

Charity registration number: 290371

The British Friends of Migdal Ohr

Annual Report and Financial Statements
for the Year Ended 31 December 2023

The British Friends of Migdal Ohr

Contents

Reference and Administrative Details	1
Trustees' Report	2
Statement of Trustees' Responsibilities	3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 11

The British Friends of Migdal Ohr

Reference and Administrative Details

Trustees	J Esfandi
	A Album
	O Peleg
	R Haruni
	M Benisty
Principal Office	11 Squirrels Close London N12 8AY
Charity Registration Number	290371

The British Friends of Migdal Ohr

Trustees' Report

The Trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2023.

Objectives and Activities

Public benefit

The charity provides grants to Migdal Ohr in Israel to educate and make provision for underprivileged, orphaned and at-risk children.

The Trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Grant making policies

The Team continued to use the various social networking and media platforms extensively to raise awareness of and fundraise for the charity. Additionally, the internal accounting system was upgraded to Xero and the CRM switched to Beacon, as these integrate with each other and also with the bank accounts, thereby making the recording and reporting processes more efficient.

The Gala Dinner with Rabbi Grossman to celebrate Migdal Ohr's golden jubilee that had been postponed from 2022 due to the passing of Her Majesty Queen Elizabeth II was held in January, and the online gift-matched fundraising campaign was repeated in again June, raising about half of the entire year's income in 36 hours.

The terror attacks of 7 October 2023 resulted in intense fundraising, particularly for those children who had been orphaned and traumatised, some of whom came into the care of Migdal Ohr in Israel.

The Trustees are happy to report that donations directly to the UK charity in the year amounted to £798,091 (2022: £418,779). In addition, £430,254 (2022: £326,084) was sent directly to the Charity's Israel based entity as the explicit result of our UK donors and fundraising efforts.

Costs in the year amounted to £229,175, which included the extra staff and resources spent on raising funds, as well as a pay increase for regular staff.

During the year, Migdal Ohr in Israel received £780,254 (2022: £526,084) as the result of our fundraising efforts.

The annual report was approved by the trustees of the charity on 10 October 2024 and signed on its behalf by:



.....

O Peleg

Trustee

The British Friends of Migdal Ohr

Statement of Trustees' Responsibilities

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

The law applicable to charities 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 of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the 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; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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 the trustees of the charity on 10 October 2024 and signed on its behalf by:


.....
O Peleg
Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE BRITISH FRIENDS OF MIGDAL OHR

Independent examiner's report to the trustees of The British Friends of Migdal Ohr

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2023.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the charity are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Act. In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body, I can confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination, I can confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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



Bryony Balmforth
Inspiro Advisory Limited
Manor Farm
Ship Lane
HP23 4NA

Date 28.10.24

The British Friends of Migdal Ohr

Statement of Financial Activities for the Year Ended 31 December 2023

	Note	Unrestricted funds £	Total 2023 £	Total 2022 Restated £	Total 2022 £
Income and Endowments from:					
Donations and legacies		798,091	798,091	418,779	744,863
Investment income	3	<u>1,563</u>	<u>1,563</u>	<u>1,628</u>	<u>1,628</u>
Total Income		<u>799,653</u>	<u>799,653</u>	<u>420,407</u>	<u>746,491</u>
Expenditure on:					
Raising funds		(75,107)	(75,107)	(71,550)	(71,550)
Charitable activities		(350,000)	(350,000)	(200,000)	(526,084)
Other expenditure		<u>(154,067)</u>	<u>(154,067)</u>	<u>(106,552)</u>	<u>(106,552)</u>
Total Expenditure		<u>(579,175)</u>	<u>(579,175)</u>	<u>(378,102)</u>	<u>(704,186)</u>
Net movement in funds		220,479	220,479	42,305	42,305
Reconciliation of funds					
Total funds brought forward		<u>155,692</u>	<u>155,692</u>	<u>113,387</u>	<u>113,387</u>
Total funds carried forward		<u><u>376,171</u></u>	<u><u>376,171</u></u>	<u><u>155,692</u></u>	<u><u>155,692</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The British Friends of Migdal Ohr

(Registration number: 290371) Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Current assets			
Cash at bank and in hand		377,664	157,192
Other debtors		7	-
Creditors: Amounts falling due within one year	7	<u>(1,500)</u>	<u>(1,500)</u>
Net assets		<u>376,171</u>	<u>155,692</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>376,171</u>	<u>155,692</u>
Total funds		<u>376,171</u>	<u>155,692</u>

The financial statements on pages 5 to 11 were approved by the trustees, and authorised for issue on 10 October 2024 and signed on their behalf by:


.....
O Peleg
Trustee

The British Friends of Migdal Ohr

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The British Friends of Migdal Ohr meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

The British Friends of Migdal Ohr

Notes to the Financial Statements for the Year Ended 31 December 2023

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

The British Friends of Migdal Ohr

Notes to the Financial Statements for the Year Ended 31 December 2023

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

2 Income from donations and legacies

	Unrestricted funds		
	General £	Total 2023 £	Total 2022 Restated £
Donations and legacies;	798,091	798,091	418,779
Donations from individuals	<u>798,091</u>	<u>798,091</u>	<u>418,779</u>

3 Investment income

	Unrestricted funds		
	General £	Total 2023 £	Total 2022 £
Interest receivable and similar income;			
Interest receivable on bank deposits	<u>1,563</u>	<u>1,563</u>	<u>1,628</u>

The British Friends of Migdal Ohr

Notes to the Financial Statements for the Year Ended 31 December 2023

4 Expenditure on raising funds

a) Costs of generating donations and legacies

		Unrestricted funds	Total 2023	Total 2022
	Note	General £	£	£
Donations		52,067	52,067	41,449
Allocated support costs		805	805	1,554
		<u>52,872</u>	<u>52,872</u>	<u>43,003</u>

5 Expenditure on charitable activities

	Unrestricted funds	Total 2023	Total 2022 Restated
	General £	£	£
Grant funding of activities	<u>350,000</u>	<u>350,000</u>	<u>200,000</u>

The British Friends of Migdal Ohr

Notes to the Financial Statements for the Year Ended 31 December 2023

6 Taxation

The charity is a registered charity and is therefore exempt from taxation.

7 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals	<u>1,500</u>	<u>1,500</u>

8 Analysis of net funds

	At 1 January 2023 £	Cash flow £	At 31 December 2023 £
Cash at bank and in hand	157,192	220,472	377,664
	<u>157,192</u>	<u>220,472</u>	<u>377,664</u>

	At 1 January 2022 £	Cash flow £	At 31 December 2022 £
Cash at bank and in hand	114,887	42,305	157,192
Net debt	<u>114,887</u>	<u>42,305</u>	<u>157,192</u>

9 Prior Period Adjustment

A prior period adjustment was made to correct £326,084 which was incorrectly recorded as income in 2022 and the same figure was equally recorded as expenditure. There is no impact on either profit or reserves.

The British Friends of Migdal Ohr

Detailed Statement of Financial Activities for the Year Ended 31 December 2023

	Total 2023 £	Total 2022 Restated £	Total 2022 £
Income and Endowments from:			
Donations and legacies (analysed below)	798,091	418,779	744,863
Investment income (analysed below)	1,563	1,628	1,628
Total income	<u>799,653</u>	<u>420,407</u>	<u>746,491</u>
Expenditure on:			
Raising funds (analysed below)	(75,107)	(71,550)	(71,550)
Charitable activities (analysed below)	(350,000)	(200,000)	(526,084)
Other expenditure (analysed below)	<u>(154,067)</u>	<u>(106,552)</u>	<u>(106,552)</u>
Total expenditure	<u>(579,175)</u>	<u>(378,102)</u>	<u>(704,186)</u>
Net income	<u>220,479</u>	<u>42,305</u>	<u>42,305</u>
Net movement in funds	220,479	42,305	42,305
Reconciliation of funds			
Total funds brought forward	<u>155,692</u>	<u>113,387</u>	<u>113,387</u>
Total funds carried forward	<u><u>376,171</u></u>	<u><u>155,692</u></u>	<u><u>155,692</u></u>

The British Friends of Migdal Ohr

Detailed Statement of Financial Activities for the Year Ended 31 December 2023

	Total 2023 £	Total 2022 Restated £	Total 2022 £
<i>Donations and legacies</i>			
Appeals and donations	798,091	418,779	744,863
	<u>798,091</u>	<u>418,779</u>	<u>744,863</u>
<i>Investment income</i>			
Interest on cash deposits	1,563	1,628	1,628
	<u>1,563</u>	<u>1,628</u>	<u>1,628</u>
<i>Raising funds</i>			
Publicity costs	(4,531)	(13,698)	(13,698)
Other fundraising costs	(52,067)	(41,449)	(41,449)
Insurance	(164)	(164)	(164)
Printing, postage and stationery	(4,087)	(1,440)	(1,440)
Sundry expenses	(641)	(1,390)	(1,390)
Travel and subsistence	(9,092)	(7,803)	(7,803)
IT services	(3,025)	(4,106)	(4,106)
Independent examiner's fee	(1,500)	(1,500)	(1,500)
	<u>(75,107)</u>	<u>(71,550)</u>	<u>(71,550)</u>
<i>Charitable activities</i>			
Grants payable - institutions	(350,000)	(200,000)	(526,084)
	<u>(350,000)</u>	<u>(200,000)</u>	<u>(526,084)</u>
<i>Other expenditure</i>			
Director fees	(90,000)	(75,000)	(75,000)
Consultancy fees	(60,837)	(29,161)	(29,161)
Bank charges	(3,231)	(2,391)	(2,391)
	<u>(154,067)</u>	<u>(106,552)</u>	<u>(106,552)</u>