

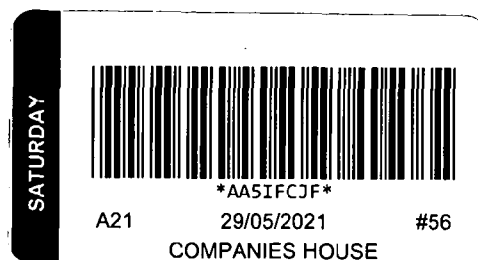
COMPANY REGISTRATION NUMBER: 10332876
CHARITY REGISTRATION NUMBER: 1175668

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Financial Statements

**For the year ended
31 August 2020**



Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2020

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Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

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

Year ended 31 August 2020

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2020.

Reference and administrative details

Registered charity name Keren Hayesod - United Israel Appeal UK

Charity registration number 1175668

Company registration number 10332876

Principal office and registered office Third Floor
20 Old Bailey
London
EC4M 7AN

The trustees

Mr P E Fineman
Mr D B Harris
Mr R Marom
Mr G J Masel (Resigned 31 January 2020)
Mr G A Spiro

Auditor

Gibson Booth
Chartered Accountants & Statutory Auditors
New Court
Abbey Road North
Shepley
Huddersfield
HD8 8BJ

Solicitors

Withers LLP
20 Old Bailey
London
EC4M 7AN

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

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

Year ended 31 August 2020

Structure, governance and management

Governing document

Keren Hayesod - United Israel Appeal UK (or the "Charity") is governed by its articles of association, and is structured as a company, limited by guarantee (registered company number 10332876), as defined by the Companies Act 2006.

Appointment of Trustees

Trustees can be appointed by the members or co-opted by the existing Trustees.

Trustee induction and training

New trustees are briefed on their legal obligations under charity law, the content of the Memorandum and Articles of Association, the trustees' decision making processes and the recent financial performance of the Charity.

Organisation structure

Keren Hayesod - United Israel Appeal UK was incorporated on 17 August 2016 and registered with the Charity Commission on 9 November 2017. Keren Hayesod - United Israel Appeal UK is a company limited by guarantee and does not have any share capital. It is governed by its articles of association. The board of Trustees (the "Trustees"), which must consist of at least 2 trustees, administers the Charity with assistance, as required.

Relationships with other charities and organisations with which it co-operates in the pursuit of its charitable objectives. Keren Hayesod - United Israel Appeal UK works closely with Keren Hayesod - HaMagbil HaMeuhedet LeIsrael. This is an Israeli charity which shares some common charitable aims and informally licences the Charity use of the name 'Keren Hayesod'. The UK Charity is however a distinct entity, distinct from the Israeli Charity and run independently of it.

Objectives and activities

The charity is a registered charity (number 1175668) whose charitable objects are as follows:

Such charitable purposes for the public benefit as the Trustees may in their absolute discretion determine, and in particular for:

- (a) the advancement of the Jewish faith including by increasing understanding among the public generally and members of the Jewish community in the United Kingdom in particular of Jewish religion and culture, both within and outside Israel;
- (b) the advancement of education, in particular but without limitation of Jewish religious, ethical and/or secular education;
- (c) the relief of poverty;
- (d) the promotion of health and the relief of sickness;
- (e) the relief of those in need by reason of youth or advanced age;
- (f) the relief of need or suffering among refugees and persons displaced from their home or domicile by reason of hostilities, persecution, oppression, discrimination, natural disaster or other causes; and
- (g) the promotion of the arts, culture and heritage, by the protection, preservation and improvement of historic buildings and monuments in Israel and elsewhere.

The trustees have paid due regard to public benefit guidance issued by the Charity Commission in deciding what activities the charity should undertake to advance the charity's objects.

The period under review has been the second period of existence of the Charity and the activities carried out have been aimed at preparing a solid framework for future activities. The directors have achieved their principal initial aim of establishing the processes for receiving donations tax-effectively, ensuring that funds are securely held and that processes are in place to enable intended grant purposes and recipients scrutinized appropriately, and grants made subject to appropriate conditions.

The Charity is a grant-maker, and its operations consist of the consideration of charitable projects to advance its purposes for the public benefit, and the making of grants. The Charity's aims and strategies are to increase its operations, so as more effectively to advance its charitable purposes.

The Charity has adopted a formal grant-making policy, which ensures that grants are only approved by the Trustees which further the Charity's objects for the public benefit, and which attach all grants to suitable terms and conditions to ensure they are used only for the charitable purposes for which they are granted.

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

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

Year ended 31 August 2020

Achievements and performance

The Charity has received and made a number of grants during the period, in furtherance of its charitable objects. The Charity's grant-making has achieved the following:

- Supported the advancement of Jewish Faith and the relief of Poverty through professional advancement and vocational training for impoverished members of the Jewish Orthodox community, thereby mainstreaming members into society, providing education and alleviating poverty;
- Advancing the Jewish faith through Educational programs for youth on Jewish values, identity and religion;
- Providing leadership training, curriculum development and volunteer outreach for youth in the Former Soviet Union;
- Advancement of education through support of educational youth clubs and extracurricular activities and evening study programs throughout Israel;
- Providing religious studies and leadership programs for outstanding students;
- Support of Educational/mentorship programs for children from distressed families;
- Strengthening the links between Latin-American Jewry and Israel through activities, socio-cultural events and trips for youth;
- Support of the promotion of health and the relief of sickness, through the establishment of a hearing clinic at Soroka hospital in Israel, aimed at strengthening links with the local Jewish Community, Judaism and Israel For Leadership training

Financial review

At the year end the charity had unrestricted funds totalling £11,822 (2019: £14,022). During the year, income of £2,700,852 (2019: £8,576,293) was received, and there was expenditure totalling £2,703,052 (2019: £8,566,666).

Principal risks and uncertainties

The trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate the exposure to the major risks, including on-going monitoring of the charities activities by the trustees.

Reserves policy

The reserves at the year end were £11,822 (2019: £14,022). This was all unrestricted funds. The charity aims to hold unrestricted funds which have not been designated for a specific use at a level of at least six months' overhead expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities.

Principal funding sources and how they support key objectives

The Charity has received donations from members of the public and from charitable organisations during the period. These donations have enabled the Charity to undertake charitable grant-making for the public benefit, in furtherance of its purposes.

Plans for future periods

In future years, the Trustees will look to continue to advance the Charity's objects and its engagement in grant-making activities.

Fundraising from the public

The Charity has not carried out significant fundraising activities from the general public during the period.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

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

Year ended 31 August 2020

- make judgments and accounting 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 adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:


- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

A resolution to reappoint Gibson Booth as auditors for the ensuing year will be proposed at the forthcoming annual general meeting.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 28.5.21 and signed on behalf of the board of trustees by:


Mr G A Spiro
Trustee

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Independent Auditor's Report to the Members of Keren Hayesod - United Israel Appeal UK

Year ended 31 August 2020

Opinion

We have audited the financial statements of Keren Hayesod - United Israel Appeal UK (the 'charitable company') for the year ended 31 August 2020 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2020, and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

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 auditor's 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
 - the charitable company has not kept adequate accounting records; 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.
-

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement (as set out on pages 3 to 4), the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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.

Auditor's responsibilities for the audit of the financial statements

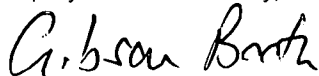
We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 an auditor's report 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx..> This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company'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 charitable company's trustees those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Gibson Booth
Chartered Accountants & Statutory Auditors
New Court
Abbey Road North
Shepley
Huddersfield
HD8 8BJ

28.5.21

Gibson Booth is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

**Statement of Financial Activities
(including income and expenditure account)**

Year ended 31 August 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	2,700,852	2,700,852	8,576,293
Total income		<u>2,700,852</u>	<u>2,700,852</u>	<u>8,576,293</u>
Expenditure				
Expenditure on charitable activities	6,7	(2,703,052)	(2,703,052)	(8,566,666)
Total expenditure		<u>(2,703,052)</u>	<u>(2,703,052)</u>	<u>(8,566,666)</u>
Net (expenditure)/income and net movement in funds		<u>(2,200)</u>	<u>(2,200)</u>	<u>9,627</u>
Reconciliation of funds				
Total funds brought forward		14,022	14,022	4,395
Total funds carried forward		<u>11,822</u>	<u>11,822</u>	<u>14,022</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 10 to 12 form part of these financial statements.

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Statement of Financial Position

31 August 2020

	Note	2020 £	2019 £
Current assets			
Cash at bank and in hand		16,022	3,472,813
Creditors: amounts falling due within one year	12	(4,200)	(3,458,791)
Net current assets		<u>11,822</u>	<u>14,022</u>
Total assets less current liabilities		<u>11,822</u>	<u>14,022</u>
Net assets		<u>11,822</u>	<u>14,022</u>
Funds of the charity			
Unrestricted funds		11,822	14,022
Total charity funds	13	<u>11,822</u>	<u>14,022</u>

For the year ending 31 August 2020 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 28.5.21 and are signed on behalf of the board by:

Gary Spiro
Mr G A Spiro
Trustee

The notes on pages 10 to 12 form part of these financial statements.

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2020

	2020 £	2019 £
Cash flows from operating activities		
Net (expenditure)/income	(2,200)	9,627
<i>Adjustments for:</i>		
Interest payable and similar charges	100	156
Accrued expenses	2,100	1,500
<i>Changes in:</i>		
Trade and other creditors	(3,456,691)	3,456,691
Cash generated from operations	(3,456,691)	3,467,974
Interest paid	(100)	(156)
Net cash (used in)/from operating activities	<u>(3,456,791)</u>	<u>3,467,818</u>
Net (decrease)/increase in cash and cash equivalents	(3,456,791)	3,467,818
Cash and cash equivalents at beginning of year	3,472,813	4,995
Cash and cash equivalents at end of year	<u>16,022</u>	<u>3,472,813</u>

The notes on pages 10 to 12 form part of these financial statements.

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2020

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 Third Floor, 20 Old Bailey, London, EC4M 7AN.

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. The financial statements are prepared in sterling, which is the functional currency of the entity and rounded to the nearest £. The significant accounting policies consistently applied in the preparation of these financial statements are set out below.

Going concern

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

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. 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.

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 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.

4. Limited by guarantee

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations	<u>2,700,852</u>	<u>2,700,852</u>	<u>8,576,293</u>	<u>8,576,293</u>

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 August 2020

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Grants	2,700,852	2,700,852	8,563,810	8,563,810
Support costs	2,200	2,200	2,856	2,856
	<u>2,703,052</u>	<u>2,703,052</u>	<u>8,566,666</u>	<u>8,566,666</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2020 £	Total fund 2019 £
Grants	2,700,852	–	2,700,852	8,563,810
Governance costs	–	2,200	2,200	2,856
	<u>2,700,852</u>	<u>2,200</u>	<u>2,703,052</u>	<u>8,566,666</u>

8. Analysis of grants

	2020 £	2019 £
Grants to Institutions		
Keren Hayesod HaMagbit Ha Meuhedet LeIsrael	2,700,852	8,563,810
Total grants	<u>2,700,852</u>	<u>8,563,810</u>

9. Auditors remuneration

	2020 £	2019 £
Fees payable for the audit of the financial statements	<u>2,100</u>	<u>2,100</u>

10. Staff costs

There were no employees during the period (2019 – none).

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees (2019: none). No trustee expenses have been incurred during the year (2019: none).

12. Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	4,200	2,100
Grants payable	–	3,456,691
	<u>4,200</u>	<u>3,458,791</u>

Keren Hayesod - United Israel Appeal UK

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 August 2020

13. Analysis of charitable funds

Unrestricted funds

	At 1 September 2019 £	Income £	Expenditure £	At 31 August 2020 £
General funds	14,022	2,700,852	(2,703,052)	11,822

	At 1 September 2018 £	Income £	Expenditure £	At 31 August 2019 £
General funds	4,395	8,576,293	(8,566,666)	14,022

14. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Current assets	16,022	16,022
Creditors less than 1 year	(4,200)	(4,200)
Net assets	11,822	11,822

	Unrestricted Funds £	Total Funds 2019 £
Current assets	3,472,813	3,472,813
Creditors less than 1 year	(3,458,791)	(3,458,791)
Net assets	14,022	14,022

15. Analysis of changes in net debt

	At 1 Sep 2019 £	Cash flows £	At 31 Aug 2020 £
Cash at bank and in hand	3,472,813	(3,456,791)	16,022

16. Related parties

During the year the charity made grants totalling £2,700,852 to Keren Hayesod - HaMagbit HaMeuhedet LeIsrael, a member of the charity (2019: £8,563,810). At the year end there were grant commitments totalling £nil outstanding (2019: £3,456,691).