

Tzidkas Yosef
Unaudited Financial Statements
31 August 2021

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
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Tzidkas Yosef

Financial Statements

Year ended 31 August 2021

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Tzidkas Yosef

Trustees' Annual Report

Year ended 31 August 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2021.

Reference and administrative details

Registered charity name	Tzidkas Yosef
Charity registration number	1170278
Principal office	MMR Group Broadhurst House Bury Old Road Salford M7 4QX

The trustees

J Feldman
M Scher
S Sussman

Independent examiner	D Schwarz FCCA 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
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Structure, governance and management

Tzidkas Yosef is a charitable trust constituted by a Deed of Trust dated 28 August 2016 and is a registered charity, number 1170278.

The Charity is run by the trustees who all act in an honorary capacity. A new trustee would receive copies of the previous years' Annual Report and Accounts and a copy of the Charity Commission leaflet 'The Essential Trustee : What you need to know'.

Tzidkas Yosef

Trustees' Annual Report *(continued)*

Year ended 31 August 2021

Objectives and activities

To promote advance and provide strictly orthodox Jewish education anywhere in the world and to generally further promote all activities in connection therewith. To promote and advance religion anywhere in the world in accordance with the doctrines and principles of orthodox Judaism. To promote the relief of poverty amongst persons of the Jewish faith. To further such other charitable purposes which the trustees may determine are connected with the above objects.

Public Benefit Policy

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Grant Making Policy

Grants are made to charitable institutions and organisations which accord with the objects of the charity.

Achievements and performance

During the year the charity made donations totalling £517,776 in furtherance of its objectives.

During the previous year the charity received an interest free loan for over £1.6 Million and extended a loan £1.3 Million to a Limited Company registered in the UK at an interest rate of 6% per annum. The interest of £96,681 is included in the Statement of Financial Activities.

Financial review

As at 31 August 2021 unrestricted reserves stood at £224,415 (2020: £6,274).

Reserves Policy

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

It is the policy of the charity to send grants to beneficiaries regularly, as and when donations are received, and therefore the charity would normally not hold any substantial reserves.

The trustees' annual report was approved on 11 May 2022 and signed on behalf of the board of trustees by:

M Scher
Trustee

Tzidkas Yosef

Independent Examiner's Report to the Trustees of Tzidkas Yosef

Year ended 31 August 2021

I report to the trustees on my examination of the financial statements of Tzidkas Yosef ('the charity') for the year ended 31 August 2021.

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.

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.

D Schwarz FCCA
Independent Examiner

2nd Floor - Parkgates
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Prestwich
Manchester
M25 0TL

Tzidkas Yosef

Statement of Financial Activities

Year ended 31 August 2021

		2021		2020
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	4	640,773	640,773	477,240
Other income	5	96,681	96,681	11,375
Total income		<u>737,454</u>	<u>737,454</u>	<u>488,615</u>
Expenditure				
Expenditure on charitable activities	6,7	519,313	519,313	483,432
Total expenditure		<u>519,313</u>	<u>519,313</u>	<u>483,432</u>
Net income and net movement in funds		<u>218,141</u>	<u>218,141</u>	<u>5,183</u>
Reconciliation of funds				
Total funds brought forward		6,274	6,274	1,091
Total funds carried forward		<u>224,415</u>	<u>224,415</u>	<u>6,274</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 7 to 12 form part of these financial statements.

Tzidkas Yosef

Statement of Financial Position

31 August 2021

	Note	2021 £	2020 £
Current assets			
Debtors	13	1,699,691	1,311,391
Cash at bank and in hand		<u>249,735</u>	<u>302,379</u>
		1,949,426	1,613,770
Creditors: amounts falling due within one year	14	<u>1,725,011</u>	<u>1,607,496</u>
Net current assets		<u>224,415</u>	<u>6,274</u>
Total assets less current liabilities		<u>224,415</u>	<u>6,274</u>
Net assets		<u><u>224,415</u></u>	<u><u>6,274</u></u>
Funds of the charity			
Unrestricted funds		224,415	6,274
Total charity funds	15	<u><u>224,415</u></u>	<u><u>6,274</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 11 May 2022, and are signed on behalf of the board by:

M Scher
Trustee

The notes on pages 7 to 12 form part of these financial statements.

Tzidkas Yosef

Statement of Cash Flows

Year ended 31 August 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	218,141	5,183
<i>Adjustments for:</i>		
Accrued expenses	1,200	960
<i>Changes in:</i>		
Trade and other debtors	(388,300)	(1,311,391)
Trade and other creditors	116,315	1,605,576
Cash generated from operations	(52,644)	300,328
Net cash (used in)/from operating activities	(52,644)	300,328
Net (decrease)/increase in cash and cash equivalents	(52,644)	300,328
Cash and cash equivalents at beginning of year	302,379	2,051
Cash and cash equivalents at end of year	249,735	302,379

The notes on pages 7 to 12 form part of these financial statements.

Tzidkas Yosef

Notes to the Financial Statements

Year ended 31 August 2021

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 MMR Group, Broadhurst House, Bury Old Road, Salford, M7 4QX.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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 did not require management to make judgements, estimates or assumptions that affect the amounts reported.

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 income is 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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	640,773	640,773	477,240	477,240

5. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Interest Receivable	96,681	96,681	11,375	11,375

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Notes to the Financial Statements (continued)

Year ended 31 August 2021

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable activities	517,776	517,776	482,098	482,098
Support costs	1,537	1,537	1,334	1,334
	<u>519,313</u>	<u>519,313</u>	<u>483,432</u>	<u>483,432</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable activities	517,776	–	517,776	482,098
Governance costs	–	1,537	1,537	1,334
	<u>517,776</u>	<u>1,537</u>	<u>519,313</u>	<u>483,432</u>

8. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2021 £	Total 2020 £
Governance costs	1,200	1,200	960

9. Analysis of grants

	2021 £	2020 £
Grants to institutions		
Amshenov	14,894	482,098
Aniyei Ircho	55,039	28,234
Beis Hamidrash Abarbenel Ashdod	70,460	28,142
Bikur Cholim Tzefas	19,504	–
China Vechisda	–	17,630
Collel Polin Kupath Ramban	–	34,400
Congregation Khal Toldos Yaakov Yosef	–	27,011
Grants below £10000	135,945	126,866
Keren Ezra Memeitzar	159,504	183,691
Merkaz Toldos	25,356	–
Shevet Halevi	12,084	–
Slonim	12,990	–
VMM Zichron Chaim	–	26,025
Von Tiefem Herzen	–	10,099
Wlodowa	12,000	–
	<u>517,776</u>	<u>964,196</u>
Total grants	<u>517,776</u>	<u>964,196</u>

Tzidkas Yosef

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

9. Analysis of grants *(continued)*

The above grants were made to institutions in the U.K and abroad and went towards the following purposes; the relief of poverty, relief of those in need by reason of ill health or disability, the advancement of Jewish religion and the advancement of Jewish religious education.

10. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,200</u>	<u>960</u>

11. Staff costs

Nil	Nil
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The average head count of employees during the year was Nil (2020: Nil).

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

12. Trustee remuneration and expenses

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

13. Debtors

	2021 £	2020 £
Other debtors	<u>1,699,691</u>	<u>1,311,391</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

14. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	3,120	1,920
Other creditors	1,721,891	1,605,576
	<u>1,725,011</u>	<u>1,607,496</u>

15. Analysis of charitable funds

Unrestricted funds

	At 1 Sept 20 £	Income £	Expenditure £	At 31 Aug 21 £
General funds	<u>6,274</u>	<u>737,454</u>	<u>(519,313)</u>	<u>224,415</u>
	At 1 Sept 19 £	Income £	Expenditure £	At 31 Aug 20 £
General funds	<u>1,091</u>	<u>488,615</u>	<u>(483,432)</u>	<u>6,274</u>

16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Current assets	1,949,426	1,949,426
Creditors less than 1 year	(1,725,011)	(1,725,011)
Net assets	<u>224,415</u>	<u>224,415</u>
	Unrestricted Funds £	Total Funds 2020 £
Current assets	1,613,770	1,613,770
Creditors less than 1 year	(1,607,496)	(1,607,496)
Net assets	<u>6,274</u>	<u>6,274</u>

17. Analysis of changes in net debt

	At 1 Sep 2020 £	Cash flows £	At 31 Aug 2021 £
Cash at bank and in hand	<u>302,379</u>	<u>(52,644)</u>	<u>249,735</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

18. Related parties

During the year aggregate donations of £412,300 were received from trustees and related parties.