

COMPANY REGISTRATION NUMBER: 09166135  
CHARITY REGISTRATION NUMBER: 1160643

**KH D'SATMAR LTD**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31 August 2021**

**ACCOUNTS & BUSINESS SOLUTIONS LIMITED**

Chartered Certified Accountants  
158 Cromwell Road  
Salford  
M6 6DE

**KH D'SATMAR LTD**  
**Company Limited by Guarantee**  
**Financial Statements**  
**Year ended 31 August 2021**

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# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

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

#### **Year ended 31 August 2021**

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2021.

#### **Reference and administrative details**

<b>Registered charity name</b>	KH D'SATMAR LTD
<b>Charity registration number</b>	1160643
<b>Company registration number</b>	09166135
<b>Principal office and registered office</b>	158 Cromwell Road Salford England M66DE

#### **The trustees**

Mr L Tager  
Mr A Grossberger  
Mr Y Horowitz

<b>Independent examiner</b>	H Davies FCCA 158 Cromwell Road Salford M6 6DE
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#### **Structure, governance and management**

The directors/trustees who served the charity during the period were as follows:

Avigdor Grossberger (Director and Trustee)  
Yoel Horowitz (Director and Trustee)  
Lipa Tager (Director and Trustee)

The day-to-day affairs are undertaken by a manager on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give their time freely.

#### **Objectives and activities**

1. To extend, develop and maintain the building of the synagogue in 37 Northumberland Street, Salford, known as the Beth Hamedrash Satmar Veyoel Moshe.
2. To provide grants and donations to needy individuals / charitable organisations in the community  
The charity is committed to the aim of providing public benefit, and the trustees have considered the Charity Commission's published guidance on public benefit.
3. To operate an out of school club and community centre.

#### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.

# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

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

**Year ended 31 August 2021**

#### **Achievements and performance**

The trustees are pleased to report that during the year the charity had incoming resources totalling £727,859 (2020 - £330,158). There was a net surplus for the year of £501,318 (2020 - surplus £30,986) The charity gave £161,022 by way of grants and donations to charitable organisations and individuals.

#### **Financial review**

##### **Reserves policy**

The charity holds reserves in order to ensure that it can maintain the level of support that it is currently providing to the community in which it operates

##### **Risk Management**

The process of examining the risks to which the Charity is exposed is ongoing and the trustees are planning to further develop systems to monitor and control these risks in order to lessen their potential impact on the Charity.

#### **Small company provisions**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small company's exemption.

The trustees' annual report and the strategic report were approved on 25 May 2022 and signed on behalf of the board of trustees by:

Mr A Grossberger  
Trustee

# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

### **Independent Examiner's Report to the Trustees of KH D'SATMAR LTD**

**Year ended 31 August 2021**

I report to the trustees on my examination of the financial statements of KH D'SATMAR LTD ('the charity') for the year ended 31 August 2021.

#### **Responsibilities and basis of report**

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

H Davies FCCA  
Independent Examiner

158 Cromwell Road  
Salford  
M6 6DE

# KH D'SATMAR LTD

## Company Limited by Guarantee

### Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2021

		2021	2020
		Unrestricted funds	Total funds
	Note	£	£
<b>Income and endowments</b>			
Donations and legacies	5	629,187	200,587
Charitable activities	6	44,829	129,536
Investment income		53,843	35
<b>Total income</b>		<u>727,859</u>	<u>330,158</u>
<b>Expenditure</b>			
Expenditure on raising funds:			
Costs of raising donations	7	24,813	8,518
Expenditure on charitable activities	8,9	201,728	290,654
<b>Total expenditure</b>		<u>226,541</u>	<u>299,172</u>
<b>Net income and net movement in funds</b>		<u>501,318</u>	<u>30,986</u>
<b>Reconciliation of funds</b>			
Total funds brought forward		448,148	417,162
<b>Total funds carried forward</b>		<u>949,466</u>	<u>448,148</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 8 to 16 form part of these financial statements.

**KH D'SATMAR LTD**  
**Company Limited by Guarantee**  
**Statement of Financial Position**  
**31 August 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Intangible assets	15	2,524	3,155
Tangible fixed assets	16	1,829,128	1,428,333
		<u>1,831,652</u>	<u>1,431,488</u>
<b>Current assets</b>			
Debtors	17	233,937	—
Cash at bank and in hand		9,915	8,885
		<u>243,852</u>	<u>8,885</u>
<b>Creditors: amounts falling due within one year</b>	18	467,173	302,872
<b>Net current liabilities</b>		<u>223,321</u>	<u>293,987</u>
<b>Total assets less current liabilities</b>		<u>1,608,331</u>	<u>1,137,501</u>
<b>Creditors: amounts falling due after more than one year</b>	19	658,865	689,353
<b>Net assets</b>		<u>949,466</u>	<u>448,148</u>
<b>Funds of the charity</b>			
Unrestricted funds		949,466	448,148
<b>Total charity funds</b>	20	<u>949,466</u>	<u>448,148</u>

For the year ending 31 August 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position  
continues on the following page.  
The notes on pages 8 to 16 form part of these financial statements.

# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

### **Statement of Financial Position** *(continued)*

**31 August 2021**

These financial statements were approved by the board of trustees and authorised for issue on 25 May 2022, and are signed on behalf of the board by:

Mr A Grossberger  
Trustee

The notes on pages 8 to 16 form part of these financial statements.



**KH D'SATMAR LTD**  
**Company Limited by Guarantee**  
**Statement of Cash Flows**  
**Year ended 31 August 2021**

	2021 £	2020 £
<b>Cash flows from operating activities</b>		
Net income	501,318	30,986
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	1,628	2,035
Amortisation of intangible assets	631	788
Dividends, interest and rents from investments	(53,842)	–
Other interest receivable and similar income	(1)	(35)
Interest payable and similar charges	24,353	41,581
Accrued expenses	100	–
<i>Changes in:</i>		
Trade and other debtors	(233,937)	–
Trade and other creditors	–	(4,305)
Cash generated from operations	240,250	71,050
Interest paid	(24,353)	(41,581)
Interest received	1	35
Net cash from operating activities	<u>215,898</u>	<u>29,504</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	53,842	–
Purchase of tangible assets	(402,423)	(58,263)
Purchase of intangible assets	–	(453)
Net cash used in investing activities	<u>(348,581)</u>	<u>(58,716)</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	133,713	(174,889)
Net cash from/(used in) financing activities	<u>133,713</u>	<u>(174,889)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,030</b>	<b>(204,101)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>8,885</b>	<b>212,986</b>
<b>Cash and cash equivalents at end of year</b>	<b><u>9,915</u></b>	<b><u>8,885</u></b>

The notes on pages 8 to 16 form part of these financial statements.

# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

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

**Year ended 31 August 2021**

#### **1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 158 Cromwell Road, Salford, England, M66DE.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

There are no material uncertainties about the charity's ability to continue.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

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

#### **Year ended 31 August 2021**

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

##### **Fund accounting**

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

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

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

##### **Incoming resources**

All 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.

# **KH D'SATMAR LTD**

## **Company Limited by Guarantee**

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

#### **Year ended 31 August 2021**

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

##### **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.

##### **Intangible assets**

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

Intangible assets acquired as part of a business combination are only recognised separately from goodwill when they arise from contractual or other legal rights, are separable, the expected future economic benefits are probable and the cost or value can be measured reliably.

##### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

- 20% reducing balance

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### **Tangible assets**

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

# KH D'SATMAR LTD

## Company Limited by Guarantee

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

#### Year ended 31 August 2021

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

##### Tangible assets *(continued)*

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

##### Depreciation

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

- 20% reducing balance

##### Impairment of fixed assets

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

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

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

#### 4. Limited by guarantee

KH D'Satmar LTD is a company limited by guarantee incorporated on 7 August 2018 and is governed by its memorandum and articles of association. The Directors/Trustees are responsible for the governance of the organisation and are active in all operational aspects of strategic management. Major policy decisions are decided at full directors/trustee's meetings.

#### 5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
<b>Donations</b>				
Donations and Legacies	629,187	<b>629,187</b>	200,587	200,587

# KH D'SATMAR LTD

## Company Limited by Guarantee

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

Year ended 31 August 2021

#### 6. Charitable activities

	Unrestricted Funds	<b>Total Funds 2021</b>	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Parental fees and contributions	44,829	<b>44,829</b>	129,536	129,536

#### 7. Costs of raising donations

	Unrestricted Funds	<b>Total Funds 2021</b>	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Fundraising costs	24,813	<b>24,813</b>	8,518	8,518

#### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds	<b>Total Funds 2021</b>	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Charitable activities	199,530	<b>199,530</b>	287,637	287,637
Support costs	2,198	<b>2,198</b>	3,017	3,017
	<u>201,728</u>	<u><b>201,728</b></u>	<u>290,654</u>	<u>290,654</u>

#### 9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Grant funding of activities	Support costs	<b>Total funds 2021</b>	Total fund 2020
	£	£	£	£	£
Charitable activities	38,508	161,022	—	<b>199,530</b>	287,637
Governance costs	—	—	2,198	<b>2,198</b>	3,017
	<u>38,508</u>	<u>161,022</u>	<u>2,198</u>	<u><b>201,728</b></u>	<u>290,654</u>

# KH D'SATMAR LTD

## Company Limited by Guarantee

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

Year ended 31 August 2021

#### 10. Analysis of grants

	2021 £	2020 £
<b>Grants to institutions</b>		
Sundry - Relief of poverty	–	140,195
Bederech Kovod	5,799	–
Beis Hatalmud	1,632	–
Beis Ruchel School	3,458	–
Chasdei Aharon Ltd	40,000	–
Choimel Dalim	3,837	–
College For Higher Rabbinical Studies	10,000	–
Congregation Sharei Sholom Ltd	10,000	–
Grants under £1000	1,650	–
Friends of Yeshiva Luzern	3,600	–
	<u>79,976</u>	<u>140,195</u>
<b>Grants to individuals</b>		
Relief of poverty	81,046	50,092
Total grants	<u>161,022</u>	<u>190,287</u>

#### 11. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Amortisation of intangible assets	631	788
Depreciation of tangible fixed assets	<u>1,628</u>	<u>2,035</u>

#### 12. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>2,100</u>	<u>2,000</u>

#### 13. Staff costs

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

	2021 £	2020 £
Wages and salaries	1,622	25,127
Other employee benefits	–	482
	<u>1,622</u>	<u>25,609</u>

# KH D'SATMAR LTD

## Company Limited by Guarantee

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

#### Year ended 31 August 2021

#### 13. Staff costs *(continued)*

The average head count of employees during the year was 1 (2020: 16). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Teaching	–	15
Administrative	1	1
	<u>1</u>	<u>16</u>

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

#### 14. Trustee remuneration and expenses

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

#### 15. Intangible assets

	Development costs £
<b>Cost</b>	
At 1 September 2020 and 31 August 2021	<u>4,815</u>
<b>Amortisation</b>	
At 1 September 2020	1,660
Charge for the year	631
At 31 August 2021	<u>2,291</u>
<b>Carrying amount</b>	
At 31 August 2021	<u>2,524</u>
At 31 August 2020	<u>3,155</u>



# KH D'SATMAR LTD

## Company Limited by Guarantee

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

#### Year ended 31 August 2021

#### 16. Tangible fixed assets

	Land and buildings £	Equipment £	Total £
<b>Cost</b>			
At 1 September 2020	1,420,195	12,212	<b>1,432,407</b>
Additions	402,423	—	<b>402,423</b>
<b>At 31 August 2021</b>	<b>1,822,618</b>	<b>12,212</b>	<b>1,834,830</b>
<b>Depreciation</b>			
At 1 September 2020	—	4,074	<b>4,074</b>
Charge for the year	—	1,628	<b>1,628</b>
<b>At 31 August 2021</b>	<b>—</b>	<b>5,702</b>	<b>5,702</b>
<b>Carrying amount</b>			
<b>At 31 August 2021</b>	<b>1,822,618</b>	<b>6,510</b>	<b>1,829,128</b>
At 31 August 2020	1,420,195	8,138	1,428,333

#### 17. Debtors

	2021 £	2020 £
Other debtors	<b>233,937</b>	—

#### 18. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	<b>369,146</b>	204,945
Accruals and deferred income	<b>2,100</b>	2,000
Social security and other taxes	<b>927</b>	927
Other creditors	<b>95,000</b>	95,000
	<b>467,173</b>	302,872

#### 19. Creditors: amounts falling due after more than one year

	2021 £	2020 £
Bank loans and overdrafts	<b>658,865</b>	689,353

# KH D'SATMAR LTD

## Company Limited by Guarantee

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

Year ended 31 August 2021

#### 20. Analysis of charitable funds

##### Unrestricted funds

	At 1 September 2020 £	Income £	Expenditure £	At 31 August 2 021 £
General funds	448,148	727,859	(226,541)	949,466

	At 1 September 2019 £	Income £	Expenditure £	At 31 August 20 20 £
General funds	417,162	330,158	(299,172)	448,148

#### 21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Intangible assets	2,524	2,524
Tangible fixed assets	1,829,128	1,829,128
Current assets	243,852	243,852
Creditors less than 1 year	(467,173)	(467,173)
Creditors greater than 1 year	(658,865)	(658,865)
<b>Net assets</b>	<b>949,466</b>	<b>949,466</b>

	Unrestricted Funds £	Total Funds 2020 £
Intangible assets	3,155	3,155
Tangible fixed assets	1,428,333	1,428,333
Current assets	8,885	8,885
Creditors less than 1 year	(302,872)	(302,872)
Creditors greater than 1 year	(689,353)	(689,353)
<b>Net assets</b>	<b>448,148</b>	<b>448,148</b>

#### 22. Analysis of changes in net debt

	At 1 Sep 2020 £	Cash flows £	At 31 Aug 2021 £
Cash at bank and in hand	8,885	1,030	9,915
Debt due within one year	(204,945)	(164,201)	(369,146)
Debt due after one year	(689,353)	30,488	(658,865)
	<b>(885,413)</b>	<b>(132,683)</b>	<b>(1,018,096)</b>