

COMPANY REGISTRATION NUMBER: 13293150
CHARITY REGISTRATION NUMBER: 1197782

Chesed Avrohom & Raizel Limited
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2022

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Financial Statements

Period from 26 March 2021 to 31 March 2022

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Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

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

Period from 26 March 2021 to 31 March 2022

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 period ended 31 March 2022.

Reference and administrative details

Registered charity name Chesed Avrohom & Raizel Limited

Charity registration number 1197782

Company registration number 13293150

Principal office and registered office 51 Highfield Gardens
London
NW11 9HA

The trustees

J Emanuel
Mrs G Sanger
J Sanger

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
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Chesed Avrohom & Raizel Limited

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

Period from 26 March 2021 to 31 March 2022

Structure, governance and management

Chesed Avrohom & Raizel Limited is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 26 March 2021 as a company and the company number is 13293150. It was registered as a charity on 03 February 2022 with a charity number 1197782.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association 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 Mr J Sanger 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.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Chesed Avrohom & Raizel Limited

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

Period from 26 March 2021 to 31 March 2022

Objectives and activities

The objects of the charity are the advancement of religious activities according to the tenets of the Orthodox Jewish Faith; the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community.

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 religious activities when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity is funded by donations and intends to buy an investment property in the coming year to enable it to better match its expenditure to incoming resources. The charity gives out grants in line with the above objects.

Grants made during the year to institutions are as detailed in the accounts.

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.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

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

Achievements and performance

The charity received £508,999 in donations during the year of which £9,585 was paid out by way of grants, and support costs. These grants were made in line with the stated objects of the charity and were for relief of poverty and educational purposes.

The charity has low governance costs comprising professional fees.

Grants over £1,000 made during the year to institutions are as detailed in the accounts.

There were no material fundraising costs during the year.

Related party transactions are disclosed as applicable in the notes to the accounts.

There was net income and net movement in funds for the year amounting to £499,414.

Chesed Avrohom & Raizel Limited

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

Period from 26 March 2021 to 31 March 2022

Financial review

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the limited financial obligations of the charity, the trustees have resolved to maintain a minimum reserve roughly equal to the net current assets of the charity.

The trustees are delighted to have made contributions to the community as a result of this income and hope to be able to do so for many years to come.

The free reserves stand at £499,414, being the net current assets of the charity, all of which are unrestricted.

Events after the end of the reporting period

Particulars of events after the reporting date are detailed in note 18 to the financial statements.

The trustees' annual report and the strategic report were approved on 8 December 2022 and signed on behalf of the board of trustees by:

J Sanger

Trustee

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Chesed Avrohom & Raizel Limited

Period from 26 March 2021 to 31 March 2022

I report to the trustees on my examination of the financial statements of Chesed Avrohom & Raizel Limited ('the charity') for the period ended 31 March 2022.

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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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).

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Chesed Avrohom & Raizel Limited *(continued)*

Period from 26 March 2021 to 31 March 2022

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.

Mr Howard Schwalbe ACA
Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

8 Dec 22

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Period from 26 March 2021 to 31 March 2022

		Period from 26 Mar 21 to 31 Mar 22	
	Note	Unrestricted funds £	Total funds £
Income and endowments			
Donations and legacies	5	508,999	508,999
Total income		<u>508,999</u>	<u>508,999</u>
Expenditure			
Expenditure on charitable activities	6,7	9,585	9,585
Total expenditure		<u>9,585</u>	<u>9,585</u>
Net income and net movement in funds		<u>499,414</u>	<u>499,414</u>
Reconciliation of funds			
Total funds brought forward		—	—
Total funds carried forward		<u>499,414</u>	<u>499,414</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 15 form part of these financial statements.

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2022

	Note	31 Mar 22 £
Current assets		
Debtors	13	500,000
Cash at bank and in hand		1,814
		<u>501,814</u>
Creditors: amounts falling due within one year	14	<u>2,400</u>
Net current assets		<u>499,414</u>
Total assets less current liabilities		<u>499,414</u>
Net assets		<u><u>499,414</u></u>
Funds of the charity		
Unrestricted funds		499,414
Total charity funds	15	<u><u>499,414</u></u>

For the period ending 31 March 2022 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 period 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 8 Dec 22, and are signed on behalf of the board by:

J Sanger
Trustee

The notes on pages 10 to 15 form part of these financial statements.

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Statement of Cash Flows

Period from 26 March 2021 to 31 March 2022

	31 Mar 22
	£
Cash flows from operating activities	
Net income	499,414
<i>Adjustments for:</i>	
Accrued expenses	2,400
<i>Changes in:</i>	
Trade and other debtors	(500,000)
Cash generated from operations	<u>1,814</u>
Net cash from operating activities	<u><u>1,814</u></u>
Net increase in cash and cash equivalents	1,814
Cash and cash equivalents at beginning of period	<u>—</u>
Cash and cash equivalents at end of period	<u><u>1,814</u></u>

The notes on pages 10 to 15 form part of these financial statements.

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Notes to the Financial Statements

Period from 26 March 2021 to 31 March 2022

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 51 Highfield Gardens, London, NW11 9HA.

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 did not require management to make judgements, estimates or assumptions that affect the amounts reported.

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.

Chesed Avrohom & Raizel Limited

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Notes to the Financial Statements *(continued)*

Period from 26 March 2021 to 31 March 2022

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.

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.

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Period from 26 March 2021 to 31 March 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

4. Limited by guarantee

Chesed Avrohom & Reizel Limited is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £
Donations		
Donations	508,999	508,999

Chesed Avrohom & Raizel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Period from 26 March 2021 to 31 March 2022

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds
	£	2022 £
Charitable Grants	6,000	6,000
Support costs	3,585	3,585
	<u>9,585</u>	<u>9,585</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities	Support costs	Total funds
	£	£	2022 £
Charitable Grants	6,000	60	6,060
Governance costs	—	3,525	3,525
	<u>6,000</u>	<u>3,585</u>	<u>9,585</u>

8. Analysis of support costs

	Support Costs	Total 2022
	£	£
General office	60	60
Governance costs	3,525	3,525
	<u>3,585</u>	<u>3,585</u>

9. Analysis of grants

	Period from 26 Mar 21 to 31 Mar 22 £
Grants to institutions	
Shiras Devorah Limited	1,000
United Talmudical Associates Limited	5,000
	<u>6,000</u>
Total grants	<u>6,000</u>

Chesed Avrohom & Raizel Limited

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Notes to the Financial Statements *(continued)*

Period from 26 March 2021 to 31 March 2022

10. Independent examination fees

	Period from 26 Mar 21 to 31 Mar 22 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,400</u>

11. Staff costs

The average head count of employees during the period was Nil.

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

12. Trustee remuneration and expenses

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

13. Debtors

	31 Mar 22 £
Other debtors	<u>500,000</u>

14. Creditors: amounts falling due within one year

	31 Mar 22 £
Accruals and deferred income	<u>2,400</u>

15. Analysis of charitable funds

Unrestricted funds

	At 26 Mar 2021 £	Income £	Expenditure £	At 31 Mar 2022 £
General funds	<u>—</u>	<u>508,999</u>	<u>(9,585)</u>	<u>499,414</u>

Chesed Avrohom & Raizel Limited

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Notes to the Financial Statements *(continued)*

Period from 26 March 2021 to 31 March 2022

16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Current assets	501,814	501,814
Creditors less than 1 year	(2,400)	(2,400)
Net assets	<u>499,414</u>	<u>499,414</u>

17. Analysis of changes in net debt

	At 26 Mar 2021 £	Cash flows £	At 31 Mar 2022 £
Cash at bank and in hand	<u>—</u>	<u>1,814</u>	<u>1,814</u>

18. Events after the end of the reporting period

On the 04 July 2022, the charity purchased an investment property at a cost of £1,279,454.

19. Related parties

Mr J Sanger and Mrs G Sanger, trustees of Chesed Avrohom & Raizel Limited, are also Directors, and together represent a 50% shareholding in Bindale Limited. During the period Bindale Limited donated £509,000 to Chesed Avrohom & Raizel Limited.

20. Taxation

Chesed Avrohom & Raizel Limited is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.