

Klal-Chazon Limited

(Limited by Guarantee)

Company number 10832208

Charity number 1177390

Trustees' Report

And

Financial Statements

For the year ended

31 December 2023

Klal-Chazon Limited

Contents	Page
Legal and administrative information	1
Trustees' Report	2 – 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Cash Flow Statement	8
Notes to the Financial Statements	9 - 12

Klal-Chazon Limited

Legal and administrative information

Directors / Trustees

Jerome Ormonde
Jonathan Roodyn
Neil Schiff

Key Management Personnel

Shimshon Silkin

Registered Office

379 Hendon Way
London
NW4 3LP

Details of Incorporation

The Company was incorporated on 22 June 2017 in England under company registration number 10832208, and was registered with the Charity Commission on 1 March 2018, governed by its Memorandum and Articles of Association, charity number 1177390.

Bankers

National Westminster Bank Plc
21 Golders Green Road
London
NW11 8EB

Klal-Chazon Limited

Trustees' Report for the year ended 31 December 2023

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act, submit this report and financial statements of Klal-Chazon Limited (the Company) for the year ended 31 December 2023. The Trustees confirm that the annual report and financial statements of the Company comply with current statutory requirements, the requirements of the Company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in 2015.

Structure, Governance and Finance

The Company was incorporated on 22 June 2017 as a Company limited by guarantee and registered as a charitable organisation on 1 March 2018. Prior to this date Klal-Chazon existed as a division of Jewish Futures Trust.

The Trustees, who are also the Directors for the purpose of company law, and who served during the year were Jerome Ormonde, Jonathan Roodyn and Neil Schiff. None of the Trustees have any beneficial interest in the Company.

Jewish Futures Trust Limited (JFT) is the parent undertaking of the Company and at present guarantees to contribute £1 in the event of a winding up. Jewish Futures Trust provides central head office services to Klal-Chazon and JFT's other subsidiary charities at cost, to enable the group to benefit from economies of scale. It encourages group charities to use the resources of sister charities to benefit from their expertise, in furtherance of each other's charitable objectives.

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association. The number of trustees shall not be subject to any maximum but shall not be less than two. The appointment and training of a new trustee is subject to the oversight of current Trustees.

There are no specific restrictions imposed by the governing document concerning the way the Charity can operate.

About 15 volunteers support the Charity and help to deliver some of its charitable programmes and activities.

Charity's Objectives and Activities

Klal-Chazon was established to provide educational, religious and cultural activities to enhance the association of Jewish youth with their religion and heritage.

Achievements and Performance

During 2023 the Charity organised a full range of programmes, activities and trips both in the UK and to European destinations. This included a range of new educational programmes. In the Summer major trips were organised for student participants to France and Israel.

The Charity maintains contact with schools, synagogues and local organisations to deliver a range of seminars, events and activities to deliver inspiring learning experiences for members of the public.

Klal-Chazon Limited**Trustees' Report (continued)****Fundraising**

Klal-Chazon's fundraising is principally from Trusts and Foundations and individuals, particularly from people or organisations who have an appreciation of the benefits and objectives of the Charity's activities and have wished to show their support. During the year the Charity raised funds from a "matched funding campaign" targeted at individuals who have connections to the Charity. Klal-Chazon does not engage in large scale fundraising activities like mass mailings, telephone fund raising or door-to-door campaigns. Klal-Chazon does not employ a professional fundraiser nor engage the services of any third-party organisations to help raise funds. To this end, the Trustees have not considered it necessary to sign up to any regulatory code of fundraising practice but aims to ensure that fundraising is done professionally and in accordance with good practice. Klal-Chazon has not received any complaints about any aspect of its fundraising during 2023.

Financial Review

During the year of the accounts, Klal-Chazon incurred a deficit of £45,044 (2022: deficit of (£39,010) and as a result at 31 December 2023 had negative reserves of (£41,307) (2022: £3,737).

Klal-Chazon is supported by a broad spectrum of donors from across the community, ranging from grassroots student-level programme participants and alumni to a number of philanthropists and Foundations who partner with our Charity and help encourage our activities. Most fundraising is done through direct relationships with our partners and through effective communication of the importance of our work to the wider audience of our supporters.

All of Klal-Chazon's expenditure is focused on creating the wide range of successful high-quality educational courses and popular, impactful activities that deliver our stated charitable objectives.

Key Risks and Uncertainties

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. A reduction in donor base could cause cash flow issues; any delayed receipt of pledged donations or participants income could also potentially cause cash flow issues. The major risks facing the Charity are reviewed regularly at management meetings. Regular reviews of cash flow projections and budget forecasts are also undertaken, as well as a continual drive to negotiate better terms and rates for programme activity expenditure.

Reserves

The Trustees have determined that Klal-Chazon should endeavour to hold free reserves representing 3 months of operational costs, approximately £60,000. The Trustees aim to have met this reserve target by the end of 2025. The Trustees recognise that there needs to be a substantial improvement in fundraising to build up Reserves.

Klal-Chazon Limited

Trustees' Report (continued)

Public Benefit

The Trustees acknowledge the duty in Section 17 of the Charities Act 2011 to have due regard to the Charity Commission's published general and relevant sub-sector guidance on public benefit.

All activities undertaken by Klal-Chazon are for the public benefit. With a range of activities offered for young people, the organisation's operation is very much geared to providing benefit to the public. Participants are encouraged to consider their moral responsibility for the community and the importance of having firm foundations and understanding of their heritage. This focus will continue to be central to Klal-Chazon's future plans.

Plans for the Future

The Trustees plan to continue delivering and developing a wide range of programmes, events, trips and activities to support the objectives of the Charity.

Trustees' Responsibilities in Relation to the Accounts

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial period. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the financial activities of the Company for that period. In preparing these financial statements, the Trustees are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. follow applicable UK accounting standards and the Statement of Recommended Practice, subject to any departures disclosed and explained in the accounts;
- d. prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company 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 Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies' subject to the small companies' regime and was approved by the Trustees on 24 September 2024 and signed on their behalf by:



J Roodyn
Trustee

Klal-Chazon Limited

Independent examiner's report to the Trustees of Klal-Chazon Limited

I report to the Charity Trustees on my examination of the accounts of the Company for the year ended 31 December 2023.

Responsibilities and basis of report

As the Charity's Trustees of the Company (and also its Directors for the purposes of Company law) you are responsible for the preparation of the accounts 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 your 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 confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants of England and Wales.

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 Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by 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.

Anthony Epton
Anthony Epton BA, FCA, CTA, FCIE
Goldwins Limited
Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2EG

79 September 2024

Klal-Chazon Limited**Statement of Financial Activities (Incorporating Income and Expenditure Account)**

for the year ended 31 December 2023

	Note	2023	2022
		£	£
Income:			
Donations and legacies		395,393	393,814
<i>Income from charitable activities:</i>			
Participant payments		141,867	120,824
		<hr/>	<hr/>
Total income		537,260	514,638
		<hr/>	<hr/>
Expenditure:			
<i>Costs of raising funds:</i>			
Donor fundraising costs		15,673	14,957
<i>Expenditure on charitable activities:</i>			
Charitable activities	4	566,631	538,691
		<hr/>	<hr/>
Total expenditure		582,304	553,648
		<hr/>	<hr/>
Net (deficit)/surplus for the year		(45,044)	(39,010)
Reconciliation of funds:			
Total funds brought forward		3,737	42,747
		<hr/>	<hr/>
Total funds carried forward		(41,307)	3,737
		<hr/> <hr/>	<hr/> <hr/>

The Statement of Financial Activities includes all gains and losses recognised in the year.

All income and expenditure derives from continuing activities.

The attached notes form part of these accounts.

Klal-Chazon Limited
Company number 10832208

Balance Sheet

As at 31 December 2023

	Note	2023 £	2022 £
Current Assets			
Debtors	6	2,524	22,050
Cash at bank and in hand		<u>7,128</u>	<u>7,619</u>
		9,652	29,669
Creditors: Amounts falling due within one year	7	<u>(50,959)</u>	<u>(25,932)</u>
Net current assets / (liabilities)		<u>(41,307)</u>	<u>3,737</u>
Net assets / (liabilities)		<u>(41,307)</u>	<u>3,737</u>
Funds			
Unrestricted funds	8	<u>(41,307)</u>	<u>3,737</u>
Total funds		<u>(41,307)</u>	<u>3,737</u>

For the financial year ended 31 December 2023, the Company was entitled to exemption from audit under Section 477 of the Companies Act 2006; and no notice has been deposited under Section 476. The Trustees acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with Section 386 and preparing accounts which give a true and fair view of the state of affairs of the Company at the end of the period and for its financial activities for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006, so far as applicable to the Company.

The accounts were approved on 29th September 2024 and signed on behalf of the board.


 _____ Trustee
 J Roodyn

The attached notes form part of these accounts.

Klal-Chazon Limited
Company number 10832208

Statement of Cash Flows

As at 31 December 2023

	2023 £	2022 £
Cash flows from operating activities:		
Net incoming/(outgoing) resources	(45,044)	(39,010)
Decrease/(increase) in debtors	19,526	(505)
Increase/(decrease) in creditors	26,720	(1,631)
Borrowings on credit cards	(1,693)	4,487
Net cash (used)/ provided by operating activities	<u>(491)</u>	<u>(36,659)</u>
 Change in cash and cash equivalents in the year	 (491)	 (36,659)
Cash and cash equivalents at the beginning of the year	<u>7,619</u>	<u>44,278</u>
Total cash and cash equivalents at the end of the year	<u>7,128</u>	<u>7,619</u>

Klal-Chazon Limited

Notes to the Accounts – 31 December 2023

1. Company information

The principal activity of Klal-Chazon Limited is the advancement of Jewish education and culture. The Company is registered as a charitable Company limited by guarantee (company number: 10832208, charity number 1177390). It is incorporated and domiciled in the UK. The address of the registered office is 379 Hendon Way, London NW4 3LP.

2. Accounting Policies**a. Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2015), applicable UK accounting standards including the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Companies Act 2006. The Company meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes. The principal accounting policies adopted in the preparation of the financial statements are as follows:

b. Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

c. Expenditure

Cost of fundraising activities are those costs incurred in attracting voluntary income.

Charitable activities include expenditure associated with the delivery of its activities and include both the direct costs and support costs relating to these activities.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include the independent examination fees and costs linked to the strategic management of the charity.

d. Income

Donations are accounted for when the Charity becomes entitled to the donation and any conditions for receipt are met and the amount is capable of measurement.

e. Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the Charity to the expenditure.

Klal-Chazon Limited

Notes to the Accounts – 31 December 2023

f. **Financial instruments**

The Charity holds only financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments include debtors and creditors. Debtors and creditors are initially recognised at transaction value and subsequently measured at fair value. Note 10 provides more information on financial instruments where future cash flows are anticipated, with financial assets referring to debtor balances excluding prepayments, and financial liabilities referring to all creditor balances excluding deferred income and other taxation and social security.

g. **Government grants**

Grants are accounted for under the performance model as permitted by the charity SORP. Coronavirus Job Retention Scheme grant income is therefore recognised on a straight-line basis over the furlough period for each relevant employee.

3. **Key judgements and estimates**

In the application of the Charity's accounting policies, which are described in note 2, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects the current and future periods.

The Trustees consider that there are no material judgements in applying accounting policies or key sources of estimation uncertainty.

Having reviewed the financial position the Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern and have reasonable expectations that the Charity has access to adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

4 **Analysis of expenditure on charitable activities**

					2023	2022
	Basis of allocation	Charitable activities £	Support costs £	Governance costs £	Total £	Total £
Staff costs	Direct	106,323	45,138	-	151,461	154,012
Programme & trip expenditure	Direct	306,143	-	-	306,143	286,132
General office	Direct	-	107,448	-	107,448	97,173
Independent examination fee	Direct	-	-	1,579	1,579	1374
		<u>412,466</u>	<u>152,586</u>	<u>1,579</u>	<u>566,631</u>	<u>538,691</u>
Support costs		152,586	(152,586)		-	-
Governance costs		1579		(1,579)	-	-
Total charitable activity expenditure		<u>566,631</u>	<u>-</u>	<u>-</u>	<u>566,631</u>	<u>538,691</u>

All expenditure was unrestricted during the year

Klal-Chazon Limited**Notes to the Accounts – 31 December 2023****5 Analysis of staff costs, trustee remuneration and expenses**

	2023 £	2022 £
Salaries and wages	139,246	142,507
Pension costs	2,296	2,210
Social security costs	<u>9,919</u>	<u>9,295</u>
	<u>151,461</u>	<u>154,012</u>

No trustee received any remuneration, benefits in kind or reimbursement of expenses in the year (2022: £nil).

The average monthly number of employees during the year was as follows:

	2023	2022
Education	8	8

Total remuneration paid to key management personnel was £39,951 (2022: £36,740). All Trustees are included as key personnel. No employee received salaries at a rate of more than £60,000 per annum.

6 Debtors

	2023 £	2022 £
Trade debtors	1,624	3,475
Other debtors	900	-
Sister charity	-	-
Prepayments	-	18,575
	<u>2,524</u>	<u>22,050</u>

7 Creditors: Amounts falling due within one year

	2023 £	2022 £
Credit card balances	4,387	6,080
Trade creditors	5,489	3,811
Other creditors	161	904
Other loans	10,000	-
Amount owed to sister charity	22,006	6,809
Taxation and social security	666	2,078
Accruals and deferred income	<u>8,250</u>	<u>6,250</u>
	<u>50,959</u>	<u>25,932</u>

8 Statement of funds

	1 Jan 2023 £	Income £	Expenditure £	31 Dec 2023 £
Unrestricted Funds				
General funds	3,737	537,260	(582,304)	(41,307)

Unrestricted funds represent funds available to the Trustees for the general purposes of the Charity.

Klal-Chazon Limited**Notes to the Accounts – 31 December 2023****9 Related Party Transactions**

Jewish Futures Trust (JFT) is the sole member of Klal-Chazon. JFT made donations to Klal-Chazon during the year under review to cover the costs of educational support services and overheads of £82,643 (2022: £92,942).

During the year Klal-Chazon benefited and paid for the provision of central costs and overheads of running a central office for Klal-Chazon and sister charities. Amounts charged by JFT for 2023 were £36,533 (2022: £26,000) and also for educational and programming support JFT contributed services during the year worth £35,000 (2022: £44,608).

At the year-end Klal-Chazon owed JFT £1,389 (2022: £2,458).

During the year Klal-Chazon used the services of Aish Hatorah for database administration the total charge was £1,443 (2022: £0). At the end of the year, Klal-Chazon owed Aish Hatorah £1,069.

JRoots Ltd is a subsidiary of JFT, the sole member of the Company. The Company ran 4 trips (2022: 4 trips) using the services of JRoots Ltd during the year which meant that JRoots Ltd incurred net costs on behalf of the Company to the value of £25,368 (2022: £37,125). The net costs of these trips were paid to JRoots Ltd. At the year end the Company owed JRoots £19,548 (2022: £4,351). During the year, JRoots Ltd provided a grant of £20,000 to subsidise educational trips (2022: £nil).

During the year the Trustees made donations to the charity of £1,200 (2022: £3,960).

10 Financial Instrument

	31 Dec 2023	31 Dec 2022
	£	£
Financial assets measured at amortised cost	9,652	29,669
Financial liabilities measured at amortised cost	43,959	25,932
	<u> </u>	<u> </u>

Financial assets measured at amortised cost include trade debtors, amount owed by group undertakings, other debtors and cash equivalents.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals excluding deferred income.

11 ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The Company is a 100% subsidiary of Jewish Futures Trust Limited, a limited liability company, registered number 07884678 and a registered charity number 1151066. Jewish Futures Trust is involved in public education and cultural activities.

The Trustees regard Jewish Futures Trust Limited as the immediate and ultimate parent company. Jewish Futures Trust prepare consolidated annual accounts, including the results of the Company. A copy of the consolidated accounts can be obtained from the JFT head office at 379 Hendon Way, London NW4 3LP.