

CHARITY REGISTRATION NUMBER: 1160938

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Unaudited Financial Statements

31 January 2022

COHEN ARNOLD
Chartered accountants
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Financial Statements

Year ended 31 January 2022

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FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Trustees' Annual Report

Year ended 31 January 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 January 2022.

Reference and administrative details

Registered charity name FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Charity registration number 1160938

Principal office 147 Stamford Hill
London
N16 5LG

The trustees

J Schreiber
R Niederman
S Rosenfeld
J Kestenbaum

Accountants

Chartered accountants
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Trustees' Annual Report *(continued)*

Year ended 31 January 2022

Structure, governance and management

Governing document

The organisation is governed by a Trust Deed dated 12th March 2015.

Appointment Training and Recruitment of Trustees

The organisation is run by the trustees who do not receive any remuneration in their capacity as trustees or in any other capacity.

The statutory power of appointing new trustees or a new trustee is exercisable by the trustees during their joint lives and thereafter by the survivor of them.

There must be at least two trustees. Apart from the first trustees, every trustee must be appointed by a resolution of the trustees passed at a special meeting called under clause 15 of the Trust Deed.

In selecting individuals for appointment as trustees, the trustees must have regard to the skills, knowledge and experience needed for the effective administration of the charity.

The trustees must keep a record of the name and address and the dates of appointment, re-appointment and retirement of each trustee.

The trustees must make available to each new trustee, on his or her first appointment:

- a copy of the Trust Deed and any amendments made to it;
- a copy of the charity's latest report and statement of accounts.

Risk Management

The trustees have identified and reviewed the major risks to which the Trust is exposed, in particular those related to the operations and finance of the Trust, and are satisfied that systems are in place to mitigate those risks.

Financial risk management and policies

The charity holds or issues financial instruments in order to achieve three main objectives being:

- a) to finance its operations
- b) to manage its exposure to interest and currency risks arising from operations and from its sources of finance; and
- c) for generating funds.

In addition, various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the charity's operations.

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Trustees' Annual Report *(continued)*

Year ended 31 January 2022

Structure, governance and management *(continued)*

Credit risks

The charity monitors credit risk closely and considers that its current policies of credit risk checks meets its objectives of managing exposure to credit risk.

The charity has no significant concentrations of credit risks. Amounts shown in the balance sheet represent the maximum credit exposure in the event other parties fail to perform their obligations under the financial instruments including charitable loans that are made in the furtherance of charitable objectives.

It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

Objectives and activities

Charitable Objects

The objects of the charity (the "objects") are:

- 1) Advancement of education
- 2) Prevention or relief of poverty
- 3) Promotion of the Orthodox Jewish Religion in general and in particular by maintaining the synagogue and providing facilities for religious worship and maintaining and running a Kolel
- 4) Any other purpose currently recognised as charitable by analogy to, or within the spirit of, purposes of the above mentioned or any other purpose recognised as charitable under the law of England and Wales.

Aims, Objectives and Activities for Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

The trustees will identify institutions and organisations which meet its above charitable objects and regularly support a number of these institutions and organisations, not only in England but also worldwide.

During the year, the charity made donations to institutions in accordance with the charity's objects for advancement of education and relief of poverty. These activities were undertaken to further the charity's purposes for public benefit.

Achievements and performance

The main areas of charitable activity will be the provision of financial support to organisations engaging in religious education, advancement of religion and philanthropic aid to the needy. These activities were undertaken for public benefit to further the charity's objectives.

Financial review

The charity is dependent on income from investments and voluntary donations. During the year ended 31st January 2022 income from donations and legacies was £248,100 (2021: £383,950) and investment income was £190,896 (2021 £204,383). Charitable distributions made were £154,050 (2021: £118,165).

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Trustees' Annual Report *(continued)*

Year ended 31 January 2022

Plans for future periods

In accordance with the trust deed, the charity has the power to make any investments which the trustees see fit. The trustees regularly review the charity's position and needs in respect of the investment policy.

Grant Making Policy

The charity will accept applications for grants from representatives of various charities, which are reviewed by the trustees on a regular basis.

Reserves Policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which the trustees think appropriate after considering the future commitments of the charity and the likely administrative costs of the charity for the next year. At the year end, the charity had £1,833,609 of free reserves.

Plans For Future Periods

The charity plans to continue the activities outlined above in the forthcoming years subject to satisfactory incoming resources.

Fixed Assets

The movements in fixed assets are fully reflected in the notes to the financial statements.

Investment Property

The charity's investment property is held by Alexander Swansea Limited which acts as bare trustee for Friends of WMSBG - Kolel Damesek Eliezer and two other charities.

The charity's investment property is stated at market value and has been revalued by the trustee, Mr J Schreiber who has an extensive knowledge of the property market.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity 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 in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Trustees' Annual Report *(continued)*

Year ended 31 January 2022

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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 19 October 2022 and signed on behalf of the board of trustees by:



J Schreiber
Trustee



R Niederman
Trustee

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Independent Examiner's Report to the Trustees of FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Year ended 31 January 2022

I report to the trustees on my examination of the financial statements of FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER ('the charity') for the year ended 31 January 2022.

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.

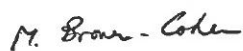
Independent examiner's statement

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.



Moshe Broner-Cohen FCA
Independent Examiner

New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

19 October 2022

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Statement of Financial Activities

Year ended 31 January 2022

		2022	2021
		Unrestricted funds £	Total funds £
	Note		Total funds £
Income and endowments			
Donations and legacies	4	248,100	383,950
Investment income	5	190,896	204,383
Total income		<u>438,996</u>	<u>588,333</u>
Expenditure			
Expenditure on raising funds:			
Investment management costs	6	(73,078)	(77,361)
Expenditure on charitable activities	7,8	(159,274)	(123,193)
Total expenditure		<u>(232,352)</u>	<u>(200,554)</u>
Net losses on investments	11	(772,479)	—
Net (expenditure)/income and net movement in funds		<u>(565,835)</u>	<u>387,779</u>
Reconciliation of funds			
Total funds brought forward		2,399,444	2,011,665
Total funds carried forward		<u>1,833,609</u>	<u>2,399,444</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 15 form part of these financial statements.

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Statement of Financial Position

31 January 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	15	1,666,667	2,439,146
Current assets			
Debtors	16	90,560	47,831
Cash at bank and in hand		<u>747,009</u>	<u>599,760</u>
		837,569	647,591
Creditors: amounts falling due within one year	17	<u>(3,960)</u>	<u>(3,960)</u>
Net current assets		<u>833,609</u>	<u>643,631</u>
Total assets less current liabilities		<u>2,500,276</u>	<u>3,082,777</u>
Creditors: amounts falling due after more than one year	18	<u>(666,667)</u>	<u>(683,333)</u>
Net assets		<u>1,833,609</u>	<u>2,399,444</u>
Funds of the charity			
Unrestricted funds		<u>1,833,609</u>	<u>2,399,444</u>
Total charity funds	19	<u>1,833,609</u>	<u>2,399,444</u>

These financial statements were approved by the board of trustees and authorised for issue on 19 October 2022, and are signed on behalf of the board by:



J Schreiber
Trustee



R Niederman
Trustee

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements

Year ended 31 January 2022

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 147 Stamford Hill, London, N16 5LG.

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.

Acquisitions and disposals

Acquisitions and disposals are considered to have taken place at the date of legal completion and are included in the financial statements accordingly.

Going concern

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

Finance cost

Cost of obtaining finance is allocated to profit and loss account over the length of the loan, up to a maximum of five years. In the case of early redemption of loans, unamortised finance cost is written off fully to profit and loss account in the year when early redemption occurs.

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.

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.

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements *(continued)*

Year ended 31 January 2022

3. Accounting policies *(continued)*

Incoming resources

All donations are recognised in the Statement of Financial Activities (SOFA) of the charity when received.

Resources expended

Governance costs

Governance costs include costs of the preparation and audit of financial statements and cost of any legal advice to trustees on governance or constitutional matters.

Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the Charity to pay out resources.

Charitable activities

Charitable donations are only recognised in the accounts when paid.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

All investment properties are stated at fair valuation.

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.

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.

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements *(continued)*

Year ended 31 January 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

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 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations Income	248,100	248,100	383,950	383,950

5. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	190,896	190,896	204,383	204,383

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements *(continued)*

Year ended 31 January 2022

6. Investment management costs

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Property management expenses	53,405	53,405	55,325	55,325
Other Financial Costs	1,333	1,333	—	—
Bank charges	247	247	185	185
Interest payable and similar charges	18,093	18,093	21,851	21,851
	<u>73,078</u>	<u>73,078</u>	<u>77,361</u>	<u>77,361</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Donations paid	154,050	154,050	118,165	118,165
Support costs	5,224	5,224	5,028	5,028
	<u>159,274</u>	<u>159,274</u>	<u>123,193</u>	<u>123,193</u>

8. Expenditure on charitable activities by activity type

	Grant funding of activities	Support costs	Total funds 2022	Total fund 2021
	£	£	£	£
Donations paid	154,050	—	154,050	118,165
Governance costs	—	5,224	5,224	5,028
	<u>154,050</u>	<u>5,224</u>	<u>159,274</u>	<u>123,193</u>

9. Analysis of support costs

	Accountancy fees	Legal & Professional	Bank Charges	General expenses	Total 2022	Total 2021
	£	£	£	£	£	£
Governance costs	<u>4,776</u>	<u>350</u>	<u>93</u>	<u>5</u>	<u>5,224</u>	<u>5,028</u>

10. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Choimel Dalim	—	42,315
Y G S Yeshiva Gedola Seminar	151,350	73,350
Donations < £5,000	2,700	2,500
	<u>154,050</u>	<u>118,165</u>
Total grants	<u>154,050</u>	<u>118,165</u>

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements *(continued)*

Year ended 31 January 2022

10. Analysis of grants *(continued)*

All donations were paid to charitable institutions for the purpose of either the advancement of Jewish Religious education and/or the alleviation of poverty.

11. Net losses on investments

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Deficit on revaluation of investment property	(772,479)	(772,479)	—	—

12. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	3,960	3,960

13. Staff costs

No remuneration was paid to the trustees (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. Investments

	Investment properties £
Cost or valuation	
At 1 February 2021	2,439,146
Additions	—
Fair value movements	(772,479)
At 31 January 2022	1,666,667
Impairment	
At 1 February 2021 and 31 January 2022	
Carrying amount	
At 31 January 2022	1,666,667
At 31 January 2021	2,439,146

All investments shown above are held at valuation.

Investment properties

The charity's investment property is stated at market value and has been revalued by the trustee, Mr J Schreiber, who has an extensive knowledge of the property market.

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements *(continued)*

Year ended 31 January 2022

16. Debtors

	2022	2021
	£	£
Trade debtors	<u>90,560</u>	<u>47,831</u>

17. Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	<u>3,960</u>	<u>3,960</u>

18. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans and overdrafts	<u>666,667</u>	<u>683,333</u>

The bank loan is for a 5 year term and interest is charged at 2.7% p.a over SONIA (Sterling Over Night Index Average). It is an interest only loan. The loan is secured on the freehold property.

19. Analysis of charitable funds

Unrestricted funds

	At 1 February 20			At 31 January 2022
	£	Income £	Expenditure £	Gains and losses £
General funds	<u>2,399,444</u>	<u>438,996</u>	<u>(232,352)</u>	<u>1,833,609</u>

	At 1 February 20			At 31 January 20
	£	Income £	Expenditure £	Gains and losses £
General funds	<u>2,011,665</u>	<u>588,333</u>	<u>(200,554)</u>	<u>2,399,444</u>

FRIENDS OF WMSBG - KOLEL DAMESEK ELIEZER

Notes to the Financial Statements *(continued)*

Year ended 31 January 2022

20. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2022
	£	£
Investments	1,666,667	1,666,667
Current assets	837,569	837,569
Creditors less than 1 year	(3,960)	(3,960)
Creditors greater than 1 year	(666,667)	(666,667)
Net assets	1,833,609	1,833,609

	Unrestricted Funds	Total Funds 2021
	£	£
Investments	2,439,146	2,439,146
Current assets	647,591	647,591
Creditors less than 1 year	(3,960)	(3,960)
Creditors greater than 1 year	(683,333)	(683,333)
Net assets	2,399,444	2,399,444

21. Related parties

Donations received are from companies connected to one or more of the trustees.

	2022	2021
	£	£
Newcastle Lyme Properties Limited	–	11,985
Hemel Jempstead Estates Limited	44,975	52,500
Broad Estates Limited	18,720	18,720
Penge Investments Limited	20,260	–
Omnia Doxford Limited	15,950	56,925
Crowncourt Residential Limited	–	40,000
Barnet Residential Limited	98,800	92,535
Horley Victoria Limited	3,280	27,500
Bracknell Estates Limited	13,640	14,450
Slough Investments Limited	–	40,000
Wokingham Investments Limited	32,475	29,135

Income from investment properties relate to income from an investment held by a company acting as a bare trustee for the charity.