

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

REPORT OF THE GOVERNING BODY

AND

THE UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

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FOR THE YEAR ENDED 31 DECEMBER 2021

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BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

LEGAL AND ADMINISTRATIVE INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees

Ms Sima Awad
Judge Laurence Brass (Vice-Chair)
Sir Andrew Burns KCMG (Chair)
Lady Burns JP
Mr Tony Hyams (Hon Treasurer)
Mr Michael Mitzman
Mrs Jenny Nemko
Mr Ghanem Nuseibeh
Mr Anthony Warshaw (Hon Secretary)

Patrons

Ms Ahlam Akram
Dr Margaret Brearley
Lady Dyson
Dame Louise Ellman
Margaret Fingerhut
Rabbi Helen Freeman
Mr Bruce Kent
Sir Michael Morpurgo OBE
Ms Sa'ida Nusseibeh
The Baroness Perry of Southwark
Rabbi Dr Norman Solomon MA Ph.D. BMus
Dr Terry Waite CBE
The Lord Woolf of Barnes
Rabbi Alexandra Wright

Charity registered number

1171524

Principal office

192B Station Road,
Edgware,
Middlesex,
HA8 7AR

Executive Director

Dr. Jack Omer-Jackaman

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

LEGAL AND ADMINISTRATIVE INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2021

Independent Examiner

M Koureas FCCA
Hetherington and Co
Chartered Certified Accountants
289 Green Lanes,
Palmers Green
London N13 4XS

Bankers

CAF Bank Limited
25 Kings Hill
West Malling
ME19 4JQ|

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees (hereinafter referred to as the Governing Body) submit the annual report and the unaudited financial statements of Oasis of Peace UK (the Charity) for the year ended 31 December 2021. The Governing Body confirm that the annual report and financial statements of the Charity comply with the Charities Act 2011, the requirements of the Charity's governing document and with 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 1st January 2015 – (Charities SORP (FRS 102)).

The Charity operates under the name of Oasis of Peace UK and British Friends of Neve Shalom ~ Wahat al-Salam.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution and management

Oasis of Peace UK is a Charitable Incorporated Organisation (CIO) and has a Constitution ("the Constitution") approved by the Charity Commission. It is managed by the Governing Body which meets not less than four times a year.

Method of appointment and recruitment of Trustees

Under the terms of the Constitution, trustees are nominated and elected at general meeting.

The Constitution allows a minimum of three trustees. In accordance with the Constitution, one third of the trustees (or the number nearest) retire each year but are entitled to stand for re-election.

Trustees may be removed at a general meeting by a majority of two thirds, pursuant to a resolution in accordance with the Constitution and provided that 14 days notice has been given.

Policies adopted for the induction and training of Governing Body members

Normally, the Chairperson meets or otherwise communicates with the candidate and discusses with them their application or invitation to join the Governing Body. These people are usually already familiar with Oasis of Peace UK, having attended events or by having been introduced by another supporter. If the candidate is in agreement, the Chairperson will recommend the person to the Governing Body and will invite him or her to attend a committee meeting as a guest. The candidate is given a copy of the Constitution and is afforded full access to all financial information. If the candidate expresses the willingness to join, and if a majority of the Governing Body votes affirmatively, the person joins the Governing Body as a co-opted Member, to be presented for election at the next annual general meeting.

New members of the Governing Body are encouraged to visit the village of Neve Shalom / Wahat al-Salam (hereinafter referred to as NSWaS), either by joining one of the annual visits organised by the Charity or by attending the annual meeting of the international Friends' Associations (the counterparts of the Charity in other countries in Europe and North America), which usually takes place at NSWaS.

Alternatively, they can make their own private arrangements to visit if they are in Israel. Relevant emails and other communications are exchanged amongst the Governing Body and the staff, enabling all to participate in deliberations.

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ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

The Charity's office regularly receives information on courses organised by the Directory of Social Change (DSC), Charities Aid Foundation (CAF) and other professional organisations. The Governing Body is circulated on any that are relevant; many of them are created especially for the governing bodies of charities.

RISK MANAGEMENT

The major risks, to which the Charity is exposed, as identified by the Governing Body, have been reviewed. The Register of Risks and the systems and safeguards established via the Risk Management Plan have been regularly reviewed and updated by the Governing Body. The risks identified under the following headings continue to be:

- The environment in which we operate
- Our premises, records, and equipment
- Our people
- Our operations
- Our finances

The Risk Management Plan document can be obtained by interested parties on request to the Executive Director.

OBJECTIVES AND ACTIVITIES

Summary of objectives

The Charity's objects are to:

- To advance the education of the public in general, but with particular reference to NSWaS in such ways as shall be thought fit but in particular by the provision of the following:
 - (a) Educational projects of both Jews and Arabs about NSWaS and the subjects of social equality, cohesion and unity and diversity;
 - (b) Financial or other support of the maintenance, repair or provision of educational or other activities in NSWaS;
 - (c) Scholarships and other financial assistance for both Jews and Arabs to enable them to attend courses or seminars at NSWaS.
- The promotion of racial and religious harmony for the public benefit by educating the public about NSWaS and how its work has brought together the Jewish and Arab communities in peace and harmony.

Objectives and Activities for the Public Benefit

The Governing Body confirms that its members have had due regard to the guidance issued by the Charity Commission on public benefit and that they will continue to ensure that each year they will consider how the members of the Governing Body continues to meet the public benefit objectives outlined in Section 4 of the Charities Act 2011. The achievements are set out in more detail on page 7 of this report.

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

Mission Statement

To benefit the public interest, by supporting NSWaS's schools and educational activities financially, and to raise public awareness in the UK of NSWaS and the values for which it stands. To achieve this, the Charity:

- Supports NSWaS's educational institutions financially through donations and bequests from individuals, grants from Trusts and Foundations, and fundraising events;
- Is in regular contact with NSWaS's educational institutions and Secretariat;
- Communicates with Friends associations in other countries to assure that financial support for NSWaS is co-ordinated;
- Raises public awareness by communicating information about NSWaS and its methods to a wide audience in the UK;
- Co-operates with other UK charities in support of the Charity's objectives;
- Organises educational tours in the UK, bringing over representatives from the NSWaS village to speak throughout the country; and
- Arranges accompanied visits to NSWaS

Main objectives for the year

The Charity's principal aims for 2021 were to continue to raise both restricted and unrestricted funds in order to support selected educational programmes and projects at NSWaS. The Charity continued to focus on increasing the number of Standing Orders to contribute to unrestricted funds in order to cover its running costs.

Our activities continue to be planned in order to enhance the British public's awareness of the unique mission of NSWaS (the Village). This remains the only place in Israel within which Jews and Arabs of Israeli citizenship (both Christian and Muslim) live together as friends, neighbours, and equal participants in the Village's governance. The Village's mission is to demonstrate that in Israel, it is an achievable goal to have Israeli Jews and Israeli Arabs live in the same community as social equals and committed to bringing up their children together.

Once again the Charity continued to focus its support on the School for Peace, the Pluralistic Spiritual Centre and the Children's Educational System from nursery and pre-school, kindergarten up until primary school sixth grade. Almost uniquely in that troubled country, this continues to be done in a bilingual, binational and multicultural environment. The majority of pupils are drawn from surrounding Arab and Jewish communities. NSWaS remained focused in its objective to dedicate and to educate members of the Israeli public, both Jewish and non-Jewish, about peace and tolerance.

Another of the Charity's objectives for the year was to continue to manage its outreach events and to enhance the efficiency and effectiveness of its activities by combining fundraising with expanding the public's awareness of NSWaS's educational programmes that the Charity supports. This included continuing its efforts into researching potential new donors, with particular emphasis on charitable foundations and trusts. It should be noted that the Covid 19 pandemic significantly hampered efforts to engage with the public.

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

Governing Body's Strategy

The Charity's strategy for achieving the above objectives continued to focus on its awareness and fundraising programmes.

The awareness programmes are achieved through

- A newsletter sent by email and, where appropriate, in hard copy to nearly 2,000 members of the public all over the country, giving news items about the Village and information about the Charity. Regular MailChimp emails are also sent.
- A regularly updated website with wide functionality and in line with best practice industry standards.
- An expanded social media strategy which has yielded significantly increased online engagement across Facebook, Twitter and Instagram.
- Fundraising applications to foundations and trusts.
- Personal letters and project reports to all grant donors, and annual reports to trusts and foundations

The fundraising programmes are achieved via planned events throughout the year.

Use of volunteers

The Charity benefits from the services of volunteers to achieve its objectives. Tasks carried out by volunteers include:

- Facilitating introductions
- Helping at the Charity's events
- Policy and fundraising research

Grant policy

The Governing Body is diligent to ensure that the Charity's funds are used in accordance with its charitable objects. Most programmes and projects supported financially by the Charity are time-limited or one-off grants to named NSWaS educational institutions, for particular projects, rather than grants to the institutions as general budgetary support. The grants are almost always in response to specific budgeted applications from the institutions. The Charity does not make grants which promise continued funding in future years. (The exceptions which arise represent donations to the Charity of restricted funds earmarked for multi-year projects.)

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

ACHIEVEMENTS AND PERFORMANCE

Review of performance against objectives

During the year the Charity held a number of events which continued to raise awareness of the work of NSWaS. The events included:

- In March, chair Sir Andrew Burns addressed nearly 500 people at one of the Abraham Society's popular Zoom lecture series.
- The annual Rueff Lecture was held via Zoom on October 28th. A record 354 registrations for the event were received, and attendees tuned in to hear the renowned lawyer and scholar Professor Philippe Sands speak on the topic "Thinking about an International Rule of Law".
- The 2021 AGM was held on Zoom on 17th January 2022.

The Charity kept its supporters well informed about NSWaS and the progress of the educational programmes which the Charity has supported. It published an expanded magazine in the year, both in hard copy and electronically, which went to a mailing list of nearly two thousand. In addition, there were frequent emails advising on events and making fundraising appeals. Social media is used to reach and involve a wider constituency.

When Israel suffered a significant period of civil unrest in May 2021, the charity arranged for two NSWaS staff members to speak on BBC Radio 4's flagship "Broadcasting House" programme.

As a result of its fundraising and awareness-raising activities, the Charity reached new members of the public, with the multiplying effect of increasing its financial resources, while raising the public's awareness of NSWaS and its mission.

Principal funding sources and how expenditure has supported key objectives

14 Trusts and Foundations supported the Charity's work in 2021. Of these, 3 Trusts and a number of other donors restricted their grants to specific projects to be carried out at NSWaS. These are:

- Primary School: Operational costs
- School for Peace: Rebuilding Project; Graduate Programme; General Funds

In the customary way, the donors have received reports on the completed projects in the course of 2021. Voluntary donations include resources gained, both restricted and unrestricted, as follows:

| | £ |
|--------------------------------|---------|
| • Major Trusts & Family Trusts | 120,250 |
| • Legacies | 376,035 |

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ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

Financial position

The results for the year are set out on page 12. The Charity ended the 2021 year with an unrestricted fund balance of £144,194 and a restricted fund balance of £250,295. The Charity provided grants totalling £241,994 to NSWaS (2020: £119,833) for the specific educational projects and programmes listed on Page 19. During the year the Charity raised £127,675 (2020-£78,948) of unrestricted revenues. The Charity also raised £407,958 (2020-£130,044) of restricted revenue which were donated for specific projects and programmes consistent with the Charity's mission. The total funds generated in 2021 were £535,633 compared to £208,992 in the previous year.

The increase of expenditure incurred in the year was due to the increase in grants the Charity provided to NSWaS. The Charity ended 2021 with no long-term liabilities, or with any funds in deficit.

The Governing Body was satisfied with the results and is confident in its capacity to cover its running costs and provide sufficient reserves as well as to provide funding to meet its stated objectives.

Reserves Policy

The working capital reserve policy projects the amounts required to achieve an orderly winding up of the Charity in the event that its incoming resources were insufficient to continue supporting these projects. This has been estimated by the Committee at six months' worth of administrative and support costs of the current operations, amounting to approximately £35,000. As noted above, the Charity ended 2021 with unrestricted fund reserves in excess of this level.

The resources of the Charity are always kept at a relatively modest level. Hence the Governing Body considers it prudent to keep all funds in low risk interest-bearing bank accounts, primarily at the Charity Aid Foundations Bank. The Charity has no intention to accumulate large reserves by holding on to funds that were donated to support the Charity's mission.

Covid 19 Pandemic

Although the charity benefited from the gradual easing of restrictions in 2021, the reinstitution of lockdown conditions from January-March, and the phased lockdown exit from March-July continued to restrict some of the charity's activities. It was felt prudent to once again hold October's annual Rueff Lecture on Zoom.

BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM

ANNUAL REPORT OF THE GOVERNING BODY

FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF THE GOVERNING BODY'S RESPONSIBILITIES

The trustees are responsible for preparing the Trustees' Annual 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 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 of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the accounts on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for maintaining 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 accounts 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.

This report was approved by the Governing Body on 20 October 2022 and signed on its behalf, by:

A handwritten signature in dark ink, appearing to read 'A. Hyams', is written over a horizontal dotted line.

Mr Tony Hyams (Hon Treasurer and Trustee)

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE
BRITISH FRIENDS OF NEVE SHALOM ~ WAHAT AL-SALAM**

I report to the charity trustees on my examination of the accounts of the British Friends of Neve Shalom ~ Wahat Al-Salam for the year ended 31st December 2021, which are set out on pages 11 to 21.

Responsibilities and basis of report

As the trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity's accounts as carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all applicable 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 listed body 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 material matters have come to my attention in connection with my examination which gives me cause to believe that in any material respect:

1. accounting records were not kept in accordance with section 130 of the 2011 Act; or
2. the accounts do not accord with the accounting records; or
3. the accounts 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.



M Koureas FCCA
Hetherington & Co
Chartered Certified Accountants
Second Floor,
289 Green Lanes,
Palmers Green,
London N13 4XS

Dated: 20 October 2022

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021**

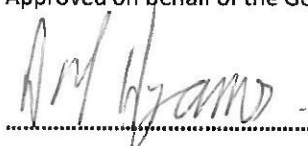
| | Note | General Fund £ | Restricted Funds £ | Total 2021 £ | Total 2020 £ |
|--|------|----------------------|--------------------------|--------------------|--------------------|
| INCOME AND ENDOWMENTS | | | | | |
| Incoming resources from generated funds | | | | | |
| Donations and legacies | 2 | 126,134 | 407,958 | 534,092 | 181,363 |
| Other Trading Activities | 3 | 1,500 | - | 1,500 | 9,280 |
| Investment income | 4 | 41 | - | 41 | 192 |
| Other Income | 5 | - | - | - | 18,157 |
| Total | | <u>127,675</u> | <u>407,958</u> | <u>535,633</u> | <u>208,992</u> |
| EXPENDITURE ON | | | | | |
| Raising Funds | 7 | 35,220 | - | 35,220 | 45,377 |
| Charitable expenditure: | 8 | 41,051 | 232,793 | 273,844 | 157,798 |
| Total | | <u>76,271</u> | <u>232,793</u> | <u>309,064</u> | <u>203,175</u> |
| Net income/ (expenditure) for the year | | 51,404 | 175,165 | 226,569 | 5,817 |
| Transfer between funds | | - | - | - | - |
| Net Movement in funds for the year | | 51,404 | 175,165 | 226,569 | 5,817 |
| Total funds brought forward | | 92,790 | 75,130 | 167,920 | 162,103 |
| Total Funds carried forward | | <u>£ 144,194</u> | <u>£ 250,295</u> | <u>£ 394,489</u> | <u>£ 167,920</u> |

The notes form part of these financial statements

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM
BALANCE SHEET
AS AT 31ST DECEMBER 2021

| | | 2021 | | 2020 | |
|---|-------|-----------------|----------------|-----------------|----------------|
| | Note | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 11 | | 1 | | 1 |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | 4,007 | | 4,435 | |
| Cash at bank and in hand | | <u>402,436</u> | | <u>174,113</u> | |
| | | 406,443 | | 178,548 | |
| CREDITORS: Amounts falling due within one year | 13 | <u>(11,955)</u> | | <u>(10,620)</u> | |
| NET CURRENT ASSETS | | | 394,488 | | 167,919 |
| NET ASSETS | | £ | <u>394,489</u> | £ | <u>167,920</u> |
| REPRESENTED BY: | | | | | |
| General Fund | 15 | | 144,194 | | 92,790 |
| Restricted Fund | 15/16 | | 250,295 | | 75,130 |
| | | £ | <u>394,489</u> | £ | <u>167,920</u> |

Approved on behalf of the Governing Body on 20 October 2022 by:



..... Mr Tony Hyams -Honorary Treasurer and Trustee

The notes form part of these financial statements

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

| | | 2021 | | 2020 | |
|---|------|-----------|-----------------------|------------|-----------------------|
| | Note | £ | £ | £ | £ |
| Cash flows from operating activities | | | | | |
| Cash (absorbed by)/generated from operations | 18 | | 228,282 | | 1,941 |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | - | | - | |
| Proceeds on disposal of tangible fixed assets | | - | | - | |
| Investment income received | | <u>41</u> | | <u>192</u> | |
| Net cash used in investing activities | | | 41 | | 192 |
| Net cash used in financing activities | | | - | | - |
| Net (decrease)/increase in cash and cash equivalents | | | <u>228,323</u> | | <u>2,133</u> |
| Cash and cash equivalents at beginning of year | | | 174,113 | | 171,980 |
| Cash and cash equivalents at end of year | | £ | <u><u>402,436</u></u> | £ | <u><u>174,113</u></u> |

The notes form part of these financial statements

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL`SALAM
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

1 ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements were as follows:

1.1 Basis of Accounting

The financial statements have been prepared in accordance with the 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 1st January 2015), The Charities Act 2011 and applicable regulations.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The Charity meets the definition of a public benefit entity. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

1.2 Going concern

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast doubt on the ability of the Charity to continue as a going concern. The Trustees have assessed the impact of the downturn in the global economy including the continued impact of Covid-19 on its forecast and projections and have made this assessment for a period of at least one year from the date of approving these financial statements.

The Charity has concluded that it has sufficient resources to continue in operational existence for the foreseeable future and consequently it appropriate to continue to adopt the going concern basis in preparing its financial statements.

1.3 Income

Voluntary income including donations, gifts, legacies or grants from various individuals, corporations and charitable foundations are recognised where there is entitlement, any conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. Such income is only deferred when:

- a) The donor specifies that the grant or donation must only be used in future accounting periods.
- b) The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income generated from fund raising events is recognised when earned.

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

All incoming resources are reported gross before expenses.

For Legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made, or when a distribution is received from the estate. Receipt of a legacy in whole or in part is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition have not been met, then the legacy is treated as a contingent

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

1 ACCOUNTING POLICIES

1.4 *Donated services and facilities*

Donated services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably by the Governing Body of Trustees using best estimates..

1.5 *Interest receivable*

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

1.6 *Expenditure and irrecoverable VAT*

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings:

Cost of raising funds are those costs incurred in attracting voluntary income.

Expenditure on charitable activities includes all direct costs incurred to further the purpose of the charity together with associated support costs.

Other expenditure represents those items not falling into any other heading.

Grants payable refer to payments made to third parties in furtherance of the charitable objectives of the Charity. Grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Governing Body have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and the condition attaching to the grant is outside the control of the Governing Body.

Provision for grants are made when the intention to make a grant has been communicated to the recipient unless there is uncertainty about either the timing of the grant or the amount of the grant payable.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

1.7 *Taxation and Miscellaneous*

As the charity is a registered charity it is not liable to income tax on its charitable activities (and it does not undertake any non-charitable trading). The charity is unable to recover VAT, and all expenditure is thus stated inclusive of VAT where applicable.

Other policies are explained within the notes on specific aspects of the accounts.

1.8 *Allocation of support costs*

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include office costs, finance, personnel, payroll and governance costs which support the charity's activities. These costs have been allocated between cost of raising funds and expenditure of charitable activities and the bases on which the support have been allocated are set out in note 5.

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021

1 ACCOUNTING POLICIES

1.9 Tangible fixed assets

All tangible fixed asset expenditure is capitalised at cost. Provision is made for depreciation on all tangible fixed assets, at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life as follows:

Office equipment and furniture 25%.

1.10 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.12 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.13 Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

1.14 Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL`SALAM
NOTES TO THE FINANCIAL STATEMENTS
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1 ACCOUNTING POLICIES

1.15 *Derecognition of financial liabilities*

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.16 *Leases*

Rentals paid under operating leases are charged to the Statement of Financial Activities in the period to which they relate.

1.17 *Employee benefits*

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.18 *Fund accounting*

Unrestricted funds are available to spend on activities that further any of the purposes of the charity.

Designated funds are unrestricted funds of the charity which the Trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

1.19 *Critical accounting estimates and judgements*

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

1.20 *Foreign exchange*

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. 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.

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM
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| | | | | | |
|----------|--|----------------------|--------------------------|--------------------|--------------------|
| 2 | DONATIONS AND LEGACIES | General Fund £ | Restricted Funds £ | Total 2021 £ | Total 2020 £ |
| | Donations from individuals, charitable trusts and other institutions | 47,134 | 110,863 | 157,997 | 129,113 |
| | Legacies | 79,000 | 297,095 | 376,095 | 52,250 |
| | | <u>126,134</u> | <u>407,958</u> | <u>534,092</u> | <u>181,363</u> |
| 3 | TRADING ACTIVITIES | General Fund £ | Restricted Funds £ | Total 2021 £ | Total 2020 £ |
| | Events, concert, visits, sponsored walks etc. | 1,500 | - | 1,500 | 9,280 |
| | | <u>1,500</u> | <u>-</u> | <u>1,500</u> | <u>9,280</u> |
| 4 | INVESTMENT INCOME | General Fund £ | Restricted Funds £ | Total 2021 £ | Total 2020 £ |
| | Bank interest | 41 | - | 41 | 192 |
| | | <u>41</u> | <u>-</u> | <u>41</u> | <u>192</u> |
| 5 | OTHER INCOME | General Fund £ | Restricted Funds £ | Total 2021 £ | Total 2020 £ |
| | Covid-19 Small business grant | - | - | - | 10,000 |
| | Job Retention Scheme Grants | - | - | - | 8,157 |
| | | <u>-</u> | <u>-</u> | <u>-</u> | <u>18,157</u> |

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM
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6 ALLOCATION OF SUPPORT COSTS (INCLUDING GOVERNANCE COSTS)

The charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs are apportioned between charitable activities undertaken in the year. Refer to the table below for the basis of apportionment and the analysis of support and governance costs.

| | Basis of allocation | Support Costs £ | Governance £ | Total 2021 £ | Total 2020 £ |
|----------------------------------|---------------------|--------------------|-----------------|--------------------|--------------------|
| Staff costs | Time | 13,034 | 7,379 | 20,413 | 21,510 |
| Independent examiners fee | usage | - | 4,980 | 4,980 | 4,240 |
| Trustees meetings | usage | - | - | - | 9 |
| Communication | usage | 3,997 | - | 3,997 | 5,120 |
| Printing, postage and stationery | usage | 3 | - | 3 | 0 |
| Premises costs | usage | 10,394 | - | 10,394 | 10,316 |
| Depreciation | usage | - | - | - | 184 |
| Bookkeeping | usage | 2,220 | - | 2,220 | 2,430 |
| Travelling costs | usage | - | - | - | 7 |
| Other costs | usage | 167 | - | 167 | 577 |
| | | <u>29,815</u> | <u>12,359</u> | <u>42,174</u> | <u>44,393</u> |

7 COST OF RAISING FUNDS

| | General Fund £ | Restricted Funds £ | Total 2021 £ | Total 2020 £ |
|-------------------------|-------------------|-----------------------|--------------------|--------------------|
| Direct staff costs | 12,641 | - | 12,641 | 16,444 |
| Direct costs of events | 4,102 | - | 4,102 | 10,005 |
| Allocated support costs | 18,477 | - | 18,477 | 18,928 |
| | <u>35,220</u> | <u>-</u> | <u>35,220</u> | <u>45,377</u> |

8 ANALYSIS OF CHARITABLE EXPENDITURE

| | Grant funded activity £ | Information and education £ | Total 2021 £ | Total 2020 £ |
|-------------------------|----------------------------|--------------------------------|--------------------|--------------------|
| Grants -(see note 9) | 241,994 | - | 241,994 | 119,833 |
| Direct costs - Staff | - | 7,772 | 7,772 | 11,924 |
| Direct costs- Other | - | 381 | 381 | 576 |
| Allocated support costs | - | 23,697 | 23,697 | 25,465 |
| | <u>241,994</u> | <u>31,850</u> | <u>273,844</u> | <u>157,798</u> |

For the year ended 31st December 2021, charitable expenditure was £273,844 (2020: £157,798) of which £232,793 (2020: £119,833) was expenditure from restricted funds.

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL`SALAM
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

9 ANALYSIS OF GRANTS FUNDED

| | Restricted Funds £ | General Funds £ | Total 2021 £ | Total 2020 £ |
|--|--------------------------|-----------------------|--------------------|--------------------|
| <u><i>School for Peace</i></u> | | | | |
| Youth encounter programme | - | - | - | 400 |
| Advocates for Law Change | - | - | - | 27,800 |
| SFP General | 8,090 | 9,201 | 17,291 | - |
| SFP Graduates | 7,709 | - | 7,709 | - |
| SFP Rebuild | 141,500 | - | 141,500 | - |
| <u><i>Primary school</i></u> | | | | |
| Teachers Salaries | 838 | - | 838 | 36,091 |
| PS General | 8,090 | - | 8,090 | - |
| Primary School Playground | - | - | - | 5,000 |
| Primary School Music | 32,600 | - | 32,600 | 17,400 |
| Primary School Transportation | - | - | - | 8,142 |
| <u><i>Pluarlistic Spiritual Centre</i></u> | | | | |
| Pluarlistic Spiritual Centre | 33,966 | - | 33,966 | 25,000 |
| | <u>232,793</u> | <u>9,201</u> | <u>241,994</u> | <u>119,833</u> |

10 ANALYSIS OF STAFF COSTS

| | 2021 £ | 2020 £ |
|------------------------------|---------------|---------------|
| Salary | 39,932 | 48,297 |
| Employers national insurance | - | 762 |
| Pension contributions | 893 | 819 |
| | <u>40,825</u> | <u>49,878</u> |

The average number of employees during the year was 2 (2020: 3). No member of staff earned more than £60,000. The Trustees did not receive any remuneration or benefits in kind (2020: £Nil). Reimbursement of trustees expenses is disclosed in note 17.

11 TANGIBLE FIXED ASSETS

| | Office Equipment £ |
|--|--------------------------|
| Cost: | |
| Balance brought forward 1st January 2021 | 3,119 |
| Additions in the year | - |
| Disposals | - |
| At 31st December 2021 | <u>3,119</u> |
| Depreciation: | |
| Balance brought forward 1st January 2021 | 3,118 |
| Disposals in the year | - |
| Charge for year | - |
| At 31st December 2021 | <u>3,118</u> |
| Net book value at 31st December 2021 | <u>1</u> |
| Net book value at 31st December 2020 | <u>1</u> |

BRITISH FRIENDS OF NEVE SHALOM -WAHAT AL~SALAM
NOTES TO THE FINANCIAL STATEMENTS
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| 12 DEBTORS | 2021 | 2020 |
|--------------------------------|--------------|--------------|
| | £ | £ |
| Taxation recoverable | 549 | 942 |
| Sundry debtors and prepayments | 3,458 | 3,493 |
| | <u>4,007</u> | <u>4,435</u> |

| 13 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR | 2021 | 2020 |
|--|---------------|---------------|
| | £ | £ |
| Social security costs payable | 2,325 | 2,346 |
| Other creditors and accruals | 9,630 | 8,283 |
| | <u>11,955</u> | <u>10,629</u> |

13.1 OPERATING LEASE COMMITMENTS

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

| | 2021 | 2020 |
|-----------------|--------------|--------------|
| | £ | £ |
| Within one year | 2,400 | 2,400 |
| | <u>2,400</u> | <u>2,400</u> |

| 14 ANALYSIS OF NET ASSETS BETWEEN FUNDS | General Funds | Restricted Funds | Total |
|---|----------------|------------------|----------------|
| | £ | £ | £ |
| Fixed assets | 1 | - | 1 |
| Current assets | 156,148 | 250,295 | 406,443 |
| Creditors | (11,955) | - | (11,955) |
| | <u>144,194</u> | <u>250,295</u> | <u>394,489</u> |

| 15 FUNDS | As at 1.1.2021 | Incoming Resources | Outgoing Resources | Inter-Fund Transfers | As at 31.12.2021 |
|--|-------------------|-----------------------|-----------------------|-------------------------|---------------------|
| | £ | £ | £ | £ | £ |
| General funds | 92,790 | 127,675 | (76,271) | - | 144,194 |
| Restricted | | | | | |
| <u><i>School For Peace</i></u> | | | | | |
| General | - | 8,090 | (8,090) | - | - |
| Graduates | - | 7,714 | (7,709) | - | 5 |
| Rebuild | 7,672 | 133,828 | (141,500) | - | - |
| <u><i>Pluarlistic Spiritual Centre</i></u> | | | | | |
| Programme for Religious Leaders | 33,916 | 50 | (33,966) | - | - |
| <u><i>Primary School</i></u> | | | | | |
| Home teacher's salary | 691 | 186 | (838) | - | 39 |
| General | - | 258,090 | (8,090) | - | 250,000 |
| Playground | 250 | | | - | 250 |
| Music | 32,600 | | (32,600) | - | - |
| Transportation | 1 | | | - | 1 |
| | <u>167,920</u> | <u>535,633</u> | <u>(309,064)</u> | <u>-</u> | <u>394,489</u> |

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16 RESTRICTED FUNDS

School For Peace

Youth encounter programme

The Youth Encounter Programme relates to monies received and expended towards the raising awareness and understanding of issues concerning the dynamics of majority -minority relations amongst ethnic groups in Neve Shalom/ Wahat Al~Salam and from the surrounding area.

Lawyers for Change

The fund relates to monies received towards a Change Agents course for human rights lawyers.

Rebuild Fund

The fund relates to monies specifically donated to aid the rebuild following the suspected arson attacks at Neve Shalom/Wahat-al-Salam.

General SfP Fund

This fund relates to donations restricted to the School for Peace but for no specific programme.

Graduates Fund

This fund relates to monies received towards a programme for previous School for Peace graduates which strengthens their networks and advances their own peace programmes.

Pluarlistic Spiritual Centre

This relates to the monies donated and expended towards the Programme for Religious Leaders.

Primary School

Primary school teacher's salary

The fund relates to monies specifically donated towards the cost of teacher's salaries at the primary school in Neve Shalom - Wahat Al~Salam.

General PS Fund

This fund relates to donations restricted to the Primary School but for no specific programme. During the year the Charity received £258,090 and expended £8,090 of the funding.

Playground

The fund relates to monies received towards the cost of building a new playground.

Music

The fund relates a legacy received towards the advancement of music at the NSWaS Primary School.

Transportation

The fund relates to monies received towards helping families with the high cost of transportation of pupils to the school

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17 RELATED PARTY TRANSACTIONS

During the year the charity paid £Nil (2020: £Nil) for travel and accommodation expenses.

Donations received from related parties (Trustees) for the year totalled £751 (2020: £542).

18 CASH GENERATED FROM OPERATIONS

| | 2021 £ | 2020 £ |
|---|----------------|--------------|
| (Deficit)/surplus for the year | 226,569 | 5,817 |
| Adjustments for: | | |
| Investment income recognised in statement of financial activities | (41) | (192) |
| Depreciation and impairment of tangible fixed assets | - | 184 |
| Movements in working capital: | | |
| Decrease in debtors | 428 | 4,148 |
| Increase/(decrease) in creditors | 1,326 | (8,016) |
| | <hr/> | <hr/> |
| Cash (absorbed by)/generated from operations | <u>228,282</u> | <u>1,941</u> |