

Chareidim Beis Shaymesh
Unaudited Financial Statements
30 April 2023

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Chareidim Beis Shaymesh

Financial Statements

Year ended 30 April 2023

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Chareidim Beis Shaymesh

Trustees' Annual Report

Year ended 30 April 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 30 April 2023.

Reference and administrative details

Registered charity name	Chareidim Beis Shaymesh
Charity registration number	1147735
Principal office	48 Warwick Grove London E5 9HU
The trustees	M Ekstein J Katz G Spitz
Independent examiner	Mr Howard Schwalbe ACA 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL

Chareidim Beis Shaymesh

Trustees' Annual Report *(continued)*

Year ended 30 April 2023

Structure, governance and management

Chareidim Beis Shaymesh is an unincorporated charity constituted under a trust deed dated 04 June 2012. It is a registered charity with a charity number being 1147735 and was registered as a charity on 19 June 2012.

Recruitment and appointment of new trustees would be in line with the Trust Deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day-to-day affairs are undertaken by Mr J Katz on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Chareidim Beis Shaymesh

Trustees' Annual Report *(continued)*

Year ended 30 April 2023

Objectives and activities

The objects of the charity are: 1) For the public benefit to advance education, in particular but not exclusively among people in Beis Shaymesh in the subject of the Talmud in such ways as the trustees see fit including by: (I) awarding such persons scholarships, maintenance grants or allowances at any institution of higher or further education; (II) providing their education and undertake travel in furtherance of these studies.

2) The relief of financial hardship generally or individually in particular but not exclusively among people living or working in Beis Shaymesh by: (I) making grants of money for providing or paying for such goods and services they would otherwise not be able to afford through lack of means; (II) providing goods and services they would not be able to otherwise access.

3) Such charitable purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the trustees may from time to time determine.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity has established its grant making policy to achieve its objects for the public benefit. The charity invites applications for funding through contacting local philanthropists to contribute towards projects that both the trustees and the philanthropists feel are appropriate for the charities objects.

The application of the funds by way of grants is to either institutions or individuals.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Chareidim Beis Shaymesh

Trustees' Annual Report *(continued)*

Year ended 30 April 2023

Achievements and performance

The charity received £778,871 in donations and bank interest during the year.

The charity paid out £896,621 by way of grants and support costs. These grants were made in line with the stated objects of the charity and were mainly for education, religious and relief of poverty purposes.

The charity has low governance costs comprising professional fees.

There were no material fundraising costs during the year.

Related party transactions are as disclosed in the notes to the accounts.

There was a net expenditure and overall net movement in funds during the year amounting to £117,750.

Financial review

The trustees feel that the activity reflects the profile and standing within the local community. Overall, the year was exceptional in terms of income generated from donations and grants paid out.

The impact for future year's expenditure is self-evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve practical for donations which are seasonal.

The free reserves, represented by the net current liabilities of the charity stand at (£64,652), all of which are unrestricted. The trustees consider this acceptable as the shortfall is financed by an interest free loan from another charity that have stated they will not call in their loan to the detriment of the cash flow of the charity.

The trustees' annual report was approved on 27 February 2024 and signed on behalf of the board of trustees by:

J Katz
Trustee

Chareidim Beis Shaymesh

Independent Examiner's Report to the Trustees of Chareidim Beis Shaymesh

Year ended 30 April 2023

I report to the trustees on my examination of the financial statements of Chareidim Beis Shaymesh ('the charity') for the year ended 30 April 2023.

Responsibilities and basis of report

As the trustees of the charity, you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 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 material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Mr Howard Schwalbe ACA

Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

27 February 2024

Chareidim Beis Shaymesh

Statement of Financial Activities

Year ended 30 April 2023

		2023		2022
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	4	778,615	778,615	899,020
Investment income	5	256	256	—
Total income		<u>778,871</u>	<u>778,871</u>	<u>899,020</u>
Expenditure				
Expenditure on charitable activities	6,7	896,621	896,621	865,142
Total expenditure		<u>896,621</u>	<u>896,621</u>	<u>865,142</u>
Net (expenditure)/income and net movement in funds		<u>(117,750)</u>	<u>(117,750)</u>	<u>33,878</u>
Reconciliation of funds				
Total funds brought forward		53,098	53,098	19,220
Total funds carried forward		<u>(64,652)</u>	<u>(64,652)</u>	<u>53,098</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 9 to 14 form part of these financial statements.

Chareidim Beis Shaymesh

Statement of Financial Position

30 April 2023

	Note	2023 £	2022 £
Current assets			
Cash at bank and in hand		95,838	54,088
Creditors: amounts falling due within one year	13	<u>160,490</u>	<u>990</u>
Net current liabilities		<u>(64,652)</u>	<u>53,098</u>
Total assets less current liabilities		<u>(64,652)</u>	<u>53,098</u>
Net liabilities		<u>(64,652)</u>	<u>53,098</u>
 Funds of the charity			
Unrestricted funds		(64,652)	53,098
Total charity funds	14	<u>(64,652)</u>	<u>53,098</u>

These financial statements were approved by the board of trustees and authorised for issue on 27 February 2024, and are signed on behalf of the board by:

J Katz
Trustee

The notes on pages 9 to 14 form part of these financial statements.

Chareidim Beis Shaymesh

Statement of Cash Flows

Year ended 30 April 2023

	2023 £	2022 £
Cash flows from operating activities		
Net (expenditure)/income	(117,750)	33,878
<i>Adjustments for:</i>		
Other interest receivable and similar income	(256)	–
Accrued expenses	–	90
<i>Changes in:</i>		
Trade and other creditors	159,500	–
Cash generated from operations	41,494	33,968
Interest received	256	–
Net cash from operating activities	41,750	33,968
Net increase in cash and cash equivalents	41,750	33,968
Cash and cash equivalents at beginning of year	54,088	20,120
Cash and cash equivalents at end of year	95,838	54,088

The notes on pages 9 to 14 form part of these financial statements.

Chareidim Beis Shaymesh

Notes to the Financial Statements

Year ended 30 April 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 48 Warwick Grove, London, E5 9HU.

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 Charities Act 2011.

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

The charity has net current liabilities amounting to £64,652.

The trustees consider this acceptable as the shortfall is financed by an interest free loan from another charity that have stated they will not call in their loan to the detriment of the cash flow of the charity.

It is therefore appropriate to account for the charity on a going concern basis.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts.

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.

Chareidim Beis Shaymesh

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

3. Accounting policies *(continued)*

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, 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 charity 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.

Chareidim Beis Shaymesh

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	778,615	778,615	899,020	899,020

5. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable type 1	256	256	—	—

Chareidim Beis Shaymesh

Notes to the Financial Statements (continued)

Year ended 30 April 2023

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Charitable grants	895,295	895,295	864,100	864,100
Support costs	1,326	1,326	1,042	1,042
	<u>896,621</u>	<u>896,621</u>	<u>865,142</u>	<u>865,142</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Charitable grants	895,295	336	895,631	864,152
Governance costs	—	990	990	990
	<u>895,295</u>	<u>1,326</u>	<u>896,621</u>	<u>865,142</u>

8. Analysis of support costs

	Analysis of support costs £	Total 2023 £	Total 2022 £
General office	336	336	52
Governance costs	990	990	990
	<u>1,326</u>	<u>1,326</u>	<u>1,042</u>

9. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Kehal Chasidei Yerushalayim	66,600	40,036
Kehal Chareidim Beis Shemesh	98,030	32,650
Kollel Behaalos Aharon	51,300	90,000
Other festival and financial hardship grants	305,460	303,680
Other Grants	310,105	275,838
Ohr Hameir	63,800	121,896
	<u>895,295</u>	<u>864,100</u>
Total grants	<u>895,295</u>	<u>864,100</u>

10. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>990</u>	<u>990</u>

Chareidim Beis Shaymesh

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

11. Staff costs

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

No employee received employee benefits of more than £60,000 during the year (2022: 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. Creditors: amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	990	990
Other creditors	159,500	—
	<u>160,490</u>	<u>990</u>

14. Analysis of charitable funds

Unrestricted funds

	At 01 May 2022	Income	Expenditure	At 30 Apr 2023
	£	£	£	£
General funds	<u>53,098</u>	<u>778,871</u>	<u>(896,621)</u>	<u>(64,652)</u>

	At 01 May 2021	Income	Expenditure	At 30 Apr 2022
	£	£	£	£
General funds	<u>19,220</u>	<u>899,020</u>	<u>(865,142)</u>	<u>53,098</u>

15. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2023
	£	£
Current assets	95,838	95,838
Creditors less than 1 year	(160,490)	(160,490)
Net liabilities	<u>(64,652)</u>	<u>(64,652)</u>

	Unrestricted Funds	Total Funds 2022
	£	£
Current assets	54,088	54,088
Creditors less than 1 year	(990)	(990)
Net liabilities	<u>53,098</u>	<u>53,098</u>

Chareidim Beis Shaymesh

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

16. Analysis of changes in net debt

	At 1 May 2022	Cash flows	At 30 Apr 2023
	£	£	£
Cash at bank and in hand	<u>54,088</u>	<u>41,750</u>	<u>95,838</u>

17. Taxation

Chareidim Beis Shaymesh is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.