

# THE TALMUD TORAH MACHZIKEI HADASS TRUST

England & Wales · Charity number 270693

## Details

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|             |                                                         |
|-------------|---------------------------------------------------------|
| Other names | TTMH TRUST                                              |
| Status      | Registered                                              |
| Legal form  | Other                                                   |
| Registered  | 1976-01-07                                              |
| Register    | <a href="#">View on the Charity Commission register</a> |

## Contact

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|         |                                                            |
|---------|------------------------------------------------------------|
| Address | 34<br>Heathland Rd<br>London<br>N16 5LZ                    |
| Phone   | 02088027862                                                |
| Email   | <a href="mailto:mrb@swartons.co.uk">mrb@swartons.co.uk</a> |

## Activities

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**Objects:** THE FURTHERANCE OF ORTHODOX JEWISH RELIGIOUS EDUCATION AND THE PROMOTION OF THE ORTHODOX JEWISH RELIGION IN ANY PART OF THE WORLD IN SUCH MANNER AS THE TRUSTEES SHALL IN THEIR ABSOLUTE DISCRETION FROM TIME TO TIME DETERMINE.

**Activities:** the advancement of orthodox Jewish religious education, and the promotion of the orthodox jewish religion

## Classification

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- **How:** Makes Grants To Organisations, Provides Buildings/facilities/open Space
- **What:** Education/training, Religious Activities
- **Who:** Children/young People

### Geography

- Hackney

### Finances

| Period end | Income   | Expenditure | Assets      | Employees |
|------------|----------|-------------|-------------|-----------|
| 2025-03-31 | £768,143 | £772,755    | £15,256,263 | 0         |
| 2024-03-31 | £736,449 | £724,713    | £15,260,875 | 0         |
| 2023-03-31 | £805,725 | £798,581    | £15,249,139 | 0         |
| 2022-03-31 | £907,518 | £758,983    | £15,241,995 | 0         |
| 2021-03-31 | £688,132 | £508,992    | £15,093,460 | 0         |

### Trustees

| Name                         | Role | Appointed  |
|------------------------------|------|------------|
| JEHUDAH BAUMGARTEN           |      |            |
| MORDECHAJ JAAKOW WIND        |      | 2016-04-01 |
| YITZCHOK MENACHEM STERNLICHT |      |            |

**THE TALMUD TORAH MACHZIKEI HADASS TRUST**

England & Wales - Charity number 270693

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# Accounts

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**REGISTERED CHARITY NUMBER: 270693**

**Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2025  
for  
The Talmud Torah Machzikei Hadass Trust**

Martin+Heller  
Chartered Accountants  
and Registered Auditor

## **The Talmud Torah Machzikei Hadass Trust**

### **Report of the Trustees for the Year Ended 31 March 2025**

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The trustees present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2019).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The charity was formed for the advancement of orthodox Jewish religious education, and the promotion of the orthodox Jewish religion in any part of the world. To this end the charity has made various grants in the year under review.

##### **Public benefit**

The Trustees confirm their compliance with the duty to have due regard to the Public Benefit guidance published by the Charity Commission when reviewing the Charity's aims and objectives in planning future activities.

#### **ACHIEVEMENTS AND PERFORMANCE**

During the year the charity continued to raise funds, and apply the funds in furtherance of its objectives. The new school building has been completed since the balance sheet date and is now in occupation.

#### **FINANCIAL REVIEW**

During the year, the charity's incoming resources exceeded the outgoing resources. The trustees are satisfied with the results for the year. The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is constituted and governed by a Trust Deed dated 12 July 1975. The charity is managed and controlled by the trustees, who meet regularly.

##### **Recruitment, Induction and Training:**

It is not the intention of the trustees of the charity to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

##### **Risk management**

The trustees have identified and reviewed the major risks to which the charity is exposed. Both manual and automated checks are regularly invoked, particularly those relating to the operations and finance of the charity. The trustees are satisfied that these systems and procedures mitigate any perceived risks.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Charity number**

270693

##### **Principal address**

34 Heathland Road  
London  
N16 5LZ

##### **Trustees**

J Baumgarten  
Y M Sternlicht  
M J Wind

##### **Auditors**

Martin+Heller  
Chartered Accountants  
and Registered Auditor

**The Talmud Torah Machzikei Hadass Trust**

**Report of the Trustees  
for the Year Ended 31 March 2025**

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**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and The Charity (Accounts and Reports) Regulations 2008. 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.

Approved by order of the board of trustees on ..... 30 JAN 26 ..... and signed on its behalf by:

.....  
M J Wind - Trustee

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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**Opinion**

We have audited the financial statements of The Talmud Torah Machzikei Hadass Trust (the 'charity') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of its incoming resources and application of resources, 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 Charities Act 2011.

**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 Auditors' 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We assess compliance with applicable laws and regulations that could reasonably be expected to have a material effect on the financial statements. The key laws and regulations we have considered in this context included the Charities SORP (FRS 102). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above. We discussed with management the extent of compliance with those laws and regulations as part of our audit procedures.

- We address the risk of fraud through management override of controls, by obtaining an understanding of internal control and by designing audit procedures that are appropriate and sufficient. We evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and judgements made by management. We identified and assessed any significant transactions that are unusual or outside the normal course of business, and we incorporated testing of manual journal entries and corrections into our audit approach.

- Our audit procedures were designed to identify and assess risks of material misstatement in the financial statements, whether due to fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or management override of controls. We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit. The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognize non-compliance with laws and regulations.

- There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion. Our responsibility is to conclude whether the financial statements represent the underlying financial position and activities of the charity and to ensure that the overall content and presentation of the financial statements gives a fair view.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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**Use of our report**

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



Martin+Heller  
Chartered Accountants  
and Registered Auditor

Date: ..... 30 JAN 2026 .....

**The Talmud Torah Machzikei Hadass Trust**

**Statement of Financial Activities  
for the Year Ended 31 March 2025**

|                                    |       | 31.3.25<br>Unrestricted<br>fund<br>£ | 31.3.24<br>Total funds<br>£ |
|------------------------------------|-------|--------------------------------------|-----------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  | Notes |                                      |                             |
| Donations and legacies             | 2     | 172,143                              | 59,249                      |
| Investment income                  | 3     | 596,000                              | 677,200                     |
| <b>Total</b>                       |       | <u>768,143</u>                       | <u>736,449</u>              |
| <b>EXPENDITURE ON</b>              |       |                                      |                             |
| <b>Charitable activities</b>       | 4     |                                      |                             |
| Donations                          |       | 137,402                              | 51,750                      |
| Other                              |       | 635,353                              | 672,963                     |
| <b>Total</b>                       |       | <u>772,755</u>                       | <u>724,713</u>              |
| <b>NET INCOME/(EXPENDITURE)</b>    |       | (4,612)                              | 11,736                      |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                      |                             |
| Total funds brought forward        |       | 15,260,875                           | 15,249,139                  |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u>15,256,263</u>                    | <u>15,260,875</u>           |

The notes form part of these financial statements

**The Talmud Torah Machzikei Hadass Trust**

**Balance Sheet  
31 March 2025**

|                                              |       | 31.3.25<br>Unrestricted<br>fund<br>£ | 31.3.24<br>Total funds<br>£ |
|----------------------------------------------|-------|--------------------------------------|-----------------------------|
|                                              | Notes |                                      |                             |
| <b>FIXED ASSETS</b>                          |       |                                      |                             |
| Tangible assets                              | 9     | 41,964                               | 52,455                      |
| Investment property                          | 10    | 23,639,313                           | 23,443,334                  |
|                                              |       | <u>23,681,277</u>                    | <u>23,495,789</u>           |
| <b>CURRENT ASSETS</b>                        |       |                                      |                             |
| Debtors                                      | 11    | 338,448                              | 338,448                     |
| Cash at bank                                 |       | 34,278                               | 18,226                      |
|                                              |       | <u>372,726</u>                       | <u>356,674</u>              |
| <b>CREDITORS</b>                             |       |                                      |                             |
| Amounts falling due within one year          | 12    | (1,461,751)                          | (1,412,489)                 |
| <b>NET CURRENT ASSETS</b>                    |       | <u>(1,089,025)</u>                   | <u>(1,055,815)</u>          |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | <u>22,592,252</u>                    | <u>22,439,974</u>           |
| <b>CREDITORS</b>                             |       |                                      |                             |
| Amounts falling due after more than one year | 13    | (7,335,989)                          | (7,179,099)                 |
| <b>NET ASSETS</b>                            |       | <u>15,256,263</u>                    | <u>15,260,875</u>           |
| <b>FUNDS</b>                                 | 15    |                                      |                             |
| Unrestricted funds                           |       | 15,256,263                           | 15,260,875                  |
| <b>TOTAL FUNDS</b>                           |       | <u>15,256,263</u>                    | <u>15,260,875</u>           |

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on its behalf by:

30 Jan 2026

.....  
M J Wind - Trustee

**The Talmud Torah Machzikei Hadass Trust**

**Cash Flow Statement  
for the Year Ended 31 March 2025**

|                                                                     | Notes | 31.3.25<br>£     | 31.3.24<br>£    |
|---------------------------------------------------------------------|-------|------------------|-----------------|
| <b>Cash flows from operating activities</b>                         |       |                  |                 |
| Cash generated from operations                                      | 1     | 663,907          | 793,327         |
| Interest paid                                                       |       | (608,141)        | (642,448)       |
| Net cash provided by operating activities                           |       | <u>55,766</u>    | <u>150,879</u>  |
| <b>Cash flows from investing activities</b>                         |       |                  |                 |
| Purchase of investment property                                     |       | (195,979)        | (69,708)        |
| Net cash used in investing activities                               |       | <u>(195,979)</u> | <u>(69,708)</u> |
| <b>Cash flows from financing activities</b>                         |       |                  |                 |
| New loans in year                                                   |       | 156,890          | -               |
| Loan repayments in year                                             |       | -                | (24,271)        |
| Net cash provided by/(used in) financing activities                 |       | <u>156,890</u>   | <u>(24,271)</u> |
| <b>Change in cash and cash equivalents in the reporting period</b>  |       |                  |                 |
| Cash and cash equivalents at the beginning of the reporting period  | 2     | 16,677           | 56,900          |
|                                                                     |       | <u>17,601</u>    | <u>(39,299)</u> |
| <b>Cash and cash equivalents at the end of the reporting period</b> | 2     | <u>34,278</u>    | <u>17,601</u>   |

The notes form part of these financial statements

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Cash Flow Statement  
for the Year Ended 31 March 2025**

**1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                                                                                  | 31.3.25<br>£   | 31.3.24<br>£   |
|--------------------------------------------------------------------------------------------------|----------------|----------------|
| Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities) | (4,612)        | 11,736         |
| Adjustments for:                                                                                 |                |                |
| Depreciation charges                                                                             | 10,491         | 13,113         |
| Interest paid                                                                                    | 608,141        | 642,448        |
| Decrease in debtors                                                                              | -              | 42,468         |
| Increase in creditors                                                                            | 49,887         | 83,562         |
| <b>Net cash provided by operations</b>                                                           | <b>663,907</b> | <b>793,327</b> |

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

|                                                                              | 31.3.25<br>£  | 31.3.24<br>£  |
|------------------------------------------------------------------------------|---------------|---------------|
| Notice deposits (less than 3 months)                                         | 34,278        | 18,226        |
| Overdrafts included in bank loans and overdrafts falling due within one year | -             | (625)         |
| <b>Total cash and cash equivalents</b>                                       | <b>34,278</b> | <b>17,601</b> |

**3. ANALYSIS OF CHANGES IN NET DEBT**

|                                 | At 1/4/24<br>£     | Cash flow<br>£   | At 31/3/25<br>£    |
|---------------------------------|--------------------|------------------|--------------------|
| <b>Net cash</b>                 | <b>18,226</b>      | <b>16,052</b>    | <b>34,278</b>      |
| Cash at bank                    | (625)              | 625              | -                  |
| Bank overdraft                  | <u>17,601</u>      | <u>16,677</u>    | <u>34,278</u>      |
| <b>Debt</b>                     | <b>(501,332)</b>   | <b>-</b>         | <b>(501,332)</b>   |
| Debts falling due within 1 year | (7,179,099)        | (156,890)        | (7,335,989)        |
| Debts falling due after 1 year  | <u>(7,680,431)</u> | <u>(156,890)</u> | <u>(7,837,321)</u> |
| <b>Total</b>                    | <b>(7,662,830)</b> | <b>(140,213)</b> | <b>(7,803,043)</b> |

The notes form part of these financial statements

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles - 20% reducing balance basis

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025**

**2. DONATIONS AND LEGACIES**

|           | 31.3.25        | 31.3.24       |
|-----------|----------------|---------------|
|           | £              | £             |
| Donations | <u>172,143</u> | <u>59,249</u> |

**3. INVESTMENT INCOME**

|                | 31.3.25        | 31.3.24        |
|----------------|----------------|----------------|
|                | £              | £              |
| Rents received | <u>596,000</u> | <u>677,200</u> |

**4. CHARITABLE ACTIVITIES COSTS**

|           |  | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ |
|-----------|--|-----------------------------------------------------------|
| Donations |  | <u>137,402</u>                                            |

**5. GRANTS PAYABLE**

|                              | 31.3.25        | 31.3.24        |
|------------------------------|----------------|----------------|
|                              | £              | £              |
| Donations                    | <u>137,402</u> | <u>51,750</u>  |
| Dover Sholem Community Trust |                | 56,025         |
| Moreshet Hatorah Ltd         |                | 79,997         |
| Yedidim Association Ltd      |                | 1,380          |
|                              |                | <u>137,402</u> |

**6. SUPPORT COSTS**

|                          | Governance<br>costs<br>£ |
|--------------------------|--------------------------|
| Other resources expended | <u>624,862</u>           |

**7. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**The Talmud Torah Machzikei Hadass Trust**  
**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2025**

**8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

|                                    | Unrestricted<br>fund<br>£ |
|------------------------------------|---------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  |                           |
| Donations and legacies             | 59,249                    |
| Investment income                  | 677,200                   |
| <b>Total</b>                       | <u>736,449</u>            |
| <b>EXPENDITURE ON</b>              |                           |
| Charitable activities              |                           |
| Donations                          | 51,750                    |
| Other                              | 672,963                   |
| <b>Total</b>                       | <u>724,713</u>            |
| <b>NET INCOME</b>                  | 11,736                    |
| <b>RECONCILIATION OF FUNDS</b>     |                           |
| Total funds brought forward        | 15,249,139                |
| <b>TOTAL FUNDS CARRIED FORWARD</b> | <u>15,260,875</u>         |

**9. TANGIBLE FIXED ASSETS**

|                                   | Motor<br>vehicles<br>£ |
|-----------------------------------|------------------------|
| <b>COST</b>                       |                        |
| At 1 April 2024 and 31 March 2025 | 91,040                 |
| <b>DEPRECIATION</b>               |                        |
| At 1 April 2024                   |                        |
| Charge for year                   | 38,585                 |
| At 31 March 2025                  | 10,491                 |
| <b>NET BOOK VALUE</b>             | <u>49,076</u>          |
| At 31 March 2025                  |                        |
| At 31 March 2024                  | 41,964                 |
|                                   | <u>52,455</u>          |

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025**

**10. INVESTMENT PROPERTY**

£

**FAIR VALUE**

At 1 April 2024

Additions

23,563,334

195,979

23,759,313

At 31 March 2025

**AMORTISATION**

At 1 April 2024

and 31 March 2025

120,000

**NET BOOK VALUE**

At 31 March 2025

23,639,313

At 31 March 2024

23,443,334

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

31.3.25

£

31.3.24

£

206,580

206,580

Other debtors

131,868

131,868

Prepayments and accrued income

338,448

338,448

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

31.3.25

£

31.3.24

£

501,332

501,957

Bank loans and overdrafts (see note 14)

104,774

57,207

Trade creditors

855,645

853,325

Other creditors

1,461,751

1,412,489

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

31.3.25

£

31.3.24

£

7,335,989

7,179,099

Bank loans (see note 14)

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025**

**14. LOANS**

An analysis of the maturity of loans is given below:

|                                                 | 31.3.25<br>£     | 31.3.24<br>£     |
|-------------------------------------------------|------------------|------------------|
| Amounts falling due within one year on demand:  |                  |                  |
| Bank overdrafts                                 | -                | 625              |
| Bank loans                                      | 501,332          | 501,332          |
|                                                 | <u>501,332</u>   | <u>501,957</u>   |
| Amounts falling between one and two years:      |                  |                  |
| Bank loans - 1-2 years                          | 501,332          | 501,332          |
|                                                 | <u>501,332</u>   | <u>501,332</u>   |
| Amounts falling due between two and five years: |                  |                  |
| Bank loans - 2-5 years                          | 1,483,295        | 1,489,644        |
|                                                 | <u>1,483,295</u> | <u>1,489,644</u> |
| Amounts falling due in more than five years:    |                  |                  |
| Repayable by instalments:                       |                  |                  |
| Bank loans more 5 yr by instal                  | 5,351,362        | 5,188,123        |

**15. MOVEMENT IN FUNDS**

|                    | At 1/4/24<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/25<br>£   |
|--------------------|-------------------|----------------------------------|-------------------|
| Unrestricted funds |                   |                                  |                   |
| General fund       | 15,260,875        | (4,612)                          | 15,256,263        |
| <b>TOTAL FUNDS</b> | <u>15,260,875</u> | <u>(4,612)</u>                   | <u>15,256,263</u> |

Net movement in funds, included in the above are as follows:

|                    | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|--------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds |                            |                            |                           |
| General fund       | 768,143                    | (772,755)                  | (4,612)                   |
| <b>TOTAL FUNDS</b> | <u>768,143</u>             | <u>(772,755)</u>           | <u>(4,612)</u>            |

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025**

**15. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

|                           | At 1/4/23<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/24<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,249,139        | 11,736                           | 15,260,875        |
| <b>TOTAL FUNDS</b>        | <u>15,249,139</u> | <u>11,736</u>                    | <u>15,260,875</u> |

Comparative net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 736,449                    | (724,713)                  | 11,736                    |
| <b>TOTAL FUNDS</b>        | <u>736,449</u>             | <u>(724,713)</u>           | <u>11,736</u>             |

A current year 12 months and prior year 12 months combined position is as follows:

|                           | At 1/4/23<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/25<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,249,139        | 7,124                            | 15,256,263        |
| <b>TOTAL FUNDS</b>        | <u>15,249,139</u> | <u>7,124</u>                     | <u>15,256,263</u> |

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 1,504,592                  | (1,497,468)                | 7,124                     |
| <b>TOTAL FUNDS</b>        | <u>1,504,592</u>           | <u>(1,497,468)</u>         | <u>7,124</u>              |

**16. RELATED PARTY DISCLOSURES**

Donations made by the charity include the following amounts which were donated to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |        |
|------------------------------|--------|
| Dover Sholem Community Trust | 56,025 |
| Moreshet Hatorah Ltd         | 79,997 |
| Yedidim Association Ltd      | 1,380  |

Donations received by the charity include the following amounts which were received from charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |        |
|------------------------------|--------|
| Belz Foundation Ltd          | 3,281  |
| Cosmon (Belz) Ltd            | 1,000  |
| Dover Sholem Community Trust | 44,465 |
| Moreshet Hatorah Ltd         | 1,353  |
| Yedidim Association Ltd      | 26,570 |

Other creditors include the following loans due to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 747,525 |
| Belz Foundation Ltd          | 20,000  |
| Dover Sholem Community Trust | 80,000  |

**THE TALMUD TORAH MACHZIKEI HADASS TRUST**

England & Wales - Charity number 270693

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# Accounts

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**Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2024  
for  
The Talmud Torah Machzikei Hadass Trust**

Martin+Heller  
Chartered Accountants  
and Registered Auditor  
5 North End Road  
London  
NW11 7RJ

**The Talmud Torah Machzikei Hadass Trust**

**Contents of the Financial Statements  
for the Year Ended 31 March 2024**

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# **The Talmud Torah Machzikei Hadass Trust**

## **Report of the Trustees for the Year Ended 31 March 2024**

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The trustees present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2019).

### **OBJECTIVES AND ACTIVITIES**

#### **Objectives and aims**

The charity was formed for the advancement of orthodox Jewish religious education, and the promotion of the orthodox Jewish religion in any part of the world. To this end the charity has made various grants in the year under review.

#### **Public benefit**

The Trustees confirm their compliance with the duty to have due regard to the Public Benefit guidance published by the Charity Commission when reviewing the Charity's aims and objectives in planning future activities.

### **ACHIEVEMENT AND PERFORMANCE**

During the year the charity continued to raise funds, and apply the funds in furtherance of its objectives. The new school building has been completed since the balance sheet date and is now in occupation.

### **FINANCIAL REVIEW**

During the year, the charity's incoming resources exceeded the outgoing resources. The trustees are satisfied with the results for the year. The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is constituted and governed by a Trust Deed dated 12 July 1975. The charity is managed and controlled by the trustees, who meet regularly

#### **Recruitment, Induction and Training:**

It is not the intention of the trustees of the charity to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

#### **Risk management**

The trustees have identified and reviewed the major risks to which the charity is exposed. Both manual and automated checks are regularly invoked, particularly those relating to the operations and finance of the charity. The trustees are satisfied that these systems and procedures mitigate any perceived risks.

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Registered Charity number**

270693

#### **Principal address**

34 Heathland Road  
London  
N16 5LZ

#### **Trustees**

J Baumgarten  
Y M Sternlicht  
M J Wind

**Report of the Trustees  
for the Year Ended 31 March 2024**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Martin+Heller  
Chartered Accountants  
and Registered Auditor  
5 North End Road  
London  
NW11 7RJ

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on 30 January 2025 and signed on its behalf by:

J Baumgarten - Trustee

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

---

### **Opinion**

We have audited the financial statements of The Talmud Torah Machzikei Hadass Trust (the 'charity') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2024 and of its incoming resources and application of resources, 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 Charities Act 2011.

### **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 Auditors' 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

---

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We assess compliance with applicable laws and regulations that could reasonably be expected to have a material effect on the financial statements. The key laws and regulations we have considered in this context included the Charities SORP (FRS 102). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above. We discussed with management the extent of compliance with those laws and regulations as part of our audit procedures.

- We address the risk of fraud through management override of controls, by obtaining an understanding of internal control and by designing audit procedures that are appropriate and sufficient. We evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and judgements made by management. We identified and assessed any significant transactions that are unusual or outside the normal course of business, and we incorporated testing of manual journal entries and corrections into our audit approach.

- Our audit procedures were designed to identify and assess risks of material misstatement in the financial statements, whether due to fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or management override of controls. We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit. The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognize non-compliance with laws and regulations.

- There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion. Our responsibility is to conclude whether the financial statements represent the underlying financial position and activities of the charity and to ensure that the overall content and presentation of the financial statements gives a fair view.

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

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A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

### **Use of our report**

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

Martin+Heller  
Chartered Accountants  
and Registered Auditor  
5 North End Road  
London  
NW11 7RJ

30 January 2025

**The Talmud Torah Machzikei Hadass Trust**

**Statement of Financial Activities  
for the Year Ended 31 March 2024**

|                                    |       | 31.3.24<br>Unrestricted<br>fund<br>£ | 31.3.23<br>Total funds<br>£ |
|------------------------------------|-------|--------------------------------------|-----------------------------|
|                                    | Notes |                                      |                             |
| <b>INCOME AND ENDOWMENTS FROM</b>  |       |                                      |                             |
| Donations and legacies             | 2     | 59,249                               | 131,829                     |
| Investment income                  | 3     | 677,200                              | 673,896                     |
| <b>Total</b>                       |       | <u>736,449</u>                       | <u>805,725</u>              |
| <b>EXPENDITURE ON</b>              |       |                                      |                             |
| <b>Charitable activities</b>       | 4     |                                      |                             |
| Donations                          |       | 51,750                               | 337,832                     |
| Other                              |       | 672,963                              | 460,749                     |
| <b>Total</b>                       |       | <u>724,713</u>                       | <u>798,581</u>              |
| <b>NET INCOME</b>                  |       | 11,736                               | 7,144                       |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                      |                             |
| Total funds brought forward        |       | 15,249,139                           | 15,241,995                  |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u>15,260,875</u>                    | <u>15,249,139</u>           |

The notes form part of these financial statements

**The Talmud Torah Machzikei Hadass Trust**

**Balance Sheet**  
**31 March 2024**

|                                              |       | 31.3.24            | 31.3.23           |
|----------------------------------------------|-------|--------------------|-------------------|
|                                              |       | Unrestricted       | Total funds       |
|                                              | Notes | fund               |                   |
|                                              |       | £                  | £                 |
| <b>FIXED ASSETS</b>                          |       |                    |                   |
| Tangible assets                              | 9     | 52,455             | 65,568            |
| Investment property                          | 10    | 23,443,334         | 23,373,626        |
|                                              |       | <u>23,495,789</u>  | <u>23,439,194</u> |
| <b>CURRENT ASSETS</b>                        |       |                    |                   |
| Debtors                                      | 11    | 338,448            | 380,916           |
| Cash at bank                                 |       | 18,226             | 1,522             |
|                                              |       | <u>356,674</u>     | <u>382,438</u>    |
| <b>CREDITORS</b>                             |       |                    |                   |
| Amounts falling due within one year          | 12    | (1,412,489)        | (1,369,123)       |
| <b>NET CURRENT ASSETS</b>                    |       | <u>(1,055,815)</u> | <u>(986,685)</u>  |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 22,439,974         | 22,452,509        |
| <b>CREDITORS</b>                             |       |                    |                   |
| Amounts falling due after more than one year | 13    | (7,179,099)        | (7,203,370)       |
| <b>NET ASSETS</b>                            |       | <u>15,260,875</u>  | <u>15,249,139</u> |
| <b>FUNDS</b>                                 | 15    |                    |                   |
| Unrestricted funds                           |       | 15,260,875         | 15,249,139        |
| <b>TOTAL FUNDS</b>                           |       | <u>15,260,875</u>  | <u>15,249,139</u> |

The financial statements were approved by the Board of Trustees and authorised for issue on 30 January 2025 and were signed on its behalf by:

J Baumgarten - Trustee

**The Talmud Torah Machzikei Hadass Trust**

**Cash Flow Statement  
for the Year Ended 31 March 2024**

|                                                                           | Notes | 31.3.24<br>£         | 31.3.23<br>£           |
|---------------------------------------------------------------------------|-------|----------------------|------------------------|
| <b>Cash flows from operating activities</b>                               |       |                      |                        |
| Cash generated from operations                                            | 1     | 793,327              | 148,623                |
| Interest paid                                                             |       | (642,448)            | (401,633)              |
| Net cash provided by/(used in) operating activities                       |       | <u>150,879</u>       | <u>(253,010)</u>       |
| <b>Cash flows from investing activities</b>                               |       |                      |                        |
| Purchase of tangible fixed assets                                         |       | -                    | (45,640)               |
| Purchase of investment property                                           |       | (69,708)             | (114,458)              |
| Interest received                                                         |       | -                    | 13                     |
| Net cash used in investing activities                                     |       | <u>(69,708)</u>      | <u>(160,085)</u>       |
| <b>Cash flows from financing activities</b>                               |       |                      |                        |
| New loans in year                                                         |       | -                    | 361,823                |
| Loan repayments in year                                                   |       | (24,271)             | -                      |
| Net cash (used in)/provided by financing activities                       |       | <u>(24,271)</u>      | <u>361,823</u>         |
| <b>Change in cash and cash equivalents in the reporting period</b>        |       | <u>56,900</u>        | <u>(51,272)</u>        |
| <b>Cash and cash equivalents at the beginning of the reporting period</b> | 2     | <u>(39,299)</u>      | <u>11,973</u>          |
| <b>Cash and cash equivalents at the end of the reporting period</b>       | 2     | <u><u>17,601</u></u> | <u><u>(39,299)</u></u> |

The notes form part of these financial statements

**Notes to the Cash Flow Statement  
for the Year Ended 31 March 2024**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                                                                           | 31.3.24        | 31.3.23        |
|-------------------------------------------------------------------------------------------|----------------|----------------|
|                                                                                           | £              | £              |
| <b>Net income for the reporting period (as per the Statement of Financial Activities)</b> | 11,736         | 7,144          |
| <b>Adjustments for:</b>                                                                   |                |                |
| Depreciation charges                                                                      | 13,113         | 16,392         |
| Interest received                                                                         | -              | (13)           |
| Interest paid                                                                             | 642,448        | 401,633        |
| Decrease/(increase) in debtors                                                            | 42,468         | (138,517)      |
| Increase/(decrease) in creditors                                                          | 83,562         | (138,016)      |
| <b>Net cash provided by operations</b>                                                    | <u>793,327</u> | <u>148,623</u> |

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

|                                                                              | 31.3.24       | 31.3.23         |
|------------------------------------------------------------------------------|---------------|-----------------|
|                                                                              | £             | £               |
| Notice deposits (less than 3 months)                                         | 18,226        | 1,522           |
| Overdrafts included in bank loans and overdrafts falling due within one year | (625)         | (40,821)        |
| <b>Total cash and cash equivalents</b>                                       | <u>17,601</u> | <u>(39,299)</u> |

**3. ANALYSIS OF CHANGES IN NET DEBT**

|                                 | At 1/4/23          | Cash flow     | At 31/3/24         |
|---------------------------------|--------------------|---------------|--------------------|
|                                 | £                  | £             | £                  |
| <b>Net cash</b>                 |                    |               |                    |
| Cash at bank                    | 1,522              | 16,704        | 18,226             |
| Bank overdraft                  | (40,821)           | 40,196        | (625)              |
|                                 | <u>(39,299)</u>    | <u>56,900</u> | <u>17,601</u>      |
| <b>Debt</b>                     |                    |               |                    |
| Debts falling due within 1 year | (501,332)          | -             | (501,332)          |
| Debts falling due after 1 year  | (7,203,370)        | 24,271        | (7,179,099)        |
|                                 | <u>(7,704,702)</u> | <u>24,271</u> | <u>(7,680,431)</u> |
| <b>Total</b>                    | <u>(7,744,001)</u> | <u>81,171</u> | <u>(7,662,830)</u> |

**Notes to the Financial Statements  
for the Year Ended 31 March 2024**

---

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles - 20% reducing balance basis

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024**

**2. DONATIONS AND LEGACIES**

|           | 31.3.24       | 31.3.23        |
|-----------|---------------|----------------|
|           | £             | £              |
| Donations | 59,249        | 131,829        |
|           | <u>59,249</u> | <u>131,829</u> |

**3. INVESTMENT INCOME**

|                          | 31.3.24        | 31.3.23        |
|--------------------------|----------------|----------------|
|                          | £              | £              |
| Rents received           | 677,200        | 673,883        |
| Deposit account interest | -              | 13             |
|                          | <u>677,200</u> | <u>673,896</u> |

**4. CHARITABLE ACTIVITIES COSTS**

|           | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ |
|-----------|-----------------------------------------------------------|
| Donations | 51,750                                                    |
|           | <u>51,750</u>                                             |

**5. GRANTS PAYABLE**

|                              | 31.3.24       | 31.3.23        |
|------------------------------|---------------|----------------|
|                              | £             | £              |
| Donations                    | 51,750        | 337,832        |
|                              | <u>51,750</u> | <u>337,832</u> |
| Dover Sholem Community Trust |               | 51,750         |
|                              |               | <u>51,750</u>  |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

6. SUPPORT COSTS

|                          |                  |
|--------------------------|------------------|
|                          | Governance costs |
|                          | £                |
| Other resources expended | 659,850          |
|                          | <u>659,850</u>   |

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2024 nor for the year ended 31 March 2023.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

|                                    |                   |
|------------------------------------|-------------------|
|                                    | Unrestricted fund |
|                                    | £                 |
| <b>INCOME AND ENDOWMENTS FROM</b>  |                   |
| Donations and legacies             | 131,829           |
| Investment income                  | 673,896           |
| <b>Total</b>                       | <u>805,725</u>    |
| <b>EXPENDITURE ON</b>              |                   |
| <b>Charitable activities</b>       |                   |
| Donations                          | 337,832           |
| Other                              | 460,749           |
| <b>Total</b>                       | <u>798,581</u>    |
| <b>NET INCOME</b>                  | 7,144             |
| <b>RECONCILIATION OF FUNDS</b>     |                   |
| Total funds brought forward        | 15,241,995        |
| <b>TOTAL FUNDS CARRIED FORWARD</b> | <u>15,249,139</u> |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

9. TANGIBLE FIXED ASSETS

Motor  
vehicles  
£

**COST**

At 1 April 2023 and 31 March 2024

91,040

**DEPRECIATION**

At 1 April 2023

25,472

Charge for year

13,113

At 31 March 2024

38,585

**NET BOOK VALUE**

At 31 March 2024

52,455

At 31 March 2023

65,568

10. INVESTMENT PROPERTY

£

**FAIR VALUE**

At 1 April 2023

23,493,626

Additions

69,708

At 31 March 2024

23,563,334

**AMORTISATION**

At 1 April 2023

and 31 March 2024

120,000

**NET BOOK VALUE**

At 31 March 2024

23,443,334

At 31 March 2023

23,373,626

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

31.3.24

31.3.23

£

£

Other debtors

206,580

204,780

Prepayments and accrued income

131,868

176,136

338,448

380,916

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                         | 31.3.24          | 31.3.23          |
|-----------------------------------------|------------------|------------------|
|                                         | £                | £                |
| Bank loans and overdrafts (see note 14) | 501,957          | 542,153          |
| Trade creditors                         | 57,207           | 68,845           |
| Other creditors                         | 853,325          | 758,125          |
|                                         | <u>1,412,489</u> | <u>1,369,123</u> |

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

|                          | 31.3.24          | 31.3.23          |
|--------------------------|------------------|------------------|
|                          | £                | £                |
| Bank loans (see note 14) | <u>7,179,099</u> | <u>7,203,370</u> |

14. LOANS

An analysis of the maturity of loans is given below:

|                                                 | 31.3.24          | 31.3.23          |
|-------------------------------------------------|------------------|------------------|
|                                                 | £                | £                |
| Amounts falling due within one year on demand:  |                  |                  |
| Bank overdrafts                                 | 625              | 40,821           |
| Bank loans                                      | 501,332          | 501,332          |
|                                                 | <u>501,957</u>   | <u>542,153</u>   |
| Amounts falling between one and two years:      |                  |                  |
| Bank loans - 1-2 years                          | <u>501,332</u>   | <u>501,332</u>   |
| Amounts falling due between two and five years: |                  |                  |
| Bank loans - 2-5 years                          | <u>1,489,644</u> | <u>1,494,533</u> |
| Amounts falling due in more than five years:    |                  |                  |
| Repayable by instalments:                       |                  |                  |
| Bank loans more 5 yr by instal                  | 5,188,123        | 5,207,505        |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

15. MOVEMENT IN FUNDS

|                           | At 1/4/23<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/24<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,249,139        | 11,736                           | 15,260,875        |
| <b>TOTAL FUNDS</b>        | <u>15,249,139</u> | <u>11,736</u>                    | <u>15,260,875</u> |

Net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 736,449                    | (724,713)                  | 11,736                    |
| <b>TOTAL FUNDS</b>        | <u>736,449</u>             | <u>(724,713)</u>           | <u>11,736</u>             |

Comparatives for movement in funds

|                           | At 1/4/22<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/23<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,241,995        | 7,144                            | 15,249,139        |
| <b>TOTAL FUNDS</b>        | <u>15,241,995</u> | <u>7,144</u>                     | <u>15,249,139</u> |

Comparative net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 805,725                    | (798,581)                  | 7,144                     |
| <b>TOTAL FUNDS</b>        | <u>805,725</u>             | <u>(798,581)</u>           | <u>7,144</u>              |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

|                           | At 1/4/22<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/24<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,241,995        | 18,880                           | 15,260,875        |
| <b>TOTAL FUNDS</b>        | <u>15,241,995</u> | <u>18,880</u>                    | <u>15,260,875</u> |

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 1,542,174                  | (1,523,294)                | 18,880                    |
| <b>TOTAL FUNDS</b>        | <u>1,542,174</u>           | <u>(1,523,294)</u>         | <u>18,880</u>             |

16. RELATED PARTY DISCLOSURES

Donations made by the charity include the following amounts which were donated to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |        |
|------------------------------|--------|
| Dover Sholem Community Trust | 51,750 |
|------------------------------|--------|

Donations received by the charity include the following amounts which were received from charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                      |        |
|----------------------|--------|
| Belz Foundation Ltd  | 742    |
| Cosmon (Belz) Ltd    | 2,750  |
| Moreshet Hatorah Ltd | 28,054 |

Other creditors include the following loans due to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 747,525 |
| Belz Foundation Ltd          | 20,000  |
| Dover Sholem Community Trust | 80,000  |

**The Talmud Torah Machzikei Hadass Trust**

**Detailed Statement of Financial Activities  
for the Year Ended 31 March 2024**

|                                 | 31.3.24<br>£         | 31.3.23<br>£        |
|---------------------------------|----------------------|---------------------|
| <b>INCOME AND ENDOWMENTS</b>    |                      |                     |
| <b>Donations and legacies</b>   |                      |                     |
| Donations                       | 59,249               | 131,829             |
| <b>Investment income</b>        |                      |                     |
| Rents received                  | 677,200              | 673,883             |
| Deposit account interest        | -                    | 13                  |
|                                 | <u>677,200</u>       | <u>673,896</u>      |
| <b>Total incoming resources</b> | <b>736,449</b>       | <b>805,725</b>      |
| <b>EXPENDITURE</b>              |                      |                     |
| <b>Charitable activities</b>    |                      |                     |
| Grants to institutions          | 51,750               | 337,832             |
| <b>Other</b>                    |                      |                     |
| Motor vehicles                  | 13,113               | 16,392              |
| <b>Support costs</b>            |                      |                     |
| <b>Governance costs</b>         |                      |                     |
| Auditors' remuneration          | 2,400                | 2,400               |
| Legal and professional fees     | 12,000               | 34,238              |
| Sundries                        | 3,002                | 6,086               |
| Bank charges                    | 381                  | 447                 |
| Bank loan interest              | 642,067              | 397,936             |
| Finance fees                    | -                    | 3,250               |
|                                 | <u>659,850</u>       | <u>444,357</u>      |
| Total resources expended        | <u>724,713</u>       | <u>798,581</u>      |
| <b>Net income</b>               | <u><u>11,736</u></u> | <u><u>7,144</u></u> |

This page does not form part of the statutory financial statements

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# Accounts

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**Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2023  
for  
The Talmud Torah Machzikei Hadass Trust**

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

**The Talmud Torah Machzikei Hadass Trust**

**Contents of the Financial Statements  
for the Year Ended 31 March 2023**

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| <b>Notes to the Cash Flow Statement</b>           | 9           |
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# **The Talmud Torah Machzikei Hadass Trust**

## **Report of the Trustees for the Year Ended 31 March 2023**

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The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2019).

### **OBJECTIVES AND ACTIVITIES**

#### **Objectives and aims**

The charity was formed for the advancement of orthodox Jewish religious education, and the promotion of the orthodox Jewish religion in any part of the world. To this end the charity has made various grants in the year under review.

#### **Public benefit**

The Trustees confirm their compliance with the duty to have due regard to the Public Benefit guidance published by the Charity Commission when reviewing the Charity's aims and objectives in planning future activities.

### **ACHIEVEMENT AND PERFORMANCE**

During the year the charity continued to raise funds, and apply the funds in furtherance of its objectives. The new school building has been completed since the balance sheet date and is now in occupation.

### **FINANCIAL REVIEW**

During the year, the charity's incoming resources exceeded the outgoing resources. The trustees are satisfied with the results for the year. The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is constituted and governed by a Trust Deed dated 12 July 1975. The charity is managed and controlled by the trustees, who meet regularly

#### **Recruitment, Induction and Training:**

It is not the intention of the trustees of the charity to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

#### **Risk management**

The trustees have identified and reviewed the major risks to which the charity is exposed. Both manual and automated checks are regularly invoked, particularly those relating to the operations and finance of the charity. The trustees are satisfied that these systems and procedures mitigate any perceived risks.

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Registered Charity number**

270693

#### **Principal address**

34 Heathland Road  
London  
N16 5LZ

#### **Trustees**

J Baumgarten  
Y M Sternlicht  
M J Wind

**Report of the Trustees  
for the Year Ended 31 March 2023**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on ..... and signed on its behalf by:

.....  
J Baumgarten - Trustee

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

---

### **Opinion**

We have audited the financial statements of The Talmud Torah Machzikei Hadass Trust (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, 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 Charities Act 2011.

### **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 Auditors' 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

---

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We assess compliance with applicable laws and regulations that could reasonably be expected to have a material effect on the financial statements. The key laws and regulations we have considered in this context included the Charities SORP (FRS 102). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above. We discussed with management the extent of compliance with those laws and regulations as part of our audit procedures.

- We address the risk of fraud through management override of controls, by obtaining an understanding of internal control and by designing audit procedures that are appropriate and sufficient. We evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and judgements made by management. We identified and assessed any significant transactions that are unusual or outside the normal course of business, and we incorporated testing of manual journal entries and corrections into our audit approach.

- Our audit procedures were designed to identify and assess risks of material misstatement in the financial statements, whether due to fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or management override of controls. We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit. The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognize non-compliance with laws and regulations.

- There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion. Our responsibility is to conclude whether the financial statements represent the underlying financial position and activities of the charity and to ensure that the overall content and presentation of the financial statements gives a fair view.

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

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

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

Date: .....

**The Talmud Torah Machzikei Hadass Trust**

**Statement of Financial Activities  
for the Year Ended 31 March 2023**

|                                    |       | 31.3.23<br>Unrestricted<br>fund<br>£ | 31.3.22<br>Total funds<br>£ |
|------------------------------------|-------|--------------------------------------|-----------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  | Notes |                                      |                             |
| Donations and legacies             | 2     | 131,829                              | 406,052                     |
| Investment income                  | 3     | 673,896                              | 501,466                     |
| <b>Total</b>                       |       | <u>805,725</u>                       | <u>907,518</u>              |
| <b>EXPENDITURE ON</b>              |       |                                      |                             |
| <b>Charitable activities</b>       | 4     |                                      |                             |
| Donations                          |       | 337,832                              | 498,890                     |
| Other                              |       | 460,749                              | 260,093                     |
| <b>Total</b>                       |       | <u>798,581</u>                       | <u>758,983</u>              |
| <b>NET INCOME</b>                  |       | 7,144                                | 148,535                     |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                      |                             |
| Total funds brought forward        |       | 15,241,995                           | 15,093,460                  |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u>15,249,139</u>                    | <u>15,241,995</u>           |

The notes form part of these financial statements

**The Talmud Torah Machzikei Hadass Trust**

**Balance Sheet**  
**31 March 2023**

|                                              |       | 31.3.23           | 31.3.22            |
|----------------------------------------------|-------|-------------------|--------------------|
|                                              |       | Unrestricted      | Total funds        |
|                                              | Notes | fund              |                    |
|                                              |       | £                 | £                  |
| <b>FIXED ASSETS</b>                          |       |                   |                    |
| Tangible assets                              | 9     | 65,568            | 36,320             |
| Investment property                          | 10    | 23,373,626        | 23,259,168         |
|                                              |       | <u>23,439,194</u> | <u>23,295,488</u>  |
| <b>CURRENT ASSETS</b>                        |       |                   |                    |
| Debtors                                      | 11    | 380,916           | 242,399            |
| Cash at bank                                 |       | 1,522             | 12,338             |
|                                              |       | <u>382,438</u>    | <u>254,737</u>     |
| <b>CREDITORS</b>                             |       |                   |                    |
| Amounts falling due within one year          | 12    | (1,369,123)       | (1,441,350)        |
| <b>NET CURRENT ASSETS</b>                    |       | <u>(986,685)</u>  | <u>(1,186,613)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 22,452,509        | 22,108,875         |
| <b>CREDITORS</b>                             |       |                   |                    |
| Amounts falling due after more than one year | 13    | (7,203,370)       | (6,866,880)        |
| <b>NET ASSETS</b>                            |       | <u>15,249,139</u> | <u>15,241,995</u>  |
| <b>FUNDS</b>                                 | 15    |                   |                    |
| Unrestricted funds                           |       | 15,249,139        | 15,241,995         |
| <b>TOTAL FUNDS</b>                           |       | <u>15,249,139</u> | <u>15,241,995</u>  |

The financial statements were approved by the Board of Trustees and authorised for issue on .....  
and were signed on its behalf by:

.....  
J Baumgarten - Trustee

**The Talmud Torah Machzikei Hadass Trust**

**Cash Flow Statement  
for the Year Ended 31 March 2023**

|                                                                           | Notes | 31.3.23<br>£ | 31.3.22<br>£ |
|---------------------------------------------------------------------------|-------|--------------|--------------|
| <b>Cash flows from operating activities</b>                               |       |              |              |
| Cash generated from operations                                            | 1     | 148,623      | 621,061      |
| Interest paid                                                             |       | (401,633)    | (235,914)    |
| Net cash (used in)/provided by operating activities                       |       | (253,010)    | 385,147      |
| <b>Cash flows from investing activities</b>                               |       |              |              |
| Purchase of tangible fixed assets                                         |       | (45,640)     | (45,400)     |
| Purchase of investment property                                           |       | (114,458)    | (117,749)    |
| Interest received                                                         |       | 13           | 17           |
| Net cash used in investing activities                                     |       | (160,085)    | (163,132)    |
| <b>Cash flows from financing activities</b>                               |       |              |              |
| New loans in year                                                         |       | 361,823      | -            |
| Loan repayments in year                                                   |       | -            | (234,935)    |
| Net cash provided by/(used in) financing activities                       |       | 361,823      | (234,935)    |
| <b>Change in cash and cash equivalents in the reporting period</b>        |       | (51,272)     | (12,920)     |
| <b>Cash and cash equivalents at the beginning of the reporting period</b> | 2     | 11,973       | 24,893       |
| <b>Cash and cash equivalents at the end of the reporting period</b>       | 2     | (39,299)     | 11,973       |

The notes form part of these financial statements

**Notes to the Cash Flow Statement  
for the Year Ended 31 March 2023**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                                                                           | 31.3.23<br>£   | 31.3.22<br>£   |
|-------------------------------------------------------------------------------------------|----------------|----------------|
| <b>Net income for the reporting period (as per the Statement of Financial Activities)</b> | 7,144          | 148,535        |
| <b>Adjustments for:</b>                                                                   |                |                |
| Depreciation charges                                                                      | 16,392         | 9,080          |
| Interest received                                                                         | (13)           | (17)           |
| Interest paid                                                                             | 401,633        | 235,914        |
| Increase in debtors                                                                       | (138,517)      | (112,112)      |
| (Decrease)/increase in creditors                                                          | (138,016)      | 339,661        |
| <b>Net cash provided by operations</b>                                                    | <u>148,623</u> | <u>621,061</u> |

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

|                                                                              | 31.3.23<br>£    | 31.3.22<br>£  |
|------------------------------------------------------------------------------|-----------------|---------------|
| Notice deposits (less than 3 months)                                         | 1,522           | 12,338        |
| Overdrafts included in bank loans and overdrafts falling due within one year | (40,821)        | (365)         |
| <b>Total cash and cash equivalents</b>                                       | <u>(39,299)</u> | <u>11,973</u> |

**3. ANALYSIS OF CHANGES IN NET DEBT**

|                                 | At 1/4/22<br>£     | Cash flow<br>£   | At 31/3/23<br>£    |
|---------------------------------|--------------------|------------------|--------------------|
| <b>Net cash</b>                 |                    |                  |                    |
| Cash at bank                    | 12,338             | (10,816)         | 1,522              |
| Bank overdraft                  | (365)              | (40,456)         | (40,821)           |
|                                 | <u>11,973</u>      | <u>(51,272)</u>  | <u>(39,299)</u>    |
| <b>Debt</b>                     |                    |                  |                    |
| Debts falling due within 1 year | (475,999)          | (25,333)         | (501,332)          |
| Debts falling due after 1 year  | (6,866,880)        | (336,490)        | (7,203,370)        |
|                                 | <u>(7,342,879)</u> | <u>(361,823)</u> | <u>(7,704,702)</u> |
| <b>Total</b>                    | <u>(7,330,906)</u> | <u>(413,095)</u> | <u>(7,744,001)</u> |

**Notes to the Financial Statements  
for the Year Ended 31 March 2023**

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**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles - 20% reducing balance basis

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023**

**2. DONATIONS AND LEGACIES**

|           | 31.3.23 | 31.3.22 |
|-----------|---------|---------|
|           | £       | £       |
| Donations | 131,829 | 406,052 |

**3. INVESTMENT INCOME**

|                          | 31.3.23 | 31.3.22 |
|--------------------------|---------|---------|
|                          | £       | £       |
| Rents received           | 673,883 | 501,449 |
| Deposit account interest | 13      | 17      |
|                          | 673,896 | 501,466 |

**4. CHARITABLE ACTIVITIES COSTS**

|           |  | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ |
|-----------|--|-----------------------------------------------------------|
| Donations |  | 337,832                                                   |

**5. GRANTS PAYABLE**

|                              | 31.3.23 | 31.3.22 |
|------------------------------|---------|---------|
|                              | £       | £       |
| Donations                    | 337,832 | 498,890 |
| Moreshet Hatorah Ltd         |         | 288,000 |
| Dover Sholem Community Trust |         | 49,772  |
| Other small amounts          |         | 60      |
|                              |         | 337,832 |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

6. SUPPORT COSTS

|                          |                   |
|--------------------------|-------------------|
|                          | Governance costs  |
|                          | £                 |
| Other resources expended | 444,357           |
|                          | <u>          </u> |

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

|                                        |                       |
|----------------------------------------|-----------------------|
|                                        | Unrestricted fund     |
|                                        | £                     |
| <b>INCOME AND ENDOWMENTS FROM</b>      |                       |
| Donations and legacies                 | 406,052               |
| Investment income                      | 501,466               |
| <b>Total</b>                           | <u>907,518</u>        |
| <br><b>EXPENDITURE ON</b>              |                       |
| <b>Charitable activities</b>           |                       |
| Donations                              | 498,890               |
| Other                                  | 260,093               |
| <b>Total</b>                           | <u>758,983</u>        |
| <br><b>NET INCOME</b>                  | <br>148,535           |
| <br><b>RECONCILIATION OF FUNDS</b>     |                       |
| Total funds brought forward            | 15,093,460            |
| <br><b>TOTAL FUNDS CARRIED FORWARD</b> | <br><u>15,241,995</u> |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

9. TANGIBLE FIXED ASSETS

|                       |                        |
|-----------------------|------------------------|
|                       | Motor<br>vehicles<br>£ |
| <b>COST</b>           |                        |
| At 1 April 2022       | 45,400                 |
| Additions             | 45,640                 |
|                       | <hr/>                  |
| At 31 March 2023      | 91,040                 |
|                       | <hr/>                  |
| <b>DEPRECIATION</b>   |                        |
| At 1 April 2022       | 9,080                  |
| Charge for year       | 16,392                 |
|                       | <hr/>                  |
| At 31 March 2023      | 25,472                 |
|                       | <hr/>                  |
| <b>NET BOOK VALUE</b> |                        |
| At 31 March 2023      | 65,568                 |
|                       | <hr/> <hr/>            |
| At 31 March 2022      | 36,320                 |
|                       | <hr/> <hr/>            |

10. INVESTMENT PROPERTY

|                                      |             |
|--------------------------------------|-------------|
|                                      | £           |
| <b>FAIR VALUE</b>                    |             |
| At 1 April 2022                      | 23,379,168  |
| Additions                            | 114,458     |
|                                      | <hr/>       |
| At 31 March 2023                     | 23,493,626  |
|                                      | <hr/>       |
| <b>AMORTISATION</b>                  |             |
| At 1 April 2022<br>and 31 March 2023 | 120,000     |
|                                      | <hr/>       |
| <b>NET BOOK VALUE</b>                |             |
| At 31 March 2023                     | 23,373,626  |
|                                      | <hr/> <hr/> |
| At 31 March 2022                     | 23,259,168  |
|                                      | <hr/> <hr/> |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                | 31.3.23        | 31.3.22        |
|--------------------------------|----------------|----------------|
|                                | £              | £              |
| Trade debtors                  | -              | 24,000         |
| Other debtors                  | 204,780        | -              |
| Prepayments and accrued income | 176,136        | 218,399        |
|                                | <u>380,916</u> | <u>242,399</u> |

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                         | 31.3.23          | 31.3.22          |
|-----------------------------------------|------------------|------------------|
|                                         | £                | £                |
| Bank loans and overdrafts (see note 14) | 542,153          | 476,364          |
| Trade creditors                         | 68,845           | 44,777           |
| Other creditors                         | 758,125          | 920,209          |
|                                         | <u>1,369,123</u> | <u>1,441,350</u> |

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                          | 31.3.23          | 31.3.22          |
|--------------------------|------------------|------------------|
|                          | £                | £                |
| Bank loans (see note 14) | <u>7,203,370</u> | <u>6,866,880</u> |

**14. LOANS**

An analysis of the maturity of loans is given below:

|                                                 | 31.3.23          | 31.3.22          |
|-------------------------------------------------|------------------|------------------|
|                                                 | £                | £                |
| Amounts falling due within one year on demand:  |                  |                  |
| Bank overdrafts                                 | 40,821           | 365              |
| Bank loans                                      | 501,332          | 475,999          |
|                                                 | <u>542,153</u>   | <u>476,364</u>   |
| Amounts falling between one and two years:      |                  |                  |
| Bank loans - 1-2 years                          | <u>501,332</u>   | <u>479,332</u>   |
| Amounts falling due between two and five years: |                  |                  |
| Bank loans - 2-5 years                          | <u>1,494,533</u> | <u>1,437,383</u> |
| Amounts falling due in more than five years:    |                  |                  |
| Repayable by instalments:                       |                  |                  |
| Bank loans more 5 yr by instal                  | 5,207,505        | 4,950,165        |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

15. MOVEMENT IN FUNDS

|                           | At 1/4/22<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/23<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,241,995        | 7,144                            | 15,249,139        |
| <b>TOTAL FUNDS</b>        | <u>15,241,995</u> | <u>7,144</u>                     | <u>15,249,139</u> |

Net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 805,725                    | (798,581)                  | 7,144                     |
| <b>TOTAL FUNDS</b>        | <u>805,725</u>             | <u>(798,581)</u>           | <u>7,144</u>              |

Comparatives for movement in funds

|                           | At 1/4/21<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/22<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,093,460        | 148,535                          | 15,241,995        |
| <b>TOTAL FUNDS</b>        | <u>15,093,460</u> | <u>148,535</u>                   | <u>15,241,995</u> |

Comparative net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 907,518                    | (758,983)                  | 148,535                   |
| <b>TOTAL FUNDS</b>        | <u>907,518</u>             | <u>(758,983)</u>           | <u>148,535</u>            |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

|                           | At 1/4/21<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/23<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,093,460        | 155,679                          | 15,249,139        |
| <b>TOTAL FUNDS</b>        | <u>15,093,460</u> | <u>155,679</u>                   | <u>15,249,139</u> |

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 1,713,243                  | (1,557,564)                | 155,679                   |
| <b>TOTAL FUNDS</b>        | <u>1,713,243</u>           | <u>(1,557,564)</u>         | <u>155,679</u>            |

16. RELATED PARTY DISCLOSURES

Donations made by the charity include the following amounts which were donated to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 288,000 |
| Dover Sholem Community Trust | 49,772  |

Donations received by the charity include the following amounts which were received from charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                     |       |
|---------------------|-------|
| Belz Foundation Ltd | 2,902 |
| Cosmon (Belz) Ltd   | 3,600 |

Other creditors include the following loans due to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 694,125 |
| Belz Foundation Ltd          | 20,000  |
| Dover Sholem Community Trust | 30,000  |

**The Talmud Torah Machzikei Hadass Trust**

**Detailed Statement of Financial Activities  
for the Year Ended 31 March 2023**

|                                 | 31.3.23<br>£   | 31.3.22<br>£   |
|---------------------------------|----------------|----------------|
| <b>INCOME AND ENDOWMENTS</b>    |                |                |
| <b>Donations and legacies</b>   |                |                |
| Donations                       | 131,829        | 406,052        |
| <b>Investment income</b>        |                |                |
| Rents received                  | 673,883        | 501,449        |
| Deposit account interest        | 13             | 17             |
|                                 | <u>673,896</u> | <u>501,466</u> |
| <b>Total incoming resources</b> | 805,725        | 907,518        |
| <b>EXPENDITURE</b>              |                |                |
| <b>Charitable activities</b>    |                |                |
| Grants to institutions          | 337,832        | 498,890        |
| <b>Other</b>                    |                |                |
| Motor vehicles                  | 16,392         | 9,080          |
| <b>Support costs</b>            |                |                |
| <b>Governance costs</b>         |                |                |
| Auditors' remuneration          | 2,400          | 1,200          |
| Legal and professional fees     | 34,238         | 9,939          |
| Sundries                        | 6,086          | 3,960          |
| Bank charges                    | 447            | 131            |
| Bank loan interest              | 397,936        | 235,783        |
| Finance fees                    | 3,250          | -              |
|                                 | <u>444,357</u> | <u>251,013</u> |
| Total resources expended        | 798,581        | 758,983        |
| <b>Net income</b>               | <u>7,144</u>   | <u>148,535</u> |

This page does not form part of the statutory financial statements

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# Accounts

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**Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2022  
for  
The Talmud Torah Machzikei Hadass Trust**

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

**The Talmud Torah Machzikei Hadass Trust**

**Contents of the Financial Statements  
for the Year Ended 31 March 2022**

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**Report of the Trustees  
for the Year Ended 31 March 2022**

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The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The charity was formed for the advancement of orthodox Jewish religious education, and the promotion of the orthodox Jewish religion in any part of the world. To this end the charity has made various grants in the year under review.

**Public benefit**

The Trustees confirm their compliance with the duty to have due regard to the Public Benefit guidance published by the Charity Commission when reviewing the Charity's aims and objectives in planning future activities.

**ACHIEVEMENT AND PERFORMANCE**

During the year the charity continued to raise funds, and apply the funds in furtherance of its objectives. The new school building has been completed since the balance sheet date and is now in occupation.

**FINANCIAL REVIEW**

During the year, the charity's incoming resources exceeded the outgoing resources. The trustees are satisfied with the results for the year. The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is constituted and governed by a Trust Deed dated 12 July 1975. The charity is managed and controlled by the trustees, who meet regularly

**Recruitment, Induction and Training:**

It is not the intention of the trustees of the charity to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

**Risk management**

The trustees have identified and reviewed the major risks to which the charity is exposed. Both manual and automated checks are regularly invoked, particularly those relating to the operations and finance of the charity. The trustees are satisfied that these systems and procedures mitigate any perceived risks.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

270693

**Principal address**

34 Heathland Road  
London  
N16 5LZ

**Trustees**

J Baumgarten  
Y M Sternlicht  
M J Wind

**Report of the Trustees  
for the Year Ended 31 March 2022**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Mr A Heller, FCA  
ICAEW  
Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on ..... and signed on its behalf by:

.....  
J Baumgarten - Trustee

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

---

### **Opinion**

We have audited the financial statements of The Talmud Torah Machzikei Hadass Trust (the 'charity') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources, 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 Charities Act 2011.

### **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 Auditors' 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

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### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We assess compliance with applicable laws and regulations that could reasonably be expected to have a material effect on the financial statements. The key laws and regulations we have considered in this context included the Charities SORP (FRS 102). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above. We discussed with management the extent of compliance with those laws and regulations as part of our audit procedures.

- We address the risk of fraud through management override of controls, by obtaining an understanding of internal control and by designing audit procedures that are appropriate and sufficient. We evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and judgements made by management. We identified and assessed any significant transactions that are unusual or outside the normal course of business, and we incorporated testing of manual journal entries and corrections into our audit approach.

- Our audit procedures were designed to identify and assess risks of material misstatement in the financial statements, whether due to fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or management override of controls. We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit. The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognize non-compliance with laws and regulations.

- There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion. Our responsibility is to conclude whether the financial statements represent the underlying financial position and activities of the charity and to ensure that the overall content and presentation of the financial statements gives a fair view.

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

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

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

Date: .....

**The Talmud Torah Machzikei Hadass Trust**

**Statement of Financial Activities  
for the Year Ended 31 March 2022**

|                                    |       | 31.3.22<br>Unrestricted<br>fund<br>£ | 31.3.21<br>Total funds<br>£ |
|------------------------------------|-------|--------------------------------------|-----------------------------|
|                                    | Notes |                                      |                             |
| <b>INCOME AND ENDOWMENTS FROM</b>  |       |                                      |                             |
| Donations and legacies             | 2     | 406,052                              | 155,648                     |
| Investment income                  | 3     | 501,466                              | 532,484                     |
| <b>Total</b>                       |       | <u>907,518</u>                       | <u>688,132</u>              |
| <b>EXPENDITURE ON</b>              |       |                                      |                             |
| <b>Charitable activities</b>       | 4     |                                      |                             |
| Donations                          |       | 498,890                              | 280,141                     |
| Other                              |       | 260,093                              | 228,851                     |
| <b>Total</b>                       |       | <u>758,983</u>                       | <u>508,992</u>              |
| <b>NET INCOME</b>                  |       | 148,535                              | 179,140                     |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                      |                             |
| Total funds brought forward        |       | 15,093,460                           | 14,914,320                  |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u><u>15,241,995</u></u>             | <u><u>15,093,460</u></u>    |

The notes form part of these financial statements

**The Talmud Torah Machzikei Hadass Trust**

**Balance Sheet**  
**31 March 2022**

|                                              |       | 31.3.22<br>Unrestricted<br>fund<br>£ | 31.3.21<br>Total funds<br>£ |
|----------------------------------------------|-------|--------------------------------------|-----------------------------|
|                                              | Notes |                                      |                             |
| <b>FIXED ASSETS</b>                          |       |                                      |                             |
| Tangible assets                              | 9     | 36,320                               | -                           |
| Investment property                          | 10    | 23,259,168                           | 23,141,419                  |
|                                              |       | <u>23,295,488</u>                    | <u>23,141,419</u>           |
| <b>CURRENT ASSETS</b>                        |       |                                      |                             |
| Debtors                                      | 11    | 242,399                              | 130,287                     |
| Cash at bank                                 |       | 12,338                               | 25,385                      |
|                                              |       | <u>254,737</u>                       | <u>155,672</u>              |
| <b>CREDITORS</b>                             |       |                                      |                             |
| Amounts falling due within one year          | 12    | (1,441,350)                          | (1,101,816)                 |
| <b>NET CURRENT ASSETS</b>                    |       | <u>(1,186,613)</u>                   | <u>(946,144)</u>            |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 22,108,875                           | 22,195,275                  |
| <b>CREDITORS</b>                             |       |                                      |                             |
| Amounts falling due after more than one year | 13    | (6,866,880)                          | (7,101,815)                 |
| <b>NET ASSETS</b>                            |       | <u>15,241,995</u>                    | <u>15,093,460</u>           |
| <b>FUNDS</b>                                 | 15    |                                      |                             |
| Unrestricted funds                           |       | 15,241,995                           | 15,093,460                  |
| <b>TOTAL FUNDS</b>                           |       | <u>15,241,995</u>                    | <u>15,093,460</u>           |

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on its behalf by:

.....  
J Baumgarten - Trustee

**The Talmud Torah Machzikei Hadass Trust**

**Cash Flow Statement  
for the Year Ended 31 March 2022**

|                                                                           | Notes | 31.3.22<br>£         | 31.3.21<br>£         |
|---------------------------------------------------------------------------|-------|----------------------|----------------------|
| <b>Cash flows from operating activities</b>                               |       |                      |                      |
| Cash generated from operations                                            | 1     | 621,061              | 449,304              |
| Interest paid                                                             |       | (235,914)            | (229,926)            |
| Net cash provided by operating activities                                 |       | <u>385,147</u>       | <u>219,378</u>       |
| <b>Cash flows from investing activities</b>                               |       |                      |                      |
| Purchase of tangible fixed assets                                         |       | (45,400)             | -                    |
| Purchase of investment property                                           |       | (117,749)            | (96,916)             |
| Interest received                                                         |       | 17                   | 13                   |
| Net cash used in investing activities                                     |       | <u>(163,132)</u>     | <u>(96,903)</u>      |
| <b>Cash flows from financing activities</b>                               |       |                      |                      |
| New loans in year                                                         |       | -                    | 50,000               |
| Loan repayments in year                                                   |       | (234,935)            | (172,661)            |
| Net cash used in financing activities                                     |       | <u>(234,935)</u>     | <u>(122,661)</u>     |
| <b>Change in cash and cash equivalents in the reporting period</b>        |       | <u>(12,920)</u>      | <u>(186)</u>         |
| <b>Cash and cash equivalents at the beginning of the reporting period</b> | 2     | <u>24,893</u>        | <u>25,079</u>        |
| <b>Cash and cash equivalents at the end of the reporting period</b>       | 2     | <u><u>11,973</u></u> | <u><u>24,893</u></u> |

The notes form part of these financial statements

**Notes to the Cash Flow Statement  
for the Year Ended 31 March 2022**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                                                                           | 31.3.22<br>£   | 31.3.21<br>£   |
|-------------------------------------------------------------------------------------------|----------------|----------------|
| <b>Net income for the reporting period (as per the Statement of Financial Activities)</b> | 148,535        | 179,140        |
| <b>Adjustments for:</b>                                                                   |                |                |
| Depreciation charges                                                                      | 9,080          | -              |
| Interest received                                                                         | (17)           | (13)           |
| Interest paid                                                                             | 235,914        | 229,926        |
| Increase in debtors                                                                       | (112,112)      | (33,424)       |
| Increase in creditors                                                                     | 339,661        | 73,675         |
| <b>Net cash provided by operations</b>                                                    | <u>621,061</u> | <u>449,304</u> |

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

|                                                                              | 31.3.22<br>£  | 31.3.21<br>£  |
|------------------------------------------------------------------------------|---------------|---------------|
| Notice deposits (less than 3 months)                                         | 12,338        | 25,385        |
| Overdrafts included in bank loans and overdrafts falling due within one year | (365)         | (492)         |
| <b>Total cash and cash equivalents</b>                                       | <u>11,973</u> | <u>24,893</u> |

**3. ANALYSIS OF CHANGES IN NET DEBT**

|                                 | At 1/4/21<br>£     | Cash flow<br>£  | At 31/3/22<br>£    |
|---------------------------------|--------------------|-----------------|--------------------|
| <b>Net cash</b>                 |                    |                 |                    |
| Cash at bank                    | 25,385             | (13,047)        | 12,338             |
| Bank overdraft                  | (492)              | 127             | (365)              |
|                                 | <u>24,893</u>      | <u>(12,920)</u> | <u>11,973</u>      |
| <b>Debt</b>                     |                    |                 |                    |
| Debts falling due within 1 year | (475,999)          | -               | (475,999)          |
| Debts falling due after 1 year  | (7,101,815)        | 234,935         | (6,866,880)        |
|                                 | <u>(7,577,814)</u> | <u>234,935</u>  | <u>(7,342,879)</u> |
| <b>Total</b>                    | <u>(7,552,921)</u> | <u>222,015</u>  | <u>(7,330,906)</u> |

## 1. ACCOUNTING POLICIES

### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles - 20% reducing balance basis

### **Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

### **Taxation**

The charity is exempt from tax on its charitable activities.

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**The Talmud Torah Machzikei Hadass Trust**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022**

**2. DONATIONS AND LEGACIES**

|           | 31.3.22 | 31.3.21 |
|-----------|---------|---------|
|           | £       | £       |
| Donations | 406,052 | 155,648 |

**3. INVESTMENT INCOME**

|                          | 31.3.22        | 31.3.21        |
|--------------------------|----------------|----------------|
|                          | £              | £              |
| Rents received           | 501,449        | 532,471        |
| Deposit account interest | 17             | 13             |
|                          | <u>501,466</u> | <u>532,484</u> |

**4. CHARITABLE ACTIVITIES COSTS**

|           | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ |
|-----------|-----------------------------------------------------------|
| Donations | <u>498,890</u>                                            |

**5. GRANTS PAYABLE**

|                              | 31.3.22        | 31.3.21        |
|------------------------------|----------------|----------------|
|                              | £              | £              |
| Donations                    | <u>498,890</u> | <u>280,141</u> |
| Belz Synagogue               |                | 44,850         |
| Moreshet Hatorah Ltd         |                | 389,350        |
| Dover Sholem Community Trust |                | 63,960         |
| Other small amounts          |                | 730            |
|                              |                | <u>498,890</u> |

**6. SUPPORT COSTS**

|                          | Governance<br>costs<br>£ |
|--------------------------|--------------------------|
| Other resources expended | <u>251,013</u>           |

7. **TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

8. **COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

|                                    | Unrestricted<br>fund<br>£ |
|------------------------------------|---------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  |                           |
| Donations and legacies             | 155,648                   |
| Investment income                  | 532,484                   |
| <b>Total</b>                       | <b>688,132</b>            |
| <b>EXPENDITURE ON</b>              |                           |
| <b>Charitable activities</b>       |                           |
| Donations                          | 280,141                   |
| Other                              | 228,851                   |
| <b>Total</b>                       | <b>508,992</b>            |
| <b>NET INCOME</b>                  | <b>179,140</b>            |
| <b>RECONCILIATION OF FUNDS</b>     |                           |
| Total funds brought forward        | 14,914,320                |
| <b>TOTAL FUNDS CARRIED FORWARD</b> | <b>15,093,460</b>         |

9. **TANGIBLE FIXED ASSETS**

|                       | Motor<br>vehicles<br>£ |
|-----------------------|------------------------|
| <b>COST</b>           |                        |
| Additions             | 45,400                 |
| <b>DEPRECIATION</b>   |                        |
| Charge for year       | 9,080                  |
| <b>NET BOOK VALUE</b> |                        |
| At 31 March 2022      | 36,320                 |
| At 31 March 2021      | -                      |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

10. INVESTMENT PROPERTY

|                       |                   |
|-----------------------|-------------------|
|                       | £                 |
| <b>FAIR VALUE</b>     |                   |
| At 1 April 2021       | 23,261,419        |
| Additions             | 117,749           |
|                       | <u>23,379,168</u> |
| At 31 March 2022      |                   |
| <b>AMORTISATION</b>   |                   |
| At 1 April 2021       |                   |
| and 31 March 2022     | 120,000           |
|                       | <u>120,000</u>    |
| <b>NET BOOK VALUE</b> |                   |
| At 31 March 2022      | 23,259,168        |
|                       | <u>23,259,168</u> |
| At 31 March 2021      | 23,141,419        |
|                       | <u>23,141,419</u> |

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                |                |                |
|--------------------------------|----------------|----------------|
|                                | 31.3.22        | 31.3.21        |
|                                | £              | £              |
| Trade debtors                  | 24,000         | -              |
| Prepayments and accrued income | 218,399        | 130,287        |
|                                | <u>242,399</u> | <u>130,287</u> |

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                         |                  |                  |
|-----------------------------------------|------------------|------------------|
|                                         | 31.3.22          | 31.3.21          |
|                                         | £                | £                |
| Bank loans and overdrafts (see note 14) | 476,364          | 476,491          |
| Trade creditors                         | 44,777           | -                |
| Other creditors                         | 920,209          | 625,325          |
|                                         | <u>1,441,350</u> | <u>1,101,816</u> |

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

|                          |                  |                  |
|--------------------------|------------------|------------------|
|                          | 31.3.22          | 31.3.21          |
|                          | £                | £                |
| Bank loans (see note 14) | 6,866,880        | 7,101,815        |
|                          | <u>6,866,880</u> | <u>7,101,815</u> |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

14. LOANS

An analysis of the maturity of loans is given below:

|                                                 | 31.3.22<br>£     | 31.3.21<br>£     |
|-------------------------------------------------|------------------|------------------|
| Amounts falling due within one year on demand:  |                  |                  |
| Bank overdrafts                                 | 365              | 492              |
| Bank loans                                      | 475,999          | 475,999          |
|                                                 | <u>476,364</u>   | <u>476,491</u>   |
| Amounts falling between one and two years:      |                  |                  |
| Bank loans - 1-2 years                          | <u>479,332</u>   | <u>479,332</u>   |
| Amounts falling due between two and five years: |                  |                  |
| Bank loans - 2-5 years                          | <u>1,437,383</u> | <u>1,437,996</u> |
| Amounts falling due in more than five years:    |                  |                  |
| Repayable by instalments:                       |                  |                  |
| Bank loans more 5 yr by instal                  | 4,950,165        | 5,184,487        |

15. MOVEMENT IN FUNDS

|                           | At 1/4/21<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/22<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 15,093,460        | 148,535                          | 15,241,995        |
| <b>TOTAL FUNDS</b>        | <u>15,093,460</u> | <u>148,535</u>                   | <u>15,241,995</u> |

Net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 907,518                    | (758,983)                  | 148,535                   |
| <b>TOTAL FUNDS</b>        | <u>907,518</u>             | <u>(758,983)</u>           | <u>148,535</u>            |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

|                           | At 1/4/20<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/21<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 14,914,320        | 179,140                          | 15,093,460        |
| <b>TOTAL FUNDS</b>        | <u>14,914,320</u> | <u>179,140</u>                   | <u>15,093,460</u> |

Comparative net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 688,132                    | (508,992)                  | 179,140                   |
| <b>TOTAL FUNDS</b>        | <u>688,132</u>             | <u>(508,992)</u>           | <u>179,140</u>            |

A current year 12 months and prior year 12 months combined position is as follows:

|                           | At 1/4/20<br>£    | Net<br>movement<br>in funds<br>£ | At 31/3/22<br>£   |
|---------------------------|-------------------|----------------------------------|-------------------|
| <b>Unrestricted funds</b> |                   |                                  |                   |
| General fund              | 14,914,320        | 327,675                          | 15,241,995        |
| <b>TOTAL FUNDS</b>        | <u>14,914,320</u> | <u>327,675</u>                   | <u>15,241,995</u> |

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 1,595,650                  | (1,267,975)                | 327,675                   |
| <b>TOTAL FUNDS</b>        | <u>1,595,650</u>           | <u>(1,267,975)</u>         | <u>327,675</u>            |

**16. RELATED PARTY DISCLOSURES**

Donations made by the charity include the following amounts which were donated to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 389,350 |
| Dover Sholem Community Trust | 63,960  |

Other creditors include the following loans due to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 854,125 |
| Belz Foundation Ltd          | 20,000  |
| Dover Sholem Community Trust | 30,000  |

**The Talmud Torah Machzikei Hadass Trust**

**Detailed Statement of Financial Activities  
for the Year Ended 31 March 2022**

|                                 | 31.3.22<br>£   | 31.3.21<br>£   |
|---------------------------------|----------------|----------------|
| <b>INCOME AND ENDOWMENTS</b>    |                |                |
| <b>Donations and legacies</b>   |                |                |
| Donations                       | 406,052        | 155,648        |
| <b>Investment income</b>        |                |                |
| Rents received                  | 501,449        | 532,471        |
| Deposit account interest        | 17             | 13             |
|                                 | <u>501,466</u> | <u>532,484</u> |
| <b>Total incoming resources</b> | 907,518        | 688,132        |
| <b>EXPENDITURE</b>              |                |                |
| <b>Charitable activities</b>    |                |                |
| Grants to institutions          | 498,890        | 280,141        |
| <b>Other</b>                    |                |                |
| Motor vehicles                  | 9,080          | -              |
| <b>Support costs</b>            |                |                |
| <b>Governance costs</b>         |                |                |
| Auditors' remuneration          | 1,200          | (1,500)        |
| Legal and professional fees     | 9,939          | -              |
| Accountancy                     | -              | (3,575)        |
| Sundries                        | 3,960          | 4,000          |
| Bank charges                    | 131            | 526            |
| Bank loan interest              | 235,783        | 229,400        |
|                                 | <u>251,013</u> | <u>228,851</u> |
| Total resources expended        | 758,983        | 508,992        |
| <b>Net income</b>               | <u>148,535</u> | <u>179,140</u> |

This page does not form part of the statutory financial statements

**THE TALMUD TORAH MACHZIKEI HADASS TRUST**

England & Wales - Charity number 270693

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# Accounts

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**Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2021  
for  
The Talmud Torah Machzikei Hadass Trust**

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

**The Talmud Torah Machzikei Hadass Trust**

**Contents of the Financial Statements  
for the Year Ended 31 March 2021**

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**Report of the Trustees  
for the Year Ended 31 March 2021**

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The trustees present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The charity was formed for the advancement of orthodox Jewish religious education, and the promotion of the orthodox Jewish religion in any part of the world. To this end the charity has made various grants in the year under review.

**Public benefit**

The Trustees confirm their compliance with the duty to have due regard to the Public Benefit guidance published by the Charity Commission when reviewing the Charity's aims and objectives in planning future activities.

**ACHIEVEMENT AND PERFORMANCE**

During the year the charity continued to raise funds, and apply the funds in furtherance of its objectives. The new school building has been completed since the balance sheet date and is now in occupation.

**FINANCIAL REVIEW**

During the year, the charity's incoming resources exceeded the outgoing resources. The trustees are satisfied with the results for the year. The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is constituted and governed by a Trust Deed dated 12 July 1975. The charity is managed and controlled by the trustees, who meet regularly

**Recruitment, Induction and Training:**

It is not the intention of the trustees of the charity to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

**Risk management**

The trustees have identified and reviewed the major risks to which the charity is exposed. Both manual and automated checks are regularly invoked, particularly those relating to the operations and finance of the charity. The trustees are satisfied that these systems and procedures mitigate any perceived risks.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

270693

**Principal address**

34 Heathland Road  
London  
N16 5LZ

**Trustees**

J Baumgarten  
Y M Sternlicht  
M J Wind

**Report of the Trustees  
for the Year Ended 31 March 2021**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Mr A Heller, FCA  
Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on ..... and signed on its behalf by:

.....  
J Baumgarten - Trustee

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

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### **Opinion**

We have audited the financial statements of The Talmud Torah Machzikei Hadass Trust (the 'charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

### **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 Auditors' 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

## **Report of the Independent Auditors to the Trustees of The Talmud Torah Machzikei Hadass Trust**

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### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We assess compliance with applicable laws and regulations that could reasonably be expected to have a material effect on the financial statements. The key laws and regulations we have considered in this context included the Charities SORP (FRS 102). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above. We discussed with management the extent of compliance with those laws and regulations as part of our audit procedures.

- We address the risk of fraud through management override of controls, by obtaining an understanding of internal control and by designing audit procedures that are appropriate and sufficient. We evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and judgements made by management. We identified and assessed any significant transactions that are unusual or outside the normal course of business, and we incorporated testing of manual journal entries and corrections into our audit approach.

- Our audit procedures were designed to identify and assess risks of material misstatement in the financial statements, whether due to fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve collusion, forgery, omissions, misrepresentations, or management override of controls. We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit. The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognize non-compliance with laws and regulations.

- There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion. Our responsibility is to conclude whether the financial statements represent the underlying financial position and activities of the charity and to ensure that the overall content and presentation of the financial statements gives a fair view.

**Report of the Independent Auditors to the Trustees of  
The Talmud Torah Machzikei Hadass Trust**

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A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

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

Martin+Heller  
Statutory Auditor  
5 North End Road  
London  
NW11 7RJ

Date: .....

**The Talmud Torah Machzikei Hadass Trust**

**Statement of Financial Activities  
for the Year Ended 31 March 2021**

|                                    |       | 31.3.21<br>Unrestricted<br>fund<br>£ | 31.3.20<br>Total<br>funds<br>£ |
|------------------------------------|-------|--------------------------------------|--------------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  | Notes |                                      |                                |
| Donations and legacies             | 2     | 155,648                              | 1,049,306                      |
| Investment income                  | 3     | 532,484                              | 507,887                        |
| <b>Total</b>                       |       | 688,132                              | 1,557,193                      |
| <b>EXPENDITURE ON</b>              |       |                                      |                                |
| <b>Charitable activities</b>       | 4     |                                      |                                |
| Donations                          |       | 280,141                              | 1,135,856                      |
| Other                              |       | 228,851                              | 346,497                        |
| <b>Total</b>                       |       | 508,992                              | 1,482,353                      |
| <b>NET INCOME</b>                  |       | 179,140                              | 74,840                         |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                      |                                |
| <b>Total funds brought forward</b> |       | 14,914,320                           | 14,839,480                     |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | 15,093,460                           | 14,914,320                     |

The notes form part of these financial statements

**The Talmud Torah Machzikei Hadass Trust**

**Balance Sheet**  
**31 March 2021**

|                                              | Notes | 31.3.21<br>Unrestricted<br>fund<br>£ | 31.3.20<br>Total<br>funds<br>£ |
|----------------------------------------------|-------|--------------------------------------|--------------------------------|
| <b>FIXED ASSETS</b>                          |       |                                      |                                |
| Investment property                          | 9     | 23,141,419                           | 23,044,503                     |
| <b>CURRENT ASSETS</b>                        |       |                                      |                                |
| Debtors                                      | 10    | 130,287                              | 96,863                         |
| Cash at bank                                 |       | 25,385                               | 25,079                         |
|                                              |       | <u>155,672</u>                       | <u>121,942</u>                 |
| <b>CREDITORS</b>                             |       |                                      |                                |
| Amounts falling due within one year          | 11    | (1,101,816)                          | (1,020,982)                    |
| <b>NET CURRENT ASSETS</b>                    |       | <u>(946,144)</u>                     | <u>(899,040)</u>               |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 22,195,275                           | 22,145,463                     |
| <b>CREDITORS</b>                             |       |                                      |                                |
| Amounts falling due after more than one year | 12    | (7,101,815)                          | (7,231,143)                    |
| <b>NET ASSETS</b>                            |       | <u>15,093,460</u>                    | <u>14,914,320</u>              |
| <b>FUNDS</b>                                 | 14    |                                      |                                |
| Unrestricted funds                           |       | 15,093,460                           | 14,914,320                     |
| <b>TOTAL FUNDS</b>                           |       | <u>15,093,460</u>                    | <u>14,914,320</u>              |

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on its behalf by:

.....  
J Baumgarten - Trustee

**The Talmud Torah Machzikei Hadass Trust**

**Cash Flow Statement  
for the Year Ended 31 March 2021**

|                                                                           | Notes | 31.3.21<br>£ | 31.3.20<br>£ |
|---------------------------------------------------------------------------|-------|--------------|--------------|
| <b>Cash flows from operating activities</b>                               |       |              |              |
| Cash generated from operations                                            | 1     | 449,304      | (1,330,799)  |
| Interest paid                                                             |       | (229,926)    | (309,240)    |
| Net cash provided by/(used in) operating activities                       |       | 219,378      | (1,640,039)  |
| <b>Cash flows from investing activities</b>                               |       |              |              |
| Purchase of investment property                                           |       | (96,916)     | (1,183,141)  |
| Interest received                                                         |       | 13           | 52           |
| Net cash used in investing activities                                     |       | (96,903)     | (1,183,089)  |
| <b>Cash flows from financing activities</b>                               |       |              |              |
| New loans in year                                                         |       | 50,000       | 2,951,813    |
| Loan repayments in year                                                   |       | (172,661)    | (128,990)    |
| Net cash (used in)/provided by financing activities                       |       | (122,661)    | 2,822,823    |
| <b>Change in cash and cash equivalents in the reporting period</b>        |       | (186)        | (305)        |
| <b>Cash and cash equivalents at the beginning of the reporting period</b> | 2     | 25,079       | 25,384       |
| <b>Cash and cash equivalents at the end of the reporting period</b>       | 2     | 24,893       | 25,079       |

The notes form part of these financial statements

**Notes to the Cash Flow Statement  
for the Year Ended 31 March 2021**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                                                                           | 31.3.21<br>£   | 31.3.20<br>£       |
|-------------------------------------------------------------------------------------------|----------------|--------------------|
| <b>Net income for the reporting period (as per the Statement of Financial Activities)</b> | 179,140        | 74,840             |
| <b>Adjustments for:</b>                                                                   |                |                    |
| Interest received                                                                         | (13)           | (52)               |
| Interest paid                                                                             | 229,926        | 309,240            |
| Increase in debtors                                                                       | (33,424)       | (96,863)           |
| Increase/(decrease) in creditors                                                          | 73,675         | (1,617,964)        |
| <b>Net cash provided by/(used in) operations</b>                                          | <u>449,304</u> | <u>(1,330,799)</u> |

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

|                                                                              | 31.3.21<br>£  | 31.3.20<br>£  |
|------------------------------------------------------------------------------|---------------|---------------|
| Notice deposits (less than 3 months)                                         | 25,385        | 25,079        |
| Overdrafts included in bank loans and overdrafts falling due within one year | (492)         | -             |
| <b>Total cash and cash equivalents</b>                                       | <u>24,893</u> | <u>25,079</u> |

**3. ANALYSIS OF CHANGES IN NET DEBT**

|                                 | At 1/4/20<br>£     | Cash flow<br>£ | At 31/3/21<br>£    |
|---------------------------------|--------------------|----------------|--------------------|
| <b>Net cash</b>                 |                    |                |                    |
| Cash at bank                    | 25,079             | 306            | 25,385             |
| Bank overdraft                  | -                  | (492)          | (492)              |
|                                 | <u>25,079</u>      | <u>(186)</u>   | <u>24,893</u>      |
| <b>Debt</b>                     |                    |                |                    |
| Debts falling due within 1 year | (469,332)          | (6,667)        | (475,999)          |
| Debts falling due after 1 year  | (7,231,143)        | 129,328        | (7,101,815)        |
|                                 | <u>(7,700,475)</u> | <u>122,661</u> | <u>(7,577,814)</u> |
| <b>Total</b>                    | <u>(7,675,396)</u> | <u>122,475</u> | <u>(7,552,921)</u> |

Notes to the Financial Statements  
for the Year Ended 31 March 2021

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1. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

|           | 31.3.21 | 31.3.20   |
|-----------|---------|-----------|
|           | £       | £         |
| Donations | 155,648 | 1,049,306 |

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021**

**3. INVESTMENT INCOME**

|                          | 31.3.21        | 31.3.20        |
|--------------------------|----------------|----------------|
|                          | £              | £              |
| Rents received           | 532,471        | 507,835        |
| Deposit account interest | 13             | 52             |
|                          | <u>532,484</u> | <u>507,887</u> |

**4. CHARITABLE ACTIVITIES COSTS**

|           | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ |
|-----------|-----------------------------------------------------------|
| Donations | <u>280,141</u>                                            |

**5. GRANTS PAYABLE**

|                              | 31.3.21        | 31.3.20          |
|------------------------------|----------------|------------------|
|                              | £              | £                |
| Donations                    | <u>280,141</u> | <u>1,135,856</u> |
| Cosmon Belz                  |                | 7,200            |
| Moreshet Hatorah Ltd         |                | 142,680          |
| Dover Sholem Community Trust |                | 84,000           |
| Clapton Common Boys Club     |                | 26,261           |
| Belz Foundation Ltd          |                | 20,000           |
|                              |                | <u>280,141</u>   |

**6. SUPPORT COSTS**

|                          | Governance<br>costs<br>£ |
|--------------------------|--------------------------|
| Other resources expended | <u>228,851</u>           |

**7. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

|                                    | Unrestricted<br>fund<br>£ |
|------------------------------------|---------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  |                           |
| Donations and legacies             | 1,049,306                 |
| Investment income                  | 507,887                   |
| <b>Total</b>                       | 1,557,193                 |
| <b>EXPENDITURE ON</b>              |                           |
| <b>Charitable activities</b>       |                           |
| Donations                          | 1,135,856                 |
| Other                              | 346,497                   |
| <b>Total</b>                       | 1,482,353                 |
| <b>NET INCOME</b>                  | 74,840                    |
| <b>RECONCILIATION OF FUNDS</b>     |                           |
| <b>Total funds brought forward</b> | 14,839,480                |
| <b>TOTAL FUNDS CARRIED FORWARD</b> | 14,914,320                |

9. INVESTMENT PROPERTY

|                                      | £          |
|--------------------------------------|------------|
| <b>FAIR VALUE</b>                    |            |
| At 1 April 2020                      | 23,164,503 |
| Additions                            | 96,916     |
| At 31 March 2021                     | 23,261,419 |
| <b>AMORTISATION</b>                  |            |
| At 1 April 2020<br>and 31 March 2021 | 120,000    |
| <b>NET BOOK VALUE</b>                |            |
| At 31 March 2021                     | 23,141,419 |
| At 31 March 2020                     | 23,044,503 |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                | 31.3.21 | 31.3.20 |
|--------------------------------|---------|---------|
|                                | £       | £       |
| Prepayments and accrued income | 130,287 | 96,863  |

**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                         | 31.3.21   | 31.3.20   |
|-----------------------------------------|-----------|-----------|
|                                         | £         | £         |
| Bank loans and overdrafts (see note 13) | 476,491   | 469,332   |
| Other creditors                         | 625,325   | 551,650   |
|                                         | 1,101,816 | 1,020,982 |

**12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                          | 31.3.21   | 31.3.20   |
|--------------------------|-----------|-----------|
|                          | £         | £         |
| Bank loans (see note 13) | 7,101,815 | 7,231,143 |

**13. LOANS**

An analysis of the maturity of loans is given below:

|                                                 | 31.3.21   | 31.3.20   |
|-------------------------------------------------|-----------|-----------|
|                                                 | £         | £         |
| Amounts falling due within one year on demand:  |           |           |
| Bank overdrafts                                 | 492       | -         |
| Bank loans                                      | 475,999   | 469,332   |
|                                                 | 476,491   | 469,332   |
| Amounts falling between one and two years:      |           |           |
| Bank loans - 1-2 years                          | 479,332   | 469,332   |
| Amounts falling due between two and five years: |           |           |
| Bank loans - 2-5 years                          | 1,437,996 | 1,407,996 |
| Amounts falling due in more than five years:    |           |           |
| Repayable by instalments:                       |           |           |
| Bank loans more 5 yr by instal                  | 5,184,487 | 5,353,815 |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

14. MOVEMENT IN FUNDS

|                           | At 1/4/20<br>£    | Net<br>movement<br>in funds<br>£ | At<br>31/3/21<br>£ |
|---------------------------|-------------------|----------------------------------|--------------------|
| <b>Unrestricted funds</b> |                   |                                  |                    |
| General fund              | 14,914,320        | 179,140                          | 15,093,460         |
| <b>TOTAL FUNDS</b>        | <u>14,914,320</u> | <u>179,140</u>                   | <u>15,093,460</u>  |

Net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 688,132                    | (508,992)                  | 179,140                   |
| <b>TOTAL FUNDS</b>        | <u>688,132</u>             | <u>(508,992)</u>           | <u>179,140</u>            |

Comparatives for movement in funds

|                           | At 1/4/19<br>£    | Net<br>movement<br>in funds<br>£ | At<br>31/3/20<br>£ |
|---------------------------|-------------------|----------------------------------|--------------------|
| <b>Unrestricted funds</b> |                   |                                  |                    |
| General fund              | 14,839,480        | 74,840                           | 14,914,320         |
| <b>TOTAL FUNDS</b>        | <u>14,839,480</u> | <u>74,840</u>                    | <u>14,914,320</u>  |

Comparative net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 1,557,193                  | (1,482,353)                | 74,840                    |
| <b>TOTAL FUNDS</b>        | <u>1,557,193</u>           | <u>(1,482,353)</u>         | <u>74,840</u>             |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

|                           | At 1/4/19<br>£    | Net<br>movement<br>in funds<br>£ | At<br>31/3/21<br>£ |
|---------------------------|-------------------|----------------------------------|--------------------|
| <b>Unrestricted funds</b> |                   |                                  |                    |
| General fund              | 14,839,480        | 253,980                          | 15,093,460         |
| <b>TOTAL FUNDS</b>        | <u>14,839,480</u> | <u>253,980</u>                   | <u>15,093,460</u>  |

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

|                           | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Movement<br>in funds<br>£ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| <b>Unrestricted funds</b> |                            |                            |                           |
| General fund              | 2,245,325                  | (1,991,345)                | 253,980                   |
| <b>TOTAL FUNDS</b>        | <u>2,245,325</u>           | <u>(1,991,345)</u>         | <u>253,980</u>            |

15. RELATED PARTY DISCLOSURES

Donations made by the charity include the following amounts which were donated to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 142,680 |
| Clapton Common Boys Club     | 26,261  |
| Dover Sholem Community Trust | 84,000  |
| Cosmon (Belz) Ltd            | 7,200   |
| Belz Foundation Ltd          | 20,000  |

Other creditors include the following loans due to charities which have trustees in common with The Talmud Torah Machzikei Hadass Trust:

|                              |         |
|------------------------------|---------|
| Moreshet Hatorah Ltd         | 574,125 |
| Belz Foundation Ltd          | 20,000  |
| Dover Sholem Community Trust | 30,000  |

**The Talmud Torah Machzikei Hadass Trust**

**Detailed Statement of Financial Activities  
for the Year Ended 31 March 2021**

|                                 | 31.3.21<br>£   | 31.3.20<br>£   |
|---------------------------------|----------------|----------------|
| <b>INCOME AND ENDOWMENTS</b>    |                |                |
| <b>Donations and legacies</b>   |                |                |
| Donations                       | 155,648        | 1,049,306      |
| <b>Investment income</b>        |                |                |
| Rents received                  | 532,471        | 507,835        |
| Deposit account interest        | 13             | 52             |
|                                 | <u>532,484</u> | <u>507,887</u> |
| <b>Total incoming resources</b> | 688,132        | 1,557,193      |
| <b>EXPENDITURE</b>              |                |                |
| <b>Charitable activities</b>    |                |                |
| Grants to institutions          | 280,141        | 1,135,856      |
| <b>Support costs</b>            |                |                |
| <b>Governance costs</b>         |                |                |
| Auditors' remuneration          | (1,500)        | 2,400          |
| Legal and professional fees     | -              | 20,857         |
| Accountancy                     | (3,575)        | -              |
| Sundries                        | 4,000          | 14,000         |
| Bank charges                    | 526            | 1,475          |
| Bank loan interest              | 229,400        | 269,403        |
| Finance fees                    | -              | 38,362         |
|                                 | <u>228,851</u> | <u>346,497</u> |
| Total resources expended        | 508,992        | 1,482,353      |
| <b>Net income</b>               | <u>179,140</u> | <u>74,840</u>  |

This page does not form part of the statutory financial statements