

NESIVOS HATORAH LIMITED
Company Limited by Guarantee
Unaudited Financial Statements
31 August 2023

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2023

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NESIVOS HATORAH LIMITED

Company Limited by Guarantee

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

Year ended 31 August 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2023.

Reference and administrative details

Registered charity name	NESIVOS HATORAH LIMITED
Charity registration number	1172367
Company registration number	10344435
Principal office and registered office	50 Grasmere Street West Gateshead NE8 1TS

The trustees

A Falk
M Bodner
S Kaufman

Independent examiner	David Pollak 158 Cromwell Road Salford M6 6DE
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Structure, governance and management

Nesivos Hatorah Ltd is a company limited by guarantee incorporated on 24 August 2016 and is governed by its memorandum and articles of association.

The Director/Trustees are responsible for the governance of the organisation and are active in all operational aspects of strategic management. Major policy decisions are decided at full directors/Trustees' meetings.

Day to day management of activities is the responsibility of the manager, supported by administrative staff and a team of professionals and volunteers.

Objectives and activities

- i. The advancement of the Orthodox Jewish Religion.
- ii. The advancement of Orthodox Jewish religious education in particular but not exclusively by the management and maintenance of the Talmudical college known as Nesivos Hatorah Ltd in Gateshead, Tyne and Wear.
- iii. The advancement of such other objects as are for the benefit of the public and are charitable according to the laws of England and Wales.

NESIVOS HATORAH LIMITED

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

Year ended 31 August 2023

Strategic report

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

Achievements and performance

The Trustees are pleased to report Nesivos Hatorah Ltd successful accomplishments during the year.

These include:

Receiving excellent feedback from the parents on the low teacher: student ratio we provide our students, thus ensuring every students needs are taken care of.

Public benefit

In setting our objectives and planning our activities, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on fee-charging.

Although we ask for a contribution towards the costs of our services, we have given careful consideration to enable individuals on low income to access our services.

Since we are committed to enabling as many students as possible to benefit from the support that the charity offers, we welcome all children regardless of the students' personal financial circumstances.

Financial review

This year's total incoming resources were £231,719 (2022: £173,623), the trustees are satisfied with the financial results for the year, with a net surplus for the year of £104,333 (2022: £49,135). Funds are available to permit the charity to continue in operation in the medium to long term and to continue to fund worthwhile projects. The staff and trustees have continued working hard to keep costs and overheads to a minimum without compromising on our high standard of service and professionalism. We give credit for our achievements to the remarkable effort made by the staff.

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

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

Year ended 31 August 2023

The trustees' annual report and the strategic report were approved on 18 June 2024 and signed on behalf of the board of trustees by:

S Kaufman
Trustee

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of NESIVOS HATORAH LIMITED

Year ended 31 August 2023

I report to the trustees on my examination of the financial statements of NESIVOS HATORAH LIMITED ('the charity') for the year ended 31 August 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

David Pollak
Independent Examiner

158 Cromwell Road
Salford
M6 6DE

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2023

		2023		2022
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	192,002	192,002	139,711
Charitable activities	6	37,359	37,359	33,868
Investment income	7	2,358	2,358	44
Total income		<u>231,719</u>	<u>231,719</u>	<u>173,623</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	8	401	401	–
Expenditure on charitable activities	9,10	126,985	126,985	124,488
Total expenditure		<u>127,386</u>	<u>127,386</u>	<u>124,488</u>
Net income and net movement in funds		<u>104,333</u>	<u>104,333</u>	<u>49,135</u>
Reconciliation of funds				
Total funds brought forward		447,140	447,140	398,005
Total funds carried forward		<u>551,473</u>	<u>551,473</u>	<u>447,140</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 14 form part of these financial statements.

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

Statement of Financial Position

31 August 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	16	—	548
Current assets			
Cash at bank and in hand		554,462	449,162
Creditors: amounts falling due within one year	17	(2,989)	(2,570)
Net current assets		<u>551,473</u>	<u>446,592</u>
Total assets less current liabilities		<u>551,473</u>	<u>447,140</u>
Net assets		<u>551,473</u>	<u>447,140</u>
Funds of the charity			
Unrestricted funds		551,473	447,140
Total charity funds	18	<u>551,473</u>	<u>447,140</u>

For the year ending 31 August 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on 18 June 2024, and are signed on behalf of the board by:

S Kaufman
Trustee

The notes on pages 7 to 14 form part of these financial statements.

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 50 Grasmere Street West, Gateshead, NE8 1TS.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

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

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.

NESIVOS HATORAH LIMITED

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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.

Tangible assets

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

NESIVOS HATORAH LIMITED

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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

Depreciation

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

Equipment - 25% straight line

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.

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.

NESIVOS HATORAH LIMITED

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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. Limited by guarantee

The organisation is a charitable company limited by guarantee, in the event of the company being wound up members are required to contribute an amount not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	190,362	190,362	136,731	136,731
Grants				
Grants receivable	1,640	1,640	2,980	2,980
	<u>192,002</u>	<u>192,002</u>	<u>139,711</u>	<u>139,711</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

6. Charitable activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Parental contributions	<u>37,359</u>	<u>37,359</u>	<u>33,868</u>	<u>33,868</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	<u>2,358</u>	<u>2,358</u>	<u>44</u>	<u>44</u>

8. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	<u>401</u>	<u>401</u>	<u>—</u>	<u>—</u>

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Provision of religious education and college facilities	82,825	82,825	81,925	81,925
Support costs	<u>44,160</u>	<u>44,160</u>	<u>42,563</u>	<u>42,563</u>
	<u>126,985</u>	<u>126,985</u>	<u>124,488</u>	<u>124,488</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Provision of religious education and college facilities	82,825	43,200	126,025	123,738
Governance costs	<u>—</u>	<u>960</u>	<u>960</u>	<u>750</u>
	<u>82,825</u>	<u>44,160</u>	<u>126,985</u>	<u>124,488</u>

NESIVOS HATORAH LIMITED

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

11. Analysis of support costs

	Analysis of support costs £	Total 2023 £	Total 2022 £
Staff costs	—	—	4,030
Premises	28,526	28,526	35,225
Communications and IT	2,036	2,036	1,067
General office	4,646	4,646	1,010
Finance costs	—	—	481
Governance costs	960	960	750
Depreciation	548	548	—
Legal and professional	2,638	2,638	—
Travel and subsistence	4,806	4,806	—
	<u>44,160</u>	<u>44,160</u>	<u>42,563</u>

12. Net income

Net income is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	<u>548</u>	<u>344</u>

13. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>960</u>	<u>750</u>

14. Staff costs

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

	2023 £	2022 £
Wages and salaries	<u>24,557</u>	<u>22,831</u>

The average head count of employees during the year was 3 (2022: 2).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

15. Trustee remuneration and expenses

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

NESIVOS HATORAH LIMITED

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Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

16. Tangible fixed assets

	Equipment £
Cost	
At 1 September 2022 and 31 August 2023	1,408
Depreciation	
At 1 September 2022	860
Charge for the year	548
At 31 August 2023	1,408
Carrying amount	
At 31 August 2023	—
At 31 August 2022	548

17. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	2,989	2,570

18. Analysis of charitable funds

Unrestricted funds

	At 1 September 2022 £	Income £	Expenditure £	At 31 August 20 23 £
General funds	447,140	231,719	(127,386)	551,473

	At 1 September 2021 £	Income £	Expenditure £	At 31 August 20 22 £
General funds	398,005	173,623	(124,488)	447,140

NESIVOS HATORAH LIMITED

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2023

19. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	—	—
Current assets	554,462	554,462
Creditors less than 1 year	(2,989)	(2,989)
Net assets	<u>551,473</u>	<u>551,473</u>

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	548	548
Current assets	449,162	449,162
Creditors less than 1 year	(2,570)	(2,570)
Net assets	<u>447,140</u>	<u>447,140</u>