

CHARITY REGISTRATION NUMBER: 1181160

Y.M.E.R CIO

Unaudited Financial Statements

31 March 2022

Whiteside and Davies Accountants LIMITED

158 Cromwell Road

Salford

M6 6DE

Y.M.E.R CIO

Financial Statements

Year ended 31 March 2022

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Y.M.E.R CIO

Trustees' Annual Report

Year ended 31 March 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name	Y.M.E.R CIO
Charity registration number	1181160
Principal office	189 Golders Green Road London NW11 9BY

The trustees

Mr P Neiman
Mr J J Shapiro
Rabbi Yehuda Halpern

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

Y.M.E.R. CIO is constituted under a Foundation dated 1 August 2018. It is a registered charity with a charity number being 1181160. Recruitment and appointment of new trustees would be in line with the Trust Deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day-to-day affairs are undertaken by Rabbi Yehuda Halpern on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

The charity has established its grant making policy to achieve its objects for the public benefit. The charity invites applications for funding through contacting local philanthropists to contribute towards projects that both the trustees and the philanthropists feel are appropriate for the charity's objects. The policy is to assist in the furtherance of Jewish education and religion, relieve poverty, and to alleviate hardship wherever possible. Each application and request are considered on its own merit. The application of the funds by way of grants is to either institutions or individuals. The trustees consider they have met the public benefit test and outline these achievements below. The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

Y.M.E.R CIO

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

Structure, governance and management *(continued)*

Appointment of charity trustees

(1) Apart from the first charity trustees, every trustee must be appointed by a resolution passed at a properly convened meeting of the charity trustees. (2) In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Objectives and activities

1. The advancement of the orthodox Jewish faith in particular but not exclusively by making grants to individuals and/or religious educational institutions who/which further the advancement of the orthodox Jewish faith: - i. By educating young people in their religious obligations and thus enabling them to fulfil their religious duties and/or ii. By providing courses and other training to lead to rabbinical diplomas, teacher qualifications and other religious leaders and in particular but not exclusively to the schools known as Pardes House and Torah Vodaas in NW London and the Institute of Advanced Religious Studies in Jerusalem, Israel known as Yeshivath Maharash Engel Radomishl. 2. The relief of poverty by providing grants to individuals in need and/or charities, or other organisations working to prevent or relieve poverty and in particular but not exclusively for needy orphans and widows living in NW London and Israel.

Achievements and performance

The charity received £86,595 (2021 - £122,794) in donations during the year. In addition, the charity received investment income totalling £125,924 from investments made during the year and in 2021. During the year the charity invested £1,273,561 in two additional properties. The charity paid out £96,084 (2021 - £87,057) by way of grants and donations. There were no fundraising costs incurred during the year. There were no related party transactions in the reporting period. There was a net surplus in funds during the year amounting to £45,477 (2021 - £1,104,585).

Financial review

The trustees feel that the activity reflects the profile and standing within the local community. Overall, the year was a good one in terms of income generated from donations and grants paid out. The impact for future year's expenditure is self-evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

Plans for future periods

The trustees plan to continue raising funds for projects in line with the trust deed and pursue those objectives and projects with all the resources available to the charity.

Y.M.E.R CIO

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

The trustees' annual report was approved on 16 January 2023 and signed on behalf of the board of trustees by:

Rabbi Yehuda Halpern
Trustee

Y.M.E.R CIO

Independent Examiner's Report to the Trustees of Y.M.E.R CIO

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of Y.M.E.R CIO ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the charity, you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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



David Pollak
Independent Examiner

158 Cromwell Road
Salford
M6 6DE

Y.M.E.R CIO

Statement of Financial Activities

Year ended 31 March 2022

		2022		2021
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
		£	£	£
Income and endowments				
Donations and legacies	4	86,595	86,595	1,172,794
Other trading activities	5	2,550	2,550	–
Investment income	6	125,924	125,924	35,104
Total income		<u>215,069</u>	<u>215,069</u>	<u>1,207,898</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	69,642	69,642	14,205
Expenditure on charitable activities	8,9	99,950	99,950	89,108
Total expenditure		<u>169,592</u>	<u>169,592</u>	<u>103,313</u>
Net income and net movement in funds		<u>45,477</u>	<u>45,477</u>	<u>1,104,585</u>
Reconciliation of funds				
Total funds brought forward		1,635,656	1,635,656	531,071
Total funds carried forward		<u>1,681,133</u>	<u>1,681,133</u>	<u>1,635,656</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.

Y.M.E.R CIO

Statement of Financial Position

31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	15	2,634,444	1,355,909
Current assets			
Debtors	16	199	62,000
Cash at bank and in hand		40,832	219,247
		<u>41,031</u>	<u>281,247</u>
Creditors: amounts falling due within one year	17	<u>2,200</u>	<u>1,500</u>
Net current assets		<u>38,831</u>	<u>279,747</u>
Total assets less current liabilities		<u>2,673,275</u>	<u>1,635,656</u>
Creditors: amounts falling due after more than one year	18	<u>992,142</u>	<u>–</u>
Net assets		<u><u>1,681,133</u></u>	<u><u>1,635,656</u></u>
Funds of the charity			
Unrestricted funds		<u>1,681,133</u>	<u>1,635,656</u>
Total charity funds	19	<u><u>1,681,133</u></u>	<u><u>1,635,656</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 16 January 2023, and are signed on behalf of the board by:

Rabbi Yehuda Halpern
Trustee

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

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 189 GOLDERS GREEN ROAD, LONDON, NW11 9BY.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements 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.

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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

3. Accounting policies *(continued)*

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

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.

3. Accounting policies *(continued)***Impairment of fixed assets** *(continued)*

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.

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.

Y.M.E.R CIO

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	86,595	86,595	122,794	122,794
Gifts				
Gifts of assets	—	—	1,050,000	1,050,000
	<u>86,595</u>	<u>86,595</u>	<u>1,172,794</u>	<u>1,172,794</u>

5. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income	<u>2,550</u>	<u>2,550</u>	<u>—</u>	<u>—</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	108,962	108,962	12,093	12,093
Income from other investments	<u>16,962</u>	<u>16,962</u>	<u>23,011</u>	<u>23,011</u>
	<u>125,924</u>	<u>125,924</u>	<u>35,104</u>	<u>35,104</u>

7. Investment management costs

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Portfolio management	10,761	10,761	—	—
Property repairs and maintenance charges	4,717	4,717	—	—
Insurance	2,024	2,024	1,195	1,195
Legal and professional	27,524	27,524	13,010	13,010
Ground rent	1,173	1,173	—	—
Mortgage interest	21,845	21,845	—	—
Light and Heat	<u>1,598</u>	<u>1,598</u>	<u>—</u>	<u>—</u>
	<u>69,642</u>	<u>69,642</u>	<u>14,205</u>	<u>14,205</u>

Y.M.E.R CIO

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Grants and donations given	96,334	96,334	87,057	87,057
Support costs	3,616	3,616	2,051	2,051
	<u>99,950</u>	<u>99,950</u>	<u>89,108</u>	<u>89,108</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Grants and donations given	250	96,084	6	96,340	87,078
Governance costs	—	—	3,610	3,610	2,030
	<u>250</u>	<u>96,084</u>	<u>3,616</u>	<u>99,950</u>	<u>89,108</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2022 £	Total 2021 £
Finance costs	—	—	21
Governance costs	3,610	3,610	—
	<u>3,610</u>	<u>3,610</u>	<u>21</u>

11. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Grants to institutions	23,442	8,340
Grants to individuals		
Grants to individuals	72,642	78,717
Total grants	<u>96,084</u>	<u>87,057</u>

12. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	2,200	1,500
Other assurance services	1,410	530
	<u>3,610</u>	<u>2,030</u>

Y.M.E.R CIO

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

13. Staff costs

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

2022	2021
£	£

The average head count of employees during the year was Nil (2021: Nil).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

14. Trustee remuneration and expenses

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

15. Investments

	Investment properties £	Other investments £	Total £
Cost or valuation			
At 1 April 2021	1,200,000	155,909	1,355,909
Additions	1,273,561	4,974	1,278,535
At 31 March 2022	<u>2,473,561</u>	<u>160,883</u>	<u>2,634,444</u>
Carrying amount			
At 31 March 2022	<u>2,473,561</u>	<u>160,883</u>	<u>2,634,444</u>
At 31 March 2021	<u>1,200,000</u>	<u>155,909</u>	<u>1,355,909</u>

All investments shown above are held at valuation.

Investment properties

All investments shown above are held at valuation.

16. Debtors

	2022 £	2021 £
Prepayments and accrued income	<u>199</u>	<u>62,000</u>

17. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	<u>2,200</u>	<u>1,500</u>

Y.M.E.R CIO

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

18. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans and overdrafts	992,142	–

19. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021	Income £	Expenditure £	At 31 March 22 £
General funds	1,635,656	215,069	(169,592)	1,681,133

	At 1 April 2020	Income £	Expenditure £	At 31 March 21 £
General funds	531,071	1,207,898	(103,313)	1,635,656

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	2,634,444	2,634,444
Current assets	41,031	41,031
Creditors less than 1 year	(2,200)	(2,200)
Creditors greater than 1 year	(992,142)	(992,142)
Net assets	1,681,133	1,681,133

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,355,909	1,355,909
Current assets	281,247	281,247
Creditors less than 1 year	(1,500)	(1,500)
Creditors greater than 1 year	–	–
Net assets	1,635,656	1,635,656