

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)
REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

Sugarwhite Meyer Accountants Ltd
First Floor
94 Stamford Hill
London
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FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

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FOR THE YEAR ENDED 5 APRIL 2021**

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FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 5 APRIL 2021**

TRUSTEES	Mr R A Rechnitzer Mrs F Goldberg Mr I Piller Mr P Taub
PRINCIPAL ADDRESS	165 Kyverdale Road London N16 6PS
REGISTERED CHARITY NUMBER	1168057
AUDITORS	Sugarwhite Meyer Accountants Ltd First Floor 94 Stamford Hill London N16 6XS
BANKERS	Barclays Bank PLC 403 Holloway Road London N7 6HL

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2021

The trustees present their report with the financial statements of the charity for the year ended 5 April 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

REFERENCE AND ADMINISTRATIVE INFORMATION

The information is shown on page 1 of the financial statements and forms part of this report.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are (i) the advancement of the Jewish religion through facilitation or assisting in the provision of facilities, activities or services and in particular through supporting the Gur Foundation in Israel (ii) to promote any other exclusively charitable objects and purposes as the trustees see fit provided that they are regarded as charitable by the law of England and Wales.

The trustees confirm that they have given due regard the Charity Commission's guidance on public benefit.

Grantmaking

Grants are made to charitable institutions and organisations which accord with the objects of the charity. The trustees are approached for donations by various charitable institutions and consider all requests which they receive and make donations based on circumstances and funds available. They select the institutions to be supported according to their personal knowledge of work of the institution.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The charity is reliant on voluntary donations. Income for the year fell by about 19% compared with the previous year. The charity reduced grantmaking by some 29% and there was also reduction in other expenditure. During the year the charity continued its philanthropic activities and has maintained its support in the advancement of education and religion.

FINANCIAL REVIEW

Reserves policy

The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity. Reserves at the year end were £99,417 (2020- £9,091) of which £45,000 (2020 - £691) are restricted reserves.

FUTURE PLANS

The trustees anticipate that the charity will continue on a similar basis in the foreseeable future subject to satisfactory income and there are no plans for any major changes.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution

The charity was set up as Charitable Incorporated Organisation (CIO) registered on 6 July 2016.

Organisational structure

The day-to-day affairs of the company are administered by the trustees. The power to appoint new trustees is vested in the board. New trustees are appointed based on personal competence, specialist skills and experience. They are inducted into the working of the charity by the current board and are given, in the view of the board, sufficient training to understand the nature of the charity and its working. They are also encouraged to read the Charity Commission's various publications on trustees.

Risk management

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

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 18 January 2022 and signed on its behalf by:

Mr R A Rechnitzer - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

Opinion

We have audited the financial statements of Friends of Gur Foundation Israel (CIO) (the 'charity') for the year ended 5 April 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

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

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

Matters on which we are required to report by exception

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

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

In performing an audit, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. The risk of not detecting a material misstatement resulting from fraud is higher than one for one resulting from error, as fraud may involve collusion, forgery, intentional omissions misrepresentation or override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of charity's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements

Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about charity's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

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 Report of the Independent Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Sugarwhite Meyer Accountants Ltd
First Floor
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18 January 2022

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021**

		Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	387,401	890,682	1,278,083	1,573,869
Investment income	3	6	-	6	356
Total		<u>387,407</u>	<u>890,682</u>	<u>1,278,089</u>	<u>1,574,225</u>
 EXPENDITURE ON					
Raising funds		809	-	809	6,797
Charitable activities	4				
Charitable activities		252,181	73,873	326,054	130,074
Global Centre of Gur		88,400	772,500	860,900	1,540,786
Total		<u>341,390</u>	<u>846,373</u>	<u>1,187,763</u>	<u>1,677,657</u>
 NET INCOME/(EXPENDITURE)		<u>46,017</u>	<u>44,309</u>	<u>90,326</u>	<u>(103,432)</u>
 RECONCILIATION OF FUNDS					
Total funds brought forward		8,400	691	9,091	112,523
 TOTAL FUNDS CARRIED FORWARD		<u><u>54,417</u></u>	<u><u>45,000</u></u>	<u><u>99,417</u></u>	<u><u>9,091</u></u>

The notes form part of these financial statements

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

BALANCE SHEET 5 APRIL 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	8	774	995
CURRENT ASSETS			
Cash at bank and in hand		104,643	15,775
CREDITORS			
Amounts falling due within one year	9	(6,000)	(7,679)
NET CURRENT ASSETS		<u>98,643</u>	<u>8,096</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>99,417</u>	<u>9,091</u>
NET ASSETS		<u><u>99,417</u></u>	<u><u>9,091</u></u>
FUNDS	11		
Unrestricted funds		54,417	8,400
Restricted funds		<u>45,000</u>	<u>691</u>
TOTAL FUNDS		<u><u>99,417</u></u>	<u><u>9,091</u></u>

The financial statements were approved by the Board of Trustees and authorised for issue on 18 January 2022 and were signed on its behalf by:

Mr R A Rechnitzer - Trustee

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	88,862	(96,892)
Net cash provided by/(used in) operating activities		88,862	(96,892)
Cash flows from investing activities			
Interest received		6	356
Net cash provided by investing activities		6	356
Change in cash and cash equivalents in the reporting period		88,868	(96,536)
Cash and cash equivalents at the beginning of the reporting period		15,775	112,311
Cash and cash equivalents at the end of the reporting period		104,643	15,775

The notes form part of these financial statements

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 5 APRIL 2021

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	90,326	(103,432)
Adjustments for:		
Depreciation charges	222	76
Interest received	(6)	(356)
Decrease in debtors	-	7,160
Decrease in creditors	(1,680)	(340)
Net cash provided by/(used in) operations	<u>88,862</u>	<u>(96,892)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 6.4.20 £	Cash flow £	At 5.4.21 £
Net cash			
Cash at bank and in hand	15,775	88,868	104,643
	<u>15,775</u>	<u>88,868</u>	<u>104,643</u>
Total	<u>15,775</u>	<u>88,868</u>	<u>104,643</u>

The notes form part of these financial statements

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All donations are accounted for when received. All other income is recognised on a receivable basis

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure,

Raising funds comprise the costs incurred by the charitable company in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.

Grants are only recognised in the accounts when paid.

Support costs are those incurred to assist the work of the charity but are not direct charitable activities

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Tangible fixed assets

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

Fixtures and fittings - 15% on reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Going concern

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

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 5 APRIL 2021

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	460,583	372,255
Donations for Global Centre of Gur	817,500	1,201,614
	<u>1,278,083</u>	<u>1,573,869</u>

3. INVESTMENT INCOME

	2021 £	2020 £
Deposit account interest	<u>6</u>	<u>356</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Charitable activities	312,861	13,193	326,054
Global Centre of Gur	860,900	-	860,900
	<u>1,173,761</u>	<u>13,193</u>	<u>1,186,954</u>

5. GRANTS PAYABLE

	2021 £	2020 £
Charitable activities	312,861	105,368
Global Centre of Gur	860,900	1,540,786
	<u>1,173,761</u>	<u>1,646,154</u>

The total grants paid to institutions during the year was as follows:

	2021 £	2020 £
Advancement of religion	1,168,061	1,571,351
Relief of poverty	-	12,360
Advancement of education	5,700	62,443
	<u>1,173,761</u>	<u>1,646,154</u>

Global Centre for Gur - Hamerkaz Haolam
Others

1,168,061
5,700
<u>1,173,761</u>

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 5 APRIL 2021

6. SUPPORT COSTS

	Management	Governance costs	Totals
	£	£	£
Charitable activities	4,920	8,273	13,193

Support costs, included in the above, are as follows:

Management

	2021 Charitable activities £	2020 Total activities £
Office rent	-	8,320
Telephone	516	715
Postage and stationery	2,842	380
Bank charges	463	(87)
Sundries	877	2,217
Motor and travelling	-	1,618
Depreciation of tangible and heritage assets	222	76
	4,920	13,239

Governance costs

	2021 Charitable activities £	2020 Total activities £
Auditors' remuneration	3,000	3,840
Auditors' remuneration for non audit work	3,000	3,840
General expenses	294	-
Professional fees	2,279	3,787
Fees written off	(300)	-
	8,273	11,467

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2021 nor for the year ended 5 April 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 5 April 2021 nor for the year ended 5 April 2020.

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

8. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 6 April 2020 and 5 April 2021	1,723
DEPRECIATION	
At 6 April 2020	728
Charge for year	221
At 5 April 2021	949
NET BOOK VALUE	
At 5 April 2021	774
At 5 April 2020	995

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other creditors	6,000	7,679

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
Fixed assets	774	-	774	995
Current assets	59,643	45,000	104,643	15,775
Current liabilities	(6,000)	-	(6,000)	(7,679)
	<u>54,417</u>	<u>45,000</u>	<u>99,417</u>	<u>9,091</u>

11. MOVEMENT IN FUNDS

	At 6.4.20 £	Net movement in funds £	At 5.4.21 £
Unrestricted funds			
General fund	8,400	46,017	54,417
Restricted funds			
Restricted fund	691	44,309	45,000
TOTAL FUNDS	<u>9,091</u>	<u>90,326</u>	<u>99,417</u>

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	387,407	(341,390)	46,017
Restricted funds			
Restricted fund	890,682	(846,373)	44,309
TOTAL FUNDS	<u>1,278,089</u>	<u>(1,187,763)</u>	<u>90,326</u>

Comparatives for movement in funds

	At 6.4.19 £	Net movement in funds £	At 5.4.20 £
Unrestricted funds			
General fund	111,832	(103,432)	8,400
Restricted funds			
Restricted fund	691	-	691
TOTAL FUNDS	<u>112,523</u>	<u>(103,432)</u>	<u>9,091</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	372,611	(476,043)	(103,432)
Restricted funds			
Restricted fund	1,201,614	(1,201,614)	-
TOTAL FUNDS	<u>1,574,225</u>	<u>(1,677,657)</u>	<u>(103,432)</u>

FRIENDS OF GUR FOUNDATION ISRAEL (CIO)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 5 April 2021.