period		(21,984)	(10,627)
Cash and cash equivalents at the end of the reporting period		52,454	63,081
Cash and cash equivalents at the end of the reporting period		30,470	52,454

The notes form part of these financial statements

**MERCAZ CHASIDEI WIZNITZ TRUST**

**NOTES TO THE CASH FLOW STATEMENT**  
**for the period 1 August 2021 to 30 September 2022**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	Period 1.8.21 to 30.9.22 £	Year Ended 31.7.21 £
Net income for the reporting period (as per the Statement of Financial Activities)	131,087	982
Adjustments for:		
Depreciation charges	5,429	4,653
Interest paid	4,092	862
Decrease in debtors	200,000	403
(Decrease)/increase in creditors	(358,500)	6,600
Net cash (used in)/provided by operations	<u>(17,892)</u>	<u>13,500</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.8.21 £	Cash flow £	At 30.9.22 £
Net cash			
Cash at bank and in hand	52,454	(52,454)	30,470
	<u>52,454</u>	<u>(52,454)</u>	<u>30,470</u>
Total	<u>52,454</u>	<u>(52,454)</u>	<u>30,470</u>

The notes form part of these financial statements

## MERCAZ CHASIDEI WIZNITZ TRUST

### NOTES TO THE FINANCIAL STATEMENTS for the period 1 August 2021 to 30 September 2022

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £1.

##### **Critical accounting estimates and judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The trustees make estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

The items in the accounts where these judgements and estimates have been made include

- estimating the useful economic life of tangible fixed assets

- allocation of support costs across charitable activities.

No judgements (apart from those involving estimates) have been made in the process of applying the above accounting policies.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Where income has related expenditure (as with fundraising or contract income), the income and related expenditure are reported gross in the Statement of Financial Activities.

Donations, grants and gifts are recognised when receivable. In the event that a donation is subject to fulfilling performance conditions before the charity is entitled to the funds, the income is deferred and not recognised until it is probable that those conditions will be fulfilled in the reporting period. Income from Gift Aid tax reclaims is recognised for any donations with relevant Gift Aid certificates recognised in income for the year. Any amounts of Gift Aid not received by the year-end are accounted for in income and accrued income in debtors.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants payable are included in the period when any relevant conditions are met by the receiving entity. Payment of later instalments of a grant usually requires satisfactory progress reports from the project.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

##### **Going concern**

The trustees, having made appropriate enquiries, consider that adequate resources exist for the charity to continue in operational existence for the foreseeable future and that, therefore, it is appropriate to adopt going concern basis in preparing the financial statements as at and for the period ended 30 September 2022. The trustees have made this assessment in respect of a period of one year from the date of approval of these accounts.

## **MERCAZ CHASIDEI WIZNITZ TRUST**

### **NOTES TO THE FINANCIAL STATEMENTS - continued** **for the period 1 August 2021 to 30 September 2022**

#### **1. ACCOUNTING POLICIES - continued**

##### **Going concern**

The trustees have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet the liabilities as they fall due.

##### **Charitable activities**

Charitable activities comprise of grants payable and communal events held in furtherance of the charitable objectives of the charity. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the donation and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for.

##### **Governance costs**

Governance costs comprise those costs associated with meeting the constitutional and strategic requirements of the charity and the audit fees and costs linked to the strategic management of the charity

##### **Allocation and apportionment of costs**

Overhead and support costs relating to charitable activities have been apportioned based on usage.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

##### **Taxation**

The charity is considered to pass the tests set out in Sch. 6, para. 1 of the Finance Act 2010 and therefore it meets the definition of a charitable trust for UK tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Pt. 11, Ch. 3 of the Corporation Tax Act 2010 or s. 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

##### **Donated goods and services**

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the item is probable and that economic benefit can be measured reliably.

Donated professional services and facilities are included in income at the estimated value of the gift to the charity when received, based on the amount that the charity would have been prepared to pay for these services or facilities had it been required to purchase them, with a corresponding entry in the appropriate expenditure heading for the same amount. Donated fixed assets are similarly taken to income at the value to the charity with the other entry being capitalised in fixed assets

##### **Cash at bank and in hand**

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition. Deposits for more than three months but less than one year have been disclosed as short term deposits.

**MERCAZ CHASIDEI WIZNITZ TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the period 1 August 2021 to 30 September 2022**

**1. ACCOUNTING POLICIES - continued**

**Debtors**

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to be present value of the future cash receipt where such discounting is material.

**Creditors and provisions**

Creditors and provisions 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. Creditors and provision are recognised at the moment the charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payments where such discounting is material.

**2. DONATIONS AND LEGACIES**

	Period 1.8.21 to 30.9.22 £	Year Ended 31.7.21 £
Donations	<u>1,979,167</u>	<u>993,078</u>

**3. RAISING DONATIONS AND LEGACIES**

	Period 1.8.21 to 30.9.22 £	Year Ended 31.7.21 £
Fundraising costs	<u>34,096</u>	<u>47,960</u>

**4. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Advancement of the orthodox Jewish faith	<u>201,926</u>	<u>1,557,161</u>	<u>54,897</u>	<u>1,813,984</u>

**MERCAZ CHASIDEI WIZNITZ TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the period 1 August 2021 to 30 September 2022**

**5. GRANTS PAYABLE**

	Period 1.8.21 to 30.9.22 £	Year Ended 31.7.21 £
Advancement of the orthodox Jewish faith	1,557,161	863,685

All grants were made in furtherance of the charity's objects of the advancement of the orthodox Jewish faith. The charity is affiliated with the Mercaz Chasidei Wiznitz institutions in Israel and around the world whose primary activities are in line with the objects of the charity.

Mercaz Hasidei Winitz Mosdot Yeshuot Moshe	£ 737,348
North London Cost Shop	83,690
Viznitz Cheder School	65,545
Friends of Tiferet Beit Wiznitz	47,822
Grants less than £25,000	76,442
Total grants to Institutions	1,010,846
Grants to individuals	546,315
Total grants	£1,557,161

**6. SUPPORT COSTS**

	Management £	Finance £	Governance costs £	Totals £
Advancement of the orthodox Jewish faith	37,605	4,092	13,200	54,897

**7. AUDITORS' REMUNERATION**

	Period 1.8.21 to 30.9.22 £	Year Ended 31.7.21 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	10,200	-
Other non-audit services	2,400	-

**MERCAZ CHASIDEI WIZNITZ TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the period 1 August 2021 to 30 September 2022**

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the period ended 30 September 2022 nor for the year ended 31 July 2021.

**Trustees' expenses**

There were no trustees' expenses paid for the period ended 30 September 2022 nor for the year ended 31 July 2021.

**9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	993,078
	<hr/>
<b>EXPENDITURE ON</b>	
<b>Raising funds</b>	
Raising donations and legacies	47,960
	<hr/>
	47,960
<b>Charitable activities</b>	
Advancement of the orthodox Jewish faith	944,136
	<hr/>
<b>Total</b>	992,096
	<hr/>
<b>NET INCOME</b>	982
	<hr/>
<b>RECONCILIATION OF FUNDS</b>	
Total funds brought forward	(100,516)
	<hr/>
<b>TOTAL FUNDS CARRIED FORWARD</b>	(99,534)
	<hr/> <hr/>

**MERCAZ CHASIDEI WIZNITZ TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the period 1 August 2021 to 30 September 2022**

**10. TANGIBLE FIXED ASSETS**

	Plant and machinery £
<b>COST</b>	
At 1 August 2021 and 30 September 2022	23,265
<b>DEPRECIATION</b>	
At 1 August 2021	4,653
Charge for year	5,429
At 30 September 2022	10,082
<b>NET BOOK VALUE</b>	
At 30 September 2022	13,183
At 31 July 2021	18,612

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Other debtors	500	200,500

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Other creditors	12,600	371,100

**13. MOVEMENT IN FUNDS**

	At 1.8.21	Net movement in funds	At 30.9.22
	£	£	£
<b>Unrestricted funds</b>			
General fund	(99,534)	131,087	31,553
<b>TOTAL FUNDS</b>	(99,534)	131,087	31,553

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,979,167	(1,848,080)	131,087
<b>TOTAL FUNDS</b>	1,979,167	(1,848,080)	131,087

**MERCAZ CHASIDEI WIZNITZ TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the period 1 August 2021 to 30 September 2022**

**13. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.8.20 £	Net movement in funds £	At 31.7.21 £
<b>Unrestricted funds</b>			
General fund	(100,516)	982	(99,534)
<b>TOTAL FUNDS</b>	<u>(100,516)</u>	<u>982</u>	<u>(99,534)</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	993,078	(992,096)	982
<b>TOTAL FUNDS</b>	<u>993,078</u>	<u>(992,096)</u>	<u>982</u>

**14. RELATED PARTY DISCLOSURES**

There were no related party transactions for the period ended 30 September 2022.

**15. AUDITOR LIABILITY LIMITATION AGREEMENT**

The charity has entered into a liability limitation agreement with Raffingers, the statutory auditor, in respect of the statutory audit for the period ended 30 September 2022. The proportionate liability agreement follows the standard terms in Appendix B to the Financial Reporting Council's June 2008 Guidance on Auditor Liability Agreements.