

Registered number: 08323156
Charity number: 1151993

TIKVA UK LIMITED
(A company limited by guarantee)
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

RPG Crouch Chapman LLP
Chartered Accountants & Statutory Auditor
14-16 Dowgate Hill
London
EC4R 2SU

TIKVA UK LIMITED
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its Trustees and advisers	1
Trustees' report	2 - 8
Independent auditor's report on the financial statements	9 - 12
Statement of financial activities	13
Balance sheet	14
Statement of cash flows	15
Notes to the financial statements	16 - 29

TIKVA UK LIMITED
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Trustees	R Kruskal M Barnett (appointed 28 June 2021) Dr A Moshal A Bloom
Company registered number	08323156
Charity registered number	1151993
Registered office	2nd Floor Lyttleton House London N2 0EF
Chief executive officer	K Bodenstein
Independent auditor	RPG Crouch Chapman LLP Chartered Accountants 14-16 Dowgate Hill London EC4R 2SU
Bankers	Barclays Bank Plc 1 Churchill Place London E14 5HP

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their annual report together with the audited financial statements of the charity for the 1 January 2020 to 31 December 2020. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charity qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

Objectives and activities

a. Policies and objectives

The charitable company is established for the general benefit of Jewish children and young people being educated at the Tikva children's homes and schools in Odessa in the Ukraine, by the provision of financial and such other exclusively charitable assistance as the Trustees in their absolute discretion consider appropriate.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Activities undertaken to achieve objectives

Tikva's core mission is to care for the homeless, abandoned and abused Jewish children of Ukraine and neighbouring regions of the former Soviet Union. Tikva provides a warm, compassionate home, essential social services and a quality education, while revitalising the growing Jewish community of Odessa. Additionally, Tikva offers its graduates the opportunity for a brighter future through university education in Odessa or immigration to Israel, where Tikva continues its educational and support services.

The charity achieves its objectives through its grant-making activity to Tikva Corp, a US charity based in New York which directly supports the Jewish community in Odessa. A detailed overview of the activities carried out by Tikva Corp can be found on tikvaodessa.org.

Through its work with Tikva Corp, the charity serves approximately 350 homeless and orphaned Jewish youth annually, from new-born to university students with the most basic provisions as part of its comprehensive Critical Welfare Programme. It provides a range of services for the children who reside in its orphanages, responding to each child's most fundamental needs. Tikva has a total of 720 children enrolled in its Jewish day school system, which includes 40 infants and toddlers from the ages of 0-6, 80 girls aged 6-16, 75 boys aged 6-16, 60 boys aged 17-20 and 70 girls aged 17-20.

Tikva also actively supports the Jewish community by revitalising Jewish communal life in Odessa, offering a range of community initiatives to help sustain its continued growth. As part of its effort to inspire and enrich Jewish life, Tikva created the following programs that have impacted the lives of thousands of men, women and children in the Jewish community:

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Objectives and activities (continued)

- Meals-on-Wheels providing hot meals and holiday packages to more than 175 Jewish elderly every day.
- 500 weekly meals at the synagogue for community members in need.
- Shabbat and festival meals at the synagogue for over 500 people of all ages.
- The Great Choral Synagogue, reclaimed and renovated by Tikva on behalf of the Jewish community in 1997.
- An adult Jewish educational program offering lectures, Hebrew language classes, and cultural activities reaching nearly 400 previously unaffiliated adults.
- The Kosher Food Market, established in 2001, that enables Jews in Odessa to purchase Kosher products.
- Chevron, a Kosher meat restaurant frequented by Tikva's staff and visitors, as well as the broader Jewish and non-Jewish community.

With other activities such as Passover seder meals for 2,000 people, regular synagogue services, and drives for warm clothing and other essentials, Tikva responds to the critical needs of this developing Jewish community while finding ways to strengthen Jewish involvement and promote personal enrichment.

These community-building activities have created a Jewish environment for Tikva's children in a region where Jewish expression was once forbidden. In addition, this supportive infrastructure serves as a surrogate family for Tikva's orphans while promoting a Jewish revival for Tikva residents and staff and the broader Jewish community.

"I remember the Jewish holidays celebrated in my parents home when I was a little boy," says Leible, a Tikva meals-on-wheels recipient. "But after the War, we were left with nothing Jewish to hold onto. Unfortunately, that's how my children were raised – completely cut off from their Jewish past. But today, I eat kosher, and my grandchildren go to Jewish schools ... all because of Tikva we can live like Jews".

c. Grant-making policies

The charity exclusively makes grants to Tikva Corp, an associated US charity which shares the charity's objects.

d. Main activities undertaken to further the charity's purposes for the public benefit

The charity is actively engaged in fundraising by means of events, in particular a fundraising dinner held in spring every year. Donations are raised from individuals and corporations who all had previous involvement with the charity, many of them trustees or former beneficiaries. The charity's main activity to further its objective is the support of Tikva Corp by means of grants.

Achievements and performance

a. Key performance indicators

The charity's main key performance indicator is a year-on-year increase in its fundraising activities while keeping its costs at a low level.

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance (continued)

b. Review of activities

The attached financial statements show the current state of finances, which the Trustees consider to be sound. It is intended that all funds generated will be donated to Tikva Corp in the US which administers all operations in Odessa.

The Trustees are in constant contact with Tikva Odessa, to monitor their progress and ascertain their financial requirements, which the charity assists in meeting.

Financial review

a. Going concern

During the year, the charity made a surplus of £5,349 (2019: £6,650) and held funds of £77,510 (2019: £72,161). Incoming resources amounted to £3,765,815 (2019: £3,736,654), which represents grants and donation, and outgoing resources amounted to £3,760,466 (2019: £3,730,004), which comprise grants to Tikva Corp, the company's sister charity in the United States, and associated fundraising and support costs which are detailed in the notes to the accounts.

All amounts represent general funds as the charity does not hold any restricted funds.

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

The Trustees consider that sufficient, but not excessive, reserves should be retained to meet the commitments of the charity. The trustees consider the main commitments to be staff salaries and variable running costs which differ from month to month. For this reason, the trustees are of the opinion that reserves should not fall below £40,000.

c. Principal risks and uncertainties

The Trustees have assessed the principal risks to which Tikva UK is exposed and are satisfied that systems are in place to mitigate our exposure to them.

The trustees consider the risks which the charity faces as straightforward and manageable due to the lack of complexity involved in the running of the charity and its affairs.

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

d. Covid-19's effect on UK fundraising and events

At Tikva, it is not just our day to day life that has changed, Covid-19 has also had a profound impact on our fundraising and events and we have been working hard to plan and protect the future of our children. Our work doesn't stop, and with the increase in poverty and domestic violence in Ukraine, our search and rescue team have been busier than ever in their efforts to rescue these Jewish children and save more lives. We have brought in three times more children in these few months compared to last year. They are the heroes behind our organisation who have put their life on the line every single day throughout this pandemic, to bring children into the loving care of Tikva.

However, this does come at a cost. With our recent events cancelled and our fundraising projects taking a pause, it has left us feeling concerned with the potential impact that Covid-19 will have.

It was with immense sadness that we had to cancel the Tikva UK Annual Dinner in May for the second year in a row. Though for us here in London, it was just one less charity dinner, the evening, usually raises in excess of £1.5m each year. For the hundreds of children in Odessa who depend on us, this has the potential to have an impact they will feel for some time to come.

Additionally, our long-term capital projects that had been planned for the homes are now on hold, but it is now the short-term that is of concern. The Ukrainian economy is volatile at the best of times. This, coupled with an impending recession, does not bode well for the children who we look after. The situation Tikva finds itself in, is by no means unique, and has been felt across the globe, but for our children, there is a real feeling that the restrictions that have been in place and the immediate prognosis, really will have a terrible effect.

Structure, governance and management

a. Constitution

Tikva UK Limited is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association. The principal object of the company is to provide education for Jewish children and young people through Tikva children's homes and schools in Odessa in the Ukraine.

b. Methods of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association. To be considered for the role of trustee, an individual will need to have had previous involvement with and knowledge of the charity.

c. Organisational structure and decision-making policies

The Charity has been carrying on the the activities of The British Friends of Tikva Odessa (Charity no. 1111996) from May 2014 onward. The Trustees believe that the merger of the two charities has been in the best interests of the objects of both charitable organisations.

British Friends of Tikva Odessa was established by a Trust Deed dated 23 May 2005. Tikva UK Limited was registered with the Charity Commission under the number 1151993 on 13 May 2013. The Trustees confirm that they have referred to the guidance contained in the Charity Commissions general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, governance and management (continued)

d. Policies adopted for the induction and training of Trustees

The trustees are of the opinion that no specific training or induction procedures are necessary for new trustees as only individuals with previous involvement with the charity are considered as trustees. The suitability for the role of trustee is reviewed by the Board on an ongoing basis.

e. Pay policy for key management personnel

The trustees of the charity are considered to be key management personnel and are not remunerated for their roles in this capacity. Other employed key management personnel receive a fixed salary, which is benchmarked against salaries in similar organisations in and around London and nationally. Key management remuneration is fixed by the Trustees. The Trustee board take the final decision on salary increases for all staff.

f. Principal activities

The principal activity of the charity is the support of the Jewish community in Odessa by way of grant-making to Tikva Corp. The main focus is on young childrens' and adolescents' education.

Our Children

Identifying Children in Need

Our children come to Tikva as young as newborns and stay until they are at least 16 years of age, emotionally and academically ready to begin life in Israel, or continue their studies at Tikva's University Program in Odessa. These bright and inquisitive children flourish in our care, despite the fact that most arrive with medical, psychological, developmental and social difficulties due to their traumatic early experiences. Many of our children also have siblings and cousins who are reunited in our homes. Tikva strives to ensure that each child's needs are met so that he or she can develop into a fully-functioning, self-sufficient adult who is then able to become a contributing member of society.

Tikva has worked tirelessly since 1994 to locate Jewish children in need from the southern regions of the former Soviet Union. Tikva reaches 25 regions throughout Ukraine, six regions in Belarus and 2 regions in Moldova.

Tikva deal with three different types of 'Orphans'

Orphans

These children do not have parents. They are usually found in state orphanages, seperated from their brothers and sisters.

Social Orphans

These children may have parents and / or living adult relatives, but they are neglectful and abusive caretakers. The children often come to Tikva after running away from home or being abandoned by a caretaker. Tikva serves in effect as a permanent foster home for these children, assuming all custodial responsibilities. A western style or family based foster care system does not exist in the Ukraine.

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, governance and management (continued)

Extreme Poverty

These children have at least one parent or family member that would like to take care of the child, but simply cannot afford to give the child the basic necessities needed for survival. These children often stay in contact with their family even after arriving at Tikva, and continue to see them on weekends and holidays.

Tikva employs a full time staff member who is in charge of locating orphans and other children in need. 'Need' is defined by the same definition the Ukrainian government uses for admittance into State orphanage.

Intake process

After the child arrives at the home, a doctor and a psychologist evaluate the child and a nurse and caretaker help the child adjust to the home and school. After admission, most children stay in the home until they are at least 16 years old (end of the 10th grade).

Plans for future periods

The charity will continue with its events calendar and growing committees which bring in a steady revenue. The trustees will also continue working with many trusts and foundations and high net worth individuals to increase income from donations.

Information on fundraising practices

The charity is actively involved in fundraising activities either through regular donations from individuals and corporations or its annual fundraising dinner. Members of the public are only approached if the charity has had previous contact with them and are registered on its database (Raiser's Edge), for which their prior agreement is required. Potential donors are approached by email, post or newsletter and are given the opportunity to opt out from receiving any fundraising communication from the charity.

During the year ended 31 December 2020, the charity did not receive any complaints about its fundraising activities and practices.

Members' liability

The Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

TIKVA UK LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the charity for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Auditor

The auditor, RPG Crouch Chapman LLP, has indicated his willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on
31 August 2021 and signed on their behalf by:

.....
A Bloom
Trustee

TIKVA UK LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIKVA UK LIMITED

Opinion

We have audited the financial statements of Tikva UK Limited (the 'charity') for the year ended 31 December 2020 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure for the year 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 Companies Act 2006.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company'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.

In our evaluation of the trustees' conclusions, we considered the risks associated with the charity's business model, including the effects arising from macro-economic uncertainties such as COVID-19 and analysed how those risks might affect the charity's financial resources or ability to continue operations over the period of twelve months from the date when the financial statements are authorised for issue. In accordance with the above, we have nothing to report in these respects. However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the charity will continue in operation.

TIKVA UK LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIKVA UK LIMITED (CONTINUED)

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 Auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Capability of the audit to detect irregularities including fraud

We gained an understanding of the legal and regulatory framework applicable to the charity and the industry in which it operates, and considered the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud. These included, but were not limited to, compliance with Companies Act 2006, the Charities Act 2011 and FRS102.

We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment.

We focused on laws and regulations that could give rise to a material misstatement in the financial statements. Our tests included, but were not limited to:

- agreement of the financial statement disclosures to underlying supporting documentation;
- enquiries of management;
- review of minutes of board meetings throughout the period; and
- obtaining an understanding of the control environment in monitoring compliance with laws and regulations.

There are inherent limitations in the audit procedures described above and the further removed noncompliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

TIKVA UK LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIKVA UK LIMITED (CONTINUED)

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a Strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 an Auditor's report 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.

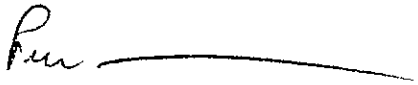
TIKVA UK LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIKVA UK LIMITED (CONTINUED)

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. This description forms part of our Auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Randall BA ACA (Senior statutory auditor)

for and on behalf of
RPG Crouch Chapman LLP
Chartered Accountants
14-16 Dowgate Hill

London
EC4R 2SU

Date: 31 AUGUST 2021

TIKVA UK LIMITED
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:					
Donations and legacies	4	12,695	3,753,120	3,765,815	3,736,654
Total income		<u>12,695</u>	<u>3,753,120</u>	<u>3,765,815</u>	<u>3,736,654</u>
Expenditure on:					
Raising funds:	5, 6				
Fundraising Costs		-	51,299	51,299	224,865
Support costs		2,539	59,037	61,576	36,533
Charitable activities:	7, 8				
Grants made		-	3,401,289	3,401,289	3,207,460
Support Costs		10,156	236,146	246,302	261,146
Total expenditure		<u>12,695</u>	<u>3,747,771</u>	<u>3,760,466</u>	<u>3,730,004</u>
Net movement in funds		<u>-</u>	<u>5,349</u>	<u>5,349</u>	<u>6,650</u>
Reconciliation of funds:					
Total funds brought forward		-	72,161	72,161	65,511
Net movement in funds		-	5,349	5,349	6,650
Total funds carried forward		<u>-</u>	<u>77,510</u>	<u>77,510</u>	<u>72,161</u>

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 16 to 29 form part of these financial statements.

TIKVA UK LIMITED
(A company limited by guarantee)
REGISTERED NUMBER: 08323156

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	12	2,193	-
		<u>2,193</u>	<u>-</u>
Current assets			
Debtors	13	28,127	37,136
Cash at bank and in hand		71,385	45,272
		<u>99,512</u>	<u>82,408</u>
Creditors: amounts falling due within one year	14	(24,195)	(10,247)
Net current assets		<u>75,317</u>	<u>72,161</u>
Total assets less current liabilities		<u>77,510</u>	<u>72,161</u>
Net assets excluding pension asset		<u>77,510</u>	<u>72,161</u>
Total net assets		<u><u>77,510</u></u>	<u><u>72,161</u></u>
Charity funds			
Restricted funds	15	-	-
Unrestricted funds	15	77,510	72,161
Total funds		<u><u>77,510</u></u>	<u><u>72,161</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on 31 August 2021 and signed on their behalf by:

.....
A Bloom
Trustee

The notes on pages 16 to 29 form part of these financial statements.

TIKVA UK LIMITED
(A company limited by guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 £	2019 £
Cash flows from operating activities		
Net cash used in operating activities	28,307	2,514
	<hr/>	<hr/>
Cash flows from investing activities		
Purchase of tangible fixed assets	(2,192)	-
	<hr/>	<hr/>
Net cash (used in)/provided by Investing activities	(2,192)	-
	<hr/>	<hr/>
Cash flows from financing activities		
	<hr/>	<hr/>
Net cash provided by financing activities	-	-
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	26,115	2,514
Cash and cash equivalents at the beginning of the year	45,271	42,757
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	<u>71,386</u>	<u>45,271</u>

The notes on pages 16 to 29 form part of these financial statements

TIKVA UK LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. General information

The charity is a company limited by guarantee registered in England and Wales, company number 08323156. Its registered office address is 2 Lyttleton Road, London, N2 0EF, which is also its principal place of operation.

The principal activity of the charity continued to be that of promoting the education and wellbeing of Jewish children and adolescents in Odessa (Ukraine).

The members of the company are the Trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

The financial statements have been prepared in GBP and all amounts have been rounded to the nearest £

2. Accounting policies

Basis of preparation of financial statements

The financial statements 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Tikva UK Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Going concern

Based on their assessment of the charity's finances and general circumstances, the trustees are of the opinion that the charity is a going concern for at least 12 months following the date on which the balance sheet was signed. The majority of the charity's outgoing resources are grants paid to the sister charity, Tikva Corp, which is based in the USA. The level of these grants is flexible and can be adjusted to the level of incoming resources received by the charity.

TIKVA UK LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

Income

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

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

Tangible fixed assets and depreciation

Tangible fixed assets costing £NIL or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

TIKVA UK LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following basis:

Office equipment	- 25% straight line
------------------	---------------------

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Liabilities and provisions

Liabilities 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.

Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. Critical accounting estimates and areas of judgment

Estimates and judgments 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.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. However, the trustees are of the opinion that there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4. Income from donations and legacies

	Restricted funds 2020 £	Un- restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	-	3,753,120	3,753,120	3,736,654
Grants	12,695	-	12,695	-
<u>Total 2020</u>	<u>12,695</u>	<u>3,753,120</u>	<u>3,765,815</u>	<u>3,736,654</u>
<u>Total 2019</u>	<u>-</u>	<u>3,736,654</u>	<u>3,736,654</u>	

TIKVA UK LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

5. Fundraising Costs

	Un- restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Fundraising costs	51,299	51,299	224,865
	<u>51,299</u>	<u>51,299</u>	
Total 2019	<u>224,865</u>	<u>224,865</u>	

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

6. Fundraising Support Costs

	Restricted funds 2020 £	Un- restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Advertising	-	476	476	943
Rent	-	11,520	11,520	-
Subsistence	-	277	277	-
Postage and carriage	-	72	72	169
Telephone and fax	-	205	205	113
Computer and software	-	1,859	1,859	1,733
Equipment Hire	-	68	68	-
Cleaning	-	151	151	-
Subscriptions	-	205	205	428
Insurance	-	124	124	343
Sundry	-	920	920	660
Bank and card processing fees	-	570	570	605
Wages and salaries	2,539	35,940	38,479	31,368
Employer's NI	-	4,442	4,442	-
Legal and professional	-	259	259	35
Travelling	-	-	-	136
Audit	-	840	840	-
Exchange rate difference	-	1,109	1,109	-
	<u>2,539</u>	<u>59,037</u>	<u>61,576</u>	<u>36,533</u>
Total 2019	<u>-</u>	<u>36,533</u>	<u>36,533</u>	

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. Expenditure on charitable activities

	Restricted funds 2020 £	Un- restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Support Costs - Charitable Activities	10,156	236,146	246,302	261,146
Grants payable	-	3,401,289	3,401,289	3,207,460
<u>Total 2020</u>	<u>10,156</u>	<u>3,637,435</u>	<u>3,647,591</u>	<u>3,468,606</u>
Total 2019	-	3,468,606	3,468,606	

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

8. Support Costs - Charitable Activities

	Restricted funds 2020 £	Un- restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Advertising	-	1,905	1,905	4,019
Sundry	-	3,683	3,683	2,814
Rent	-	46,080	46,080	43,200
Travel and subsistence	-	1,106	1,106	11,457
Postage and carriage	-	287	287	719
Telephone and fax	-	819	819	1,823
Computer Software	-	7,438	7,438	7,387
Equipment hire	-	270	270	10,555
Cleaning	-	603	603	1,019
Subscriptions	-	822	822	482
Insurance	-	496	496	1,460
Bank and card processing charges	-	2,277	2,277	2,577
Wages and salaries	10,156	143,758	153,914	146,651
Employer's NI	-	17,769	17,769	19,188
Legal and professional	-	1,038	1,038	150
Audit	-	3,360	3,360	3,780
Exchange rate difference	-	4,435	4,435	3,865
	<u>10,156</u>	<u>236,146</u>	<u>246,302</u>	<u>261,146</u>
Total 2019	<u>-</u>	<u>261,144</u>	<u>261,144</u>	

9. Auditor's remuneration

	2020 £	2019 £
Fees payable to the charity's auditor for the audit of the charity's annual accounts	<u>4,200</u>	<u>3,300</u>

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

10. Staff costs

	2020 £	2019 £
Wages and salaries	192,393	181,050
Social security costs	22,211	19,188
	<u>214,604</u>	<u>200,238</u>

The average number of persons employed by the charity during the year was as follows:

	2020 No.	2019 No.
	<u>4</u>	<u>4</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2020 No.	2019 No.
In the band £90,001 - £100,000	-	1
In the band £100,001 - £110,000	1	-

Apart from the trustees, key management comprises the Chief Executive Officer. The total remuneration for the year for key management was £101,357 (2019: £95,000).

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

12. Tangible fixed assets

	Office equipment £
<u>Cost or valuation</u>	
At 1 January 2020	29,753
Additions	2,193
At 31 December 2020	<u>31,946</u>
<u>Depreciation</u>	
At 1 January 2020	29,753
At 31 December 2020	<u>29,753</u>
<u>Net book value</u>	
At 31 December 2020	<u>2,193</u>
At 31 December 2019	<u>-</u>

13. Debtors

	2020 £	2019 £
<u>Due within one year</u>		
Other debtors	80	10,000
Prepayments and accrued income	8,980	6,215
Tax recoverable	19,067	20,921
	<u>28,127</u>	<u>37,136</u>

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

14. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	-	305
Other creditors	-	145
Accruals and deferred income	24,195	9,797
	<u>24,195</u>	<u>10,247</u>

15. Statement of funds

Statement of funds - current year

	Balance at 1 January 2020 £	Income £	Expenditure £	Balance at 31 December 2020 £
<u>Unrestricted funds</u>				
General Fund	<u>72,161</u>	<u>3,753,120</u>	<u>(3,747,771)</u>	<u>77,510</u>
<u>Restricted funds</u>				
Furlough Grant	<u>-</u>	<u>12,695</u>	<u>(12,695)</u>	<u>-</u>
<u>Total of funds</u>	<u>72,161</u>	<u>3,765,815</u>	<u>(3,760,466)</u>	<u>77,510</u>

The Furlough Grant Fund represents the Government's Coronavirus Job Retention Scheme.

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

15. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 January 2019 £	Income £	Expenditure £	Balance at 31 December 2019 £
<u>Unrestricted funds</u>				
General Fund	65,511	3,736,654	(3,730,004)	72,161

16. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	2,193	2,193
Current assets	99,512	99,512
Creditors due within one year	(24,195)	(24,195)
<u>Total</u>	<u>77,510</u>	<u>77,510</u>

Analysis of net assets between funds - prior period

	Unrestricted funds 2019 £	Total funds 2019 £
Current assets	82,408	82,408
Creditors due within one year	(10,247)	(10,247)
<u>Total</u>	<u>72,161</u>	<u>72,161</u>

TIKVA UK LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

17. Reconciliation of net movement in funds to net cash flow from operating activities

	2020 £	2019 £
Net income for the period (as per Statement of Financial Activities)	5,349	6,650
<u>Adjustments for:</u>		
Decrease/(increase) in debtors	9,010	(5,432)
Increase in creditors	13,948	1,297
<u>Net cash provided by operating activities</u>	<u>28,307</u>	<u>2,515</u>

18. Analysis of cash and cash equivalents

	2020 £	2019 £
Cash in hand	71,386	45,271
<u>Total cash and cash equivalents</u>	<u>71,386</u>	<u>45,271</u>

19. Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	45,272	26,113	71,385
	<u>45,272</u>	<u>26,113</u>	<u>71,385</u>

TIKVA UK LIMITED
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

20. Related party transactions

During the year, the charity received total donations of £104,000 (2019: £86,000) from entities controlled by trustees.

During the year, donations of £1,365,800 (2019: £502,880) were sent direct to the charity's sister organisation, Tikva Corp, which is resident in the United States. These donations are included in incoming resources.

Total grants and donations to Tikva Corp amounted to £3,401,289 (2019: £3,207,461).

R Kruskal is a trustee in both Tikva Corp and Tikva UK Limited.