

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

England & Wales · Charity number 313121

Details

Other names AHAVATH CHESSED ASSOCIATION

Status Registered

Legal form Charitable company

Company number [00711566](#)

Registered 1962-03-16

Register [View on the Charity Commission register](#)

Contact

Address 23 Overlea Road
London
E5 9BG

Phone 02085579557

Activities

Objects: THE COMPANY IS ESTABLISHED FOR CHARITABLE PURPOSES ONLY AND (WITHOUT PREJUDICE TO THE FOREGOING WORDS) IN PARTICULAR: 1. FOR THE ADVANCEMENT OF RELIGION IN ACCORDANCE WITH THE ORTHODOX JEWISH FAITH; 2. FOR THE RELIEF OF POVERTY

Activities: To establish provide and carry on in the United Kingdom and/or elsewhere a school or schools providing education of the highest order and to provide religious instructions and training therein in accordance with the doctrines and principles of religious Judaism and generally to foster education and moral and religious training in accordance with the said principles.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** General Charitable Purposes, Religious Activities
- **Who:** People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** GENERAL
- Israel
- United States

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£550,234	£1,626,314	£2,824,236	0
2024-03-31	£3,515,150	£2,588,196	£3,929,800	0
2023-03-31	£2,795,495	£2,986,178	£2,910,207	0
2022-03-31	£1,972,420	£1,978,963	£3,100,890	0
2021-03-31	£3,060,571	£1,531,841	£3,107,433	0

Trustees

Name	Role	Appointed
David Segal		2022-07-01
Dwora Feldman		
SHULOM FELDMAN		
Spencer Shalom Meyers		2022-07-01

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

England & Wales - Charity number 313121

Accounts

Company registration number 00711566 (England and Wales)

Charity registration number 313121 (England and Wales)

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr S S Meyers Mr D Segal Mrs D Feldman Mr S Feldman	
Country of incorporation	United Kingdom (England and Wales)	00711566
Charity registration	England and Wales	313121
Registered office	Hallswelle House 1 Hallswelle Road London NW11 0DH	
Auditor	Harold Everett Wreford LLP Hallswelle House 1 Hallswelle Road London NW11 0DH	

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

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AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual report and financial statements for the year ended 31 March 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

Objectives and activities

The objects of the charity are to establish, provide and carry on in the United Kingdom or elsewhere a school or schools providing education of the highest order, and to provide religious instructions and training therein in accordance with the doctrines and principles of traditional Judaism and generally to foster education and moral and religious training in accordance with the said principles.

The trustees carry out these objects by making grants to charities working in the field of the advancement of religion, religious education and relief of poverty.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Grant making policy

In general the trustees select the institutions to be supported according to their personal knowledge of work of the institution. Whilst not actively inviting applications, they are always prepared to accept any application which will be carefully considered and help given according to circumstances and funds then available.

Achievements and performance

Significant activities and achievements against objectives

In furtherance of its objects the charity continued to advance and donate money and support other charities with objects similar to those detailed above.

The charity's subsidiary undertakings were involved in property investment and property trading and continue to operate as such.

Financial review

The attached accounts set out the results for the year ended 31 March 2025 and reflect the state of the company's affairs at that date.

The subsidiaries activities are considered to be satisfactory in the light of the difficult economic conditions subsisting at this time.

The charity does not partake in external funding activities. Funds are derived on an annual basis from the subsidiary companies and from independent companies associated with the Trustees and this source has enabled the charity to carry out its activities. The attached Statement of Financial Activities shows donations and investment income received during the year amounting to £550,234. Donations paid during the year totalled £1,626,314 including money spent on support costs.

Reserves policy

The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity. Unrestricted funds at the year end were £2,824,236 (2024 - £3,929,800).

Investment policy

Under the memorandum and articles of association the charity has the power to make any investment which the trustees see fit.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Plans for future periods

Subject to satisfactory income the trustees anticipate that the charity will continue on a similar basis in the foreseeable future and there are no plans for any major changes.

Structure, governance and management

The charity is constituted as a company limited by guarantee and is governed by its Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr S S Meyers

Mr D Segal

Mrs D Feldman

Mr S Feldman

Recruitment and appointment of trustees

The appointment and recruitment of new Trustees is as laid out in the Charity's Memorandum and Articles of Association. New Trustees would be trained as deemed appropriate. None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Statement of trustees' responsibilities

The trustees, who are also the directors of Ahavath Chessed Charitable Association Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company for that year.

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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that 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 Companies Act 2006. 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.

Auditor

In accordance with the company's articles, a resolution proposing that Harold Everett Wreford LLP be reappointed as auditor of the company will be put at a General Meeting.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MARCH 2025*

The trustees' report was approved by the Board of Trustees.

Mr S Feldman
Trustee and director

30 January 2026

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

Opinion

We have audited the financial statements of Ahavath Chessed Charitable Association Limited (the 'charity') for the year ended 31 March 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company'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 Companies Act 2006.

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 *Auditor's 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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 an auditor's report 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:

In identifying and assessing the risks of material misstatement in respect of irregularities, including fraud, and non-compliance with laws and regulations, we considered the following:

- The nature of the sector;
- Our discussions with those charged with management and governance including whether they had knowledge of any actual, suspected or alleged fraud;
- Enquiries of management, including obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances on non-compliance;
 - detecting and responding to the risk of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - internal controls established to mitigate risks related to fraud or non-compliance of laws and regulations;
- Discussions among the engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. The engagement team includes the audit partner and staff who have extensive knowledge of working with charities in similar sectors and this experience was relevant to the discussions about where the fraud risks might arise;
- Income recognition;;
- Grants received during the year;
- Transactions with related parties

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

As a result of these procedures, we considered the particular areas that were susceptible to misstatement due to irregularities, including fraud were in respect of income recognition and classification, unrecorded grant commitments, validity of expenditures, transactions with related parties and non-compliance with Charity Commission guidelines. Our procedures to respond to risks identified included the following:

- Performing completeness testing to verify income recognition;
- Reviewing the financial statement disclosures and testing to support documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management concerning actual and potential litigation and claims;
- Verifying income to supporting documentation on a sample basis to confirm classification;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- We remained alert to any indications of fraud, material misstatement or non-compliance with laws and regulations throughout the audit, including those relating to the financial statements;
- Reviewing supporting documentation for expenses incurred and grants received during the year, ensuring the purpose is in line with the charity's objective;
- Reviewed any correspondence with the Charity Commission.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

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 auditor's 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.

D J Scott (Senior Statutory Auditor)

For and on behalf of Harold Everett Wreford LLP, Statutory Auditor
Chartered Accountants

Hallswelle House

1 Hallswelle Road

London

NW11 0DH

30 January 2026

Harold Everett Wreford LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income from:			
Donations and legacies	3	549,138	3,512,433
Investments	4	1,096	2,717
Total income		<u>550,234</u>	<u>3,515,150</u>
Expenditure on:			
Charitable activities	5	1,626,223	2,587,985
Other expenditure	11	91	133
Total expenditure		<u>1,626,314</u>	<u>2,588,118</u>
Net gains/(losses) on investments	12	<u>(29,396)</u>	<u>92,639</u>
Net income/(expenditure)		<u>(1,105,476)</u>	<u>1,019,671</u>
Other recognised gains and losses:			
Other losses	14	<u>(88)</u>	<u>(78)</u>
Net movement in funds	8	<u>(1,105,564)</u>	<u>1,019,593</u>
Reconciliation of funds:			
Fund balances at 1 April 2024		<u>3,929,800</u>	<u>2,910,207</u>
Fund balances at 31 March 2025		<u>2,824,236</u>	<u>3,929,800</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Investments	15		69,485		98,880
Current assets					
Debtors	16	5,318,725		5,348,163	
Cash at bank and in hand		86,828		688,980	
		5,405,553		6,037,143	
Creditors: amounts falling due within one year	17	(2,650,802)		(2,206,223)	
Net current assets			2,754,751		3,830,920
Total assets less current liabilities			2,824,236		3,929,800
The funds of the charity					
Unrestricted funds	18		2,824,236		3,929,800
			2,824,236		3,929,800

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the trustees on 30 January 2026

Mr S Feldman
Trustee and director

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	21		(603,247)		112,327
Investing activities					
Investment income received		1,095		2,717	
Net cash generated from investing activities			1,095		2,717
Net cash generated from financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(602,152)		115,044
Cash and cash equivalents at beginning of year			688,980		573,936
Cash and cash equivalents at end of year			86,828		688,980

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

Charity information

Ahavath Chessed Charitable Association Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Hallswelle House, 1 Hallswelle Road, London, NW11 ODH.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	136,690	3,160,384
Deeds of covenant receivable	412,448	352,049
	<u>549,138</u>	<u>3,512,433</u>

4 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income from listed investments	1,085	2,707
Interest receivable	11	10
	<u>1,096</u>	<u>2,717</u>

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

5 Expenditure on charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Direct costs		
Grant funding of activities (see note 6)	1,617,059	2,578,847
Share of support and governance costs (see note 7)		
Governance	9,164	9,138
	<u>1,626,223</u>	<u>2,587,985</u>
Analysis by fund		
Unrestricted funds - general	<u>1,626,223</u>	<u>2,587,985</u>

6 Grants payable

Grants are payable in furtherance of the charity's objectives and are detailed in a separate publication which is available from the Registered office address.

7 Support costs allocated to activities

	2025 £	2024 £
Governance costs	9,164	9,138
Analysed between:		
Unrestricted funds	<u>9,164</u>	<u>9,138</u>

8 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	<u>9,000</u>	<u>9,000</u>

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

10 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

11 Other expenditure

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Financing costs	91	133

12 Gains and losses on investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Gains/(losses) arising on:		
Revaluation of investments	(29,396)	92,639

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

14 Other gains and losses

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Gains/(losses) upon:		
Foreign exchange	88	78

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

15 Fixed asset investments

	Listed investments £	Other investments £	Total £
Cost or valuation			
At 1 April 2024	97,570	1,310	98,880
Valuation changes	(29,395)	-	(29,395)
At 31 March 2025	68,175	1,310	69,485
Carrying amount			
At 31 March 2025	68,175	1,310	69,485
At 31 March 2024	97,570	1,310	98,880
		2025	2024
Other investments comprise:	Notes	£	£
Investments in subsidiaries	20	1,310	1,310

16 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Amounts owed by fellow group undertakings	310,401	339,839
Other debtors	5,008,324	5,008,324
	5,318,725	5,348,163

Amounts owed by group undertakings wholly relate to payments due under gift aid payable and paid within nine months of the year end.

Other debtors includes loans amounting to £4,858,324 from UK charities in relation to which the trustees have significant control.

17 Creditors: amounts falling due within one year

	2025 £	2024 £
Amounts owed to fellow group undertakings	4,831	11,417
Amounts owed to associate undertakings	651,552	191,552
Other creditors	1,994,419	2,003,254
	2,650,802	2,206,223

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

17 Creditors: amounts falling due within one year

(Continued)

Amounts owed to related undertakings is money owed to companies in which the trustees have significant influence.

Included in other creditors is an amount of £1,956,552 owed to wholly related UK charities in relation to which the trustees have significant influence.

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2024 £	Incoming resources £	Resources expended £	Gains and losses £	At 31 March 2025 £
General funds	3,929,800	550,234	(1,626,314)	(29,484)	2,824,236
Previous year:	At 1 April 2023 £	Incoming resources £	Resources expended £	Gains and losses £	At 31 March 2024 £
General funds	2,910,207	3,515,150	(2,588,118)	92,561	3,929,800

19 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

Grants to institutions include the following donations to charities where the Trustees are family members with the Trustees in this family:

• Berest Charities	25,000
• Birchas Moshe Trust	130,000
• Friends of Wiznitz	210,500
• Millbrook Charities	16,000
• Mozart Trust	10,000
• YHF Trust	20,000

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

20 Subsidiaries

Details of the charity's subsidiaries at 31 March 2025 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Alonaville Limited	Note 1	Property trading	Ordinary	100.00	
Towhaven Limited	Note 1	Property investment	Ordinary	100.00	
Abernethy Estates Ltd	Note 1	Property investment	Ordinary	100.00	
Mosdor Estate Agencies Limited	Note 1	Property management	Ordinary	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Alonaville Limited	-	183,643
Towhaven Limited	(5,142)	359,771
Abernethy Estates Ltd	(344)	(11,045)
Mosdor Estate Agencies Limited	-	85,125

1. Hallswelle House, 1 Hallswelle Road, London, NW11 0DH

21 Cash (absorbed by)/generated from operations	2025 £	2024 £
(Deficit)/surplus for the year	(1,105,476)	1,019,671
Adjustments for:		
Investment income recognised in statement of financial activities	(1,096)	(2,717)
Foreign exchange differences	(88)	(78)
Fair value gains and losses on investments	29,396	(92,639)
Movements in working capital:		
Decrease/(increase) in debtors	29,438	(99,792)
Increase/(decrease) in creditors	444,579	(712,118)
Cash (absorbed by)/generated from operations	(603,247)	112,327

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

England & Wales - Charity number 313121

Accounts

COMPANY REGISTRATION NUMBER: 0711566

CHARITY REGISTRATION NUMBER: 313121

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Financial Statements
31 March 2024

GK & CO. LLP

Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
England
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2024

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Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2024

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2024.

Reference and administrative details

Registered charity name Ahavath Chessed Charitable Association Limited

Charity registration number 313121

Company registration number 0711566

Principal office and registered office Hallswelle House
1 Hallswelle Road
London
NW11 0DH

The trustees

Mr D Segal
Mrs D. Feldman
Mr S. Feldman
Mr S S Meyers

Company secretary Dwora Feldman

Auditor GK & Co. LLP
Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
England
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2024

Structure, governance and management

Ahavath Chessed Charitable Association Limited is a charity company. It has no share capital and is limited by guarantee.

The charity is organised so that the Governors meet regularly to manage its affairs. There are no paid employees and all administration work is carried out on a voluntary basis by the Governors.

The Governors have considered the guidance published by the Charity Commission and believe that the charity in carrying out its objectives, fully complies with these requirements. In particular the provision of funding for the education of children and adults in accordance with the principles of traditional Judaism and the support of associated communal charitable institutions such as synagogues and homes for the elderly and infirm automatically gives rise to a public benefit. Each year the Governors review the objectives and activities of the charity to ensure that they continue to reflect these aims. In carrying out this review the Governors have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

The appointment and recruitment of new Governors is as laid out in the Charity's Memorandum and Articles of Association. New Governors would be trained as deemed appropriate.

The charity's Memorandum and Articles of Association authorises the Governors to make and hold investments.

Objectives and activities

The objects of the charity are to establish, provide and carry on in the United Kingdom or elsewhere a school or schools providing education of the highest order, and to provide religious instructions and training therein in accordance with the doctrines and principles of traditional Judaism and generally to foster education and moral and religious training in accordance with the said principles.

In furtherance of its objects the charity continued to advance and donate money and support other charities with objects similar to those detailed above.

The company's subsidiary undertakings were involved in property investment and property trading and continue to operate as such.

Public Benefit

The Trustees confirm that due regard has been paid to the public benefit guidance published by the Charity Commission.

Strategic report

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

Achievements and performance

The results of these activities during the year are reflected in the attached accounts.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2024

Financial review

The financial position of the charity is as reflected in the attached Balance Sheet. The retained distributable reserves are less than that considered desirable by the Governors in accordance with their Reserve Policy.

The attached accounts set out the results for the year ended 31st March 2024 and reflect the state of the company's affairs at that date.

The subsidiaries activities are considered to be satisfactory in the light of the difficult economic conditions subsisting at this time.

The charity does not partake in external funding activities. Funds are derived on an annual basis from the subsidiary companies and from independent companies associated with the Governors and this source has enabled the charity to carry out its activities. The attached Statement of Financial Activities shows donations and investment income received during the year amounting to £3,515,150. Donations paid during the year totalled £2,578,847 including money spent on support costs. The resulting net excess of income over expenditure increased funds carried forward at 31st March 2024 to £3,929,800.

RISK MANAGEMENT

The Governors have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate such risks.

Plans for future periods

The Governors' objectives for the future are to continue to carry out the activities as detailed in their report.

RESERVES POLICY

It is the policy of the charity to maintain unrestrictive funds which are the free reserves of the charity at a level which the trustees believe is appropriate after considering both future commitments of the charity and the likely future administration costs of the charity. The Charity's reserves are represented by unrestricted funds arising from past operating results. At the year end the charity had total unrestricted funds of £2,910,207.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2024

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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 23 January 2025 and signed on behalf of the board of trustees by:

Mr S. Feldman
Trustee

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited

Year ended 31 March 2024

Opinion

We have audited the financial statements of Ahavath Chessed Charitable Association Limited (the 'charity') for the year ended 31 March 2024 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 auditor's 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.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2024

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2024

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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:

The audit was considered capable of detecting irregularities, including fraud.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2024

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Phillip Smulovitch (Senior Statutory Auditor)

For and on behalf of
GK & Co. LLP
Chartered accountants & statutory auditor

Hallswelle House
1 Hallswelle Road
London
England
NW11 0DH

23 January 2025

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2024

		2024	2023
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	5	3,512,433	2,792,913
Investment income	6	2,717	2,582
Total income		<u>3,515,150</u>	<u>2,795,495</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	7	78	(218)
Expenditure on charitable activities	8,9	2,588,118	2,986,396
Total expenditure		<u>2,588,196</u>	<u>2,986,178</u>
Net income/(expenditure)		<u>926,954</u>	<u>(190,683)</u>
Other recognised gains and losses			
Gains from revaluation of fixed assets		92,639	—
Net movement in funds		<u>1,019,593</u>	<u>(190,683)</u>
Reconciliation of funds			
Total funds brought forward		2,910,207	3,100,890
Total funds carried forward		<u>3,929,800</u>	<u>2,910,207</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2024

	Note	2024 £	£	2023 £
Fixed assets				
Investments	12		98,880	6,241
Current assets				
Debtors	13	5,348,163		5,248,371
Cash at bank and in hand		688,980		573,936
		<u>6,037,143</u>		<u>5,822,307</u>
Creditors: amounts falling due within one year	14	<u>2,206,223</u>		<u>2,918,341</u>
Net current assets			<u>3,830,920</u>	<u>2,903,966</u>
Total assets less current liabilities			<u>3,929,800</u>	<u>2,910,207</u>
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		92,639		—
Other unrestricted income funds		<u>3,837,161</u>		<u>2,910,207</u>
Total unrestricted funds		<u>3,929,800</u>		<u>2,910,207</u>
Total charity funds	15		<u>3,929,800</u>	<u>2,910,207</u>

These financial statements were approved by the board of trustees and authorised for issue on 23 January 2025, and are signed on behalf of the board by:

Mr S. Feldman
Trustee

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 March 2024

	2024 £	2023 £
Cash flows from operating activities		
Net income/(expenditure)	926,954	(190,683)
<i>Adjustments for:</i>		
Dividends, interest and rents from investments	(2,707)	(2,578)
Other interest receivable and similar income	(10)	(4)
Interest payable and similar charges	133	151
<i>Changes in:</i>		
Trade and other debtors	(99,792)	51,359
Trade and other creditors	(679,861)	668,638
Cash generated from operations	144,717	526,883
Interest paid	(133)	(151)
Interest received	10	4
Net cash from operating activities	144,594	526,736
Cash flows from investing activities		
Dividends, interest and rents from investments	2,707	2,578
Net cash from investing activities	2,707	2,578
Cash flows from financing activities		
Proceeds from loans from group undertakings	(32,257)	—
Net cash used in financing activities	(32,257)	—
Net increase in cash and cash equivalents	115,044	529,314
Cash and cash equivalents at beginning of year	573,936	44,622
Cash and cash equivalents at end of year	688,980	573,936

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Hallswelle House, 1 Hallswelle Road, London, NW11 0DH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

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

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

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Investments in associates

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

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

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

Investments in joint ventures

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

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

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

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The charity is a limited company, limited by guarantee and accordingly has no share capital.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations receivable	3,160,384	3,160,384	2,474,272	2,474,272
Deeds of covenant receivable	352,049	352,049	318,641	318,641
	<u>3,512,433</u>	<u>3,512,433</u>	<u>2,792,913</u>	<u>2,792,913</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

6. Investment income

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Income from listed investments	2,707	2,707	2,578	2,578
Bank interest receivable	10	10	4	4
	<u>2,717</u>	<u>2,717</u>	<u>2,582</u>	<u>2,582</u>

7. Costs of raising donations and legacies

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Costs of raising donations and legacies	78	78	(218)	(218)

8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Donations & grants	2,578,847	2,578,847	2,977,107	2,977,107
Support costs	9,271	9,271	9,289	9,289
	<u>2,588,118</u>	<u>2,588,118</u>	<u>2,986,396</u>	<u>2,986,396</u>

The charity's charitable donations have been detailed in a separate publication, copies of which are available to the public by writing to the Trustee, Mrs D Feldman, Ahavath Chessed Charitable Association Limited, Hallswelle House, 1 Hallswelle Road, London NW11 0DH by registered post.

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2024	Total fund 2023
	£	£	£	£
Donations & grants	2,578,847	–	2,578,847	2,977,107
Governance costs	–	9,271	9,271	9,289
	<u>2,578,847</u>	<u>9,271</u>	<u>2,588,118</u>	<u>2,986,396</u>

10. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Foreign exchange differences	78	(218)
Fees payable for the audit of the financial statements	9,000	9,000

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

11. Trustee remuneration and expenses

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

12. Investments

	Listed investments £
Cost or valuation	
At 1 April 2023	6,241
Additions	—
Fair value movements	92,639
At 31 March 2024	98,880
Impairment	
At 1 April 2023 and 31 March 2024	
Carrying amount	
At 31 March 2024	98,880
At 31 March 2023	6,241

All investments shown above are held at valuation.

Listed investments

All investments shown above are incorporated at cost.

Financial assets held at fair value

The Charity's subsidiaries are as follows:

Mosdor Estate Agencies Limited (Company No. 00743552)
Towhaven Limited (Company No. 01549325)
Alonville Limited (Company No. 01223395)

The trustees have taken all relevant factors into account in coming to a fair valuation of the investments held by the charity at the year end.

13. Debtors

	2024 £	2023 £
Amounts owed by group undertakings	339,839	240,047
Loans to other charities	5,008,324	5,008,324
	5,348,163	5,248,371

Amounts owed by group undertakings wholly relate to payments due under gift aid payable and paid within nine months of the year end. Loans to other charities include loans amounting to £4,858,324 to UK charities in relation to which the trustees have significant influence.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

14. Creditors: amounts falling due within one year

	2024	2023
	£	£
Amounts owed to group undertakings	11,417	43,674
Amounts owing to related undertakings	191,552	881,551
Loans from other charities	1,956,552	1,946,552
Other creditors	46,702	46,564
	<u>2,206,223</u>	<u>2,918,341</u>

Loans from other charities are wholly related to UK charities in relation to which the trustees have significant influence.

15. Analysis of charitable funds

Unrestricted funds

	At 1 April 2023 £	Income £	Expenditure £	Gains and losses £	At 31 March 2024 £
General funds	2,910,207	3,515,150	(2,588,196)	—	3,837,161
Revaluation reserve	—	—	—	92,639	92,639
	<u>2,910,207</u>	<u>3,515,150</u>	<u>(2,588,196)</u>	<u>92,639</u>	<u>3,929,800</u>

	At 1 April 2022 £	Income £	Expenditure £	Gains and losses £	At 31 March 2023 £
General funds	3,100,890	2,795,495	(2,986,178)	—	2,910,207
Revaluation reserve	—	—	—	—	—
	<u>3,100,890</u>	<u>2,795,495</u>	<u>(2,986,178)</u>	<u>—</u>	<u>2,910,207</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	2024	
	£	£
Tangible fixed assets	98,880	98,880
Current assets	6,037,143	6,037,143
Creditors less than 1 year	(2,206,223)	(2,206,223)
Net assets	3,929,800	3,929,800

	Unrestricted Funds	Total Funds
	2023	
	£	£
Tangible fixed assets	6,241	6,241
Current assets	5,822,307	5,822,307
Creditors less than 1 year	(2,918,341)	(2,918,341)
Net assets	2,910,207	2,910,207

17. Analysis of changes in net debt

	At 1 Apr 2023	Cash flows	At 31 Mar 2024
	£	£	£
Cash at bank and in hand	573,936	115,044	688,980
Debt due within one year	(43,674)	32,257	(11,417)
	530,262	147,301	677,563

18. Related parties

Grants to institutions include the following donations to charities where the Trustees are family members with the Trustees in this charity : Berest Charities £20,000 Birchas Moshe Trust £80,000 Millbrook Charities £10,000 Mosart Trust £136,800 YHF Trust £23,000.

Included in debtors is £339,839 due from charity subsidiary companies under control of the trustees and/or their families and is wholly referable to charitable donations paid by 31st December 2024.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Management Information

Year ended 31 March 2024

The following pages do not form part of the financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 March 2024

	2024 £	2023 £
Income and endowments		
Donations and legacies		
Donations receivable	3,160,384	2,474,272
Deeds of covenant receivable	352,049	318,641
	<u>3,512,433</u>	<u>2,792,913</u>
Investment income		
Income from listed investments	2,707	2,578
Bank interest receivable	10	4
	<u>2,717</u>	<u>2,582</u>
Total income	<u>3,515,150</u>	<u>2,795,495</u>
Expenditure		
Costs of raising donations and legacies		
Foreign exchange gain/loss	78	(218)
Expenditure on charitable activities		
Purchases	2,578,847	2,977,107
Legal and professional fees	9,138	9,138
Other interest payable and similar charges	133	151
	<u>2,588,118</u>	<u>2,986,396</u>
Total expenditure	<u>2,588,196</u>	<u>2,986,178</u>
Net income/(expenditure)	<u>926,954</u>	<u>(190,683)</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2024

	2024 £	2023 £
Costs of raising donations and legacies		
Costs of raising donations and legacies		
Foreign exchange gain/loss	<u>78</u>	<u>(218)</u>
	<u>78</u>	<u>(218)</u>
Costs of raising donations and legacies	<u>78</u>	<u>(218)</u>
Expenditure on charitable activities		
Donations & grants		
<i>Activities undertaken directly</i>		
Donations & grants	<u>2,578,847</u>	<u>2,977,107</u>
Governance costs		
Governance costs - audit fees	9,000	9,000
Governance costs - legal and other professional fees	138	138
Governance costs - other finance costs	<u>133</u>	<u>151</u>
	<u>9,271</u>	<u>9,289</u>
Expenditure on charitable activities	<u>2,588,118</u>	<u>2,986,396</u>

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

England & Wales - Charity number 313121

Accounts

COMPANY REGISTRATION NUMBER: 0711566

CHARITY REGISTRATION NUMBER: 313121

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Financial Statements
31 March 2023

GK & CO. LLP

Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
England
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2023

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Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name Ahavath Chessed Charitable Association Limited

Charity registration number 313121

Company registration number 0711566

Principal office and registered office Hallswelle House
1 Hallswelle Road
London
NW11 0DH

The trustees

Mr D Segal (Appointed 1 July 2022)
Mrs D. Feldman
Mr S. Feldman
Mr S S Meyers (Appointed 1 July 2022)

Company secretary Dwora Feldman

Auditor GK & Co. LLP
Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
England
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2023

Structure, governance and management

Ahavath Chessed Charitable Association Limited is a charity company. It has no share capital and is limited by guarantee.

The charity is organised so that the Governors meet regularly to manage its affairs. There are no paid employees and all administration work is carried out on a voluntary basis by the Governors.

The Governors have considered the guidance published by the Charity Commission and believe that the charity in carrying out its objectives, fully complies with these requirements. In particular the provision of funding for the education of children and adults in accordance with the principles of traditional Judaism and the support of associated communal charitable institutions such as synagogues and homes for the elderly and infirm automatically gives rise to a public benefit. Each year the Governors review the objectives and activities of the charity to ensure that they continue to reflect these aims. In carrying out this review the Governors have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

The appointment and recruitment of new Governors is as laid out in the Charity's Memorandum and Articles of Association. New Governors would be trained as deemed appropriate.

The charity's Memorandum and Articles of Association authorises the Governors to make and hold investments.

Objectives and activities

The objects of the charity are to establish, provide and carry on in the United Kingdom or elsewhere a school or schools providing education of the highest order, and to provide religious instructions and training therein in accordance with the doctrines and principles of traditional Judaism and generally to foster education and moral and religious training in accordance with the said principles.

In furtherance of its objects the charity continued to advance and donate money and support other charities with objects similar to those detailed above.

The company's subsidiary undertakings were involved in property investment and property trading and continue to operate as such.

Public Benefit

The Trustees confirm that due regard has been paid to the public benefit guidance published by the Charity Commission.

Strategic report

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

Achievements and performance

The results of these activities during the year are reflected in the attached accounts.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2023

Financial review

The financial position of the charity is as reflected in the attached Balance Sheet. The retained distributable reserves are less than that considered desirable by the Governors in accordance with their Reserve Policy.

The attached accounts set out the results for the year ended 31st March 2023 and reflect the state of the company's affairs at that date.

The subsidiaries activities are considered to be satisfactory in the light of the difficult economic conditions subsisting at this time.

The charity does not partake in external funding activities. Funds are derived on an annual basis from the subsidiary companies and from independent companies associated with the Governors and this source has enabled the charity to carry out its activities. The attached Statement of Financial Activities shows donations and investment income received during the year amounting to £2,795,495. Donations paid during the year totalled £2,977,107 including money spent on support costs. The resulting net excess of expenditure over income reduced funds carried forward at 31st March 2023 to £2,910,207.

RISK MANAGEMENT

The Governors have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate such risks.

Plans for future periods

The Governors' objectives for the future are to continue to carry out the activities as detailed in their report.

RESERVES POLICY

It is the policy of the charity to maintain unrestrictive funds which are the free reserves of the charity at a level which the trustees believe is appropriate after considering both future commitments of the charity and the likely future administration costs of the charity. The Charity's reserves are represented by unrestricted funds arising from past operating results. At the year end the charity had total unrestricted funds of £2,910,207.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2023

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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 25 June 2024 and signed on behalf of the board of trustees by:

Mrs D. Feldman
Trustee

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited

Year ended 31 March 2023

Opinion

We have audited the financial statements of Ahavath Chessed Charitable Association Limited (the 'charity') for the year ended 31 March 2023 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 auditor's 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.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2023

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2023

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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:

The audit was considered capable of detecting irregularities, including fraud.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2023

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Phillip Smulovitch (Senior Statutory Auditor)

For and on behalf of
GK & Co. LLP
Chartered accountants & statutory auditor

Hallswelle House
1 Hallswelle Road
London
England
NW11 0DH

25 June 2024

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

		2023	2022
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	5	2,792,913	1,969,965
Investment income	6	2,582	2,455
Total income		<u>2,795,495</u>	<u>1,972,420</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	7	(218)	(160)
Expenditure on charitable activities	8,9	2,986,396	1,979,123
Total expenditure		<u>2,986,178</u>	<u>1,978,963</u>
Net expenditure and net movement in funds		<u>(190,683)</u>	<u>(6,543)</u>
Reconciliation of funds			
Total funds brought forward		3,100,890	3,107,433
Total funds carried forward		<u>2,910,207</u>	<u>3,100,890</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2023

	Note	2023 £	£	2022 £
Fixed assets				
Investments	12		6,241	6,241
Current assets				
Debtors	13	5,248,371		5,299,730
Cash at bank and in hand		<u>573,936</u>		<u>44,622</u>
		5,822,307		5,344,352
Creditors: amounts falling due within one year	14	<u>2,918,341</u>		<u>2,249,703</u>
Net current assets			<u>2,903,966</u>	<u>3,094,649</u>
Total assets less current liabilities			<u>2,910,207</u>	<u>3,100,890</u>
Funds of the charity				
Unrestricted funds			<u>2,910,207</u>	<u>3,100,890</u>
Total charity funds	15		<u>2,910,207</u>	<u>3,100,890</u>

These financial statements were approved by the board of trustees and authorised for issue on 25 June 2024, and are signed on behalf of the board by:

Mrs D. Feldman
Trustee

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 March 2023

	2023 £	2022 £
Cash flows from operating activities		
Net expenditure	(190,683)	(6,543)
<i>Adjustments for:</i>		
Dividends, interest and rents from investments	(2,578)	(2,455)
Other interest receivable and similar income	(4)	—
Interest payable and similar charges	151	212
<i>Changes in:</i>		
Trade and other debtors	51,359	17,541
Trade and other creditors	668,638	(45,367)
Cash generated from operations	526,883	(36,612)
Interest paid	(151)	(212)
Interest received	4	—
Net cash from/(used in) operating activities	526,736	(36,824)
Cash flows from investing activities		
Dividends, interest and rents from investments	2,578	2,455
Net cash from investing activities	2,578	2,455
Net increase/(decrease) in cash and cash equivalents	529,314	(34,369)
Cash and cash equivalents at beginning of year	44,622	78,991
Cash and cash equivalents at end of year	573,936	44,622

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Hallswelle House, 1 Hallswelle Road, London, NW11 0DH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

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

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

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Investments in associates

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

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

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

Investments in joint ventures

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

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

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

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The charity is a limited company, limited by guarantee and accordingly has no share capital.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations receivable	2,474,272	2,474,272	1,592,506	1,592,506
Deeds of covenant receivable	318,641	318,641	377,459	377,459
	<u>2,792,913</u>	<u>2,792,913</u>	<u>1,969,965</u>	<u>1,969,965</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

6. Investment income

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Income from listed investments	2,578	2,578	2,455	2,455
Bank interest receivable	4	4	—	—
	<u>2,582</u>	<u>2,582</u>	<u>2,455</u>	<u>2,455</u>

7. Costs of raising donations and legacies

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Costs of raising donations and legacies	(218)	(218)	(160)	(160)

8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Donations & grants	2,977,107	2,977,107	1,969,778	1,969,778
Support costs	9,289	9,289	9,345	9,345
	<u>2,986,396</u>	<u>2,986,396</u>	<u>1,979,123</u>	<u>1,979,123</u>

The charity's charitable donations have been detailed in a separate publication, copies of which are available to the public by writing to the Trustee, Mrs D Feldman, Ahavath Chessed Charitable Association Limited, Hallswelle House, 1 Hallswelle Road, London NW11 0DH by registered post.

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2023	Total fund 2022
	£	£	£	£
Donations & grants	2,977,107	—	2,977,107	1,969,778
Governance costs	—	9,289	9,289	9,345
	<u>2,977,107</u>	<u>9,289</u>	<u>2,986,396</u>	<u>1,979,123</u>

10. Net expenditure

Net expenditure is stated after charging/(crediting):

	2023	2022
	£	£
Foreign exchange differences	(218)	(160)
Fees payable for the audit of the financial statements	<u>9,000</u>	<u>9,000</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

11. Trustee remuneration and expenses

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

12. Investments

	Listed investments £
Cost or valuation At 1 April 2022 and 31 March 2023	<u>6,241</u>
Impairment At 1 April 2022 and 31 March 2023	
Carrying amount At 31 March 2023	<u>6,241</u>
At 31 March 2022	<u>6,241</u>

All investments shown above are held at valuation.

Listed investments

All investments shown above are incorporated at cost.

Financial assets held at fair value

The Charity's subsidiaries are as follows:

Mosdor Estate Agencies Limited (Company No. 00743552)
Towhaven Limited (Company No. 01549325)
Alonaville Limited (Company No. 01223395)

The trustees have taken all relevant factors into account in coming to a fair valuation of the investments held by the charity at the year end.

13. Debtors

	2023 £	2022 £
Amounts owed by group undertakings	240,047	291,406
Loans to other charities	<u>5,008,324</u>	<u>5,008,324</u>
	<u>5,248,371</u>	<u>5,299,730</u>

Amounts owed by group undertakings wholly relate to payments due under gift aid payable and paid within nine months of the year end. Loans to other charities include loans amounting to £4,858,324 to UK charities in relation to which the trustees have significant influence.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

14. Creditors: amounts falling due within one year

	2023	2022
	£	£
Amounts owed to group undertakings	43,674	43,674
Amounts owing to related undertakings	881,551	1,168,554
Loans from other charities	1,946,552	1,000,049
Other creditors	46,564	37,426
	<u>2,918,341</u>	<u>2,249,703</u>

Loans from other charities are wholly related to UK charities in relation to which the trustees have significant influence.

15. Analysis of charitable funds

Unrestricted funds

	At 1 April 2022	Income	Expenditure	At 31 March 2023
	£	£	£	£
General funds	<u>3,100,890</u>	<u>2,795,495</u>	<u>(2,986,178)</u>	<u>2,910,207</u>

	At 1 April 2021	Income	Expenditure	At 31 March 2022
	£	£	£	£
General funds	<u>3,107,433</u>	<u>1,972,420</u>	<u>(1,978,963)</u>	<u>3,100,890</u>

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	6,241	6,241
Current assets	5,822,307	5,822,307
Creditors less than 1 year	(2,918,341)	(2,918,341)
Net assets	<u>2,910,207</u>	<u>2,910,207</u>

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	6,241	6,241
Current assets	5,344,352	5,344,352
Creditors less than 1 year	(2,249,703)	(2,249,703)
Net assets	<u>3,100,890</u>	<u>3,100,890</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

17. Analysis of changes in net debt

	At 1 Apr 2022	Cash flows	At 31 Mar 2023
	£	£	£
Cash at bank and in hand	44,622	529,314	573,936
Debt due within one year	(43,674)	—	(43,674)
	<u>948</u>	<u>529,314</u>	<u>530,262</u>

18. Related parties

Grants to institutions include the following donations to charities where the Trustees are family members with the Trustees in this charity : Berest Charities £13,000 Birchas Moshe Trust £75,000 Centurian Charities Ltd £5,000 Millbrook Charities £5,000 YHF Trust £23,000.

Included in debtors is £240,047 due from charity subsidiary companies under control of the trustees and/or their families and is wholly referable to charitable donations paid by 31st December 2023.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Management Information

Year ended 31 March 2023

The following pages do not form part of the financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 March 2023

	2023 £	2022 £
Income and endowments		
Donations and legacies		
Donations receivable	2,474,272	1,592,506
Deeds of covenant receivable	318,641	377,459
	<u>2,792,913</u>	<u>1,969,965</u>
Investment income		
Income from listed investments	2,578	2,455
Bank interest receivable	4	—
	<u>2,582</u>	<u>2,455</u>
Total income	<u>2,795,495</u>	<u>1,972,420</u>
Expenditure		
Costs of raising donations and legacies		
Foreign exchange gain/loss	(218)	(160)
Expenditure on charitable activities		
Purchases	2,977,107	1,969,778
Legal and professional fees	9,138	9,133
Other interest payable and similar charges	151	212
	<u>2,986,396</u>	<u>1,979,123</u>
Total expenditure	<u>2,986,178</u>	<u>1,978,963</u>
Net expenditure	<u>(190,683)</u>	<u>(6,543)</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2023

	2023 £	2022 £
Costs of raising donations and legacies		
Costs of raising donations and legacies		
Foreign exchange gain/loss	(218)	(160)
	<u> </u>	<u> </u>
Costs of raising donations and legacies	(218)	(160)
	<u> </u>	<u> </u>
Expenditure on charitable activities		
Donations & grants		
<i>Activities undertaken directly</i>		
Donations & grants	2,977,107	1,969,778
	<u> </u>	<u> </u>
Governance costs		
Governance costs - audit fees	9,000	9,000
Governance costs - legal and other professional fees	138	133
Governance costs - other finance costs	151	212
	<u> </u>	<u> </u>
	9,289	9,345
	<u> </u>	<u> </u>
Expenditure on charitable activities	2,986,396	1,979,123
	<u> </u>	<u> </u>

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

England & Wales - Charity number 313121

Accounts

COMPANY REGISTRATION NUMBER: 0711566

CHARITY REGISTRATION NUMBER: 313121

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Financial Statements
31 March 2022

GK & CO. LLP

Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2022

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Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name Ahavath Chessed Charitable Association Limited

Charity registration number 313121

Company registration number 0711566

Principal office and registered office Hallswelle House
1 Hallswelle Road
London
NW11 0DH

The trustees

Mr D Segal (Appointed 1 July 2022)

Mrs D. Feldman

Mr H. Feldman (Died 22 March 2022)

Mr S. Feldman

Mr S S Meyers (Appointed 1 July 2022)

Company secretary Dwora Feldman

Auditor GK & Co. LLP
Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2022

Structure, governance and management

Ahavath Chessed Charitable Association Limited is a charity company. It has no share capital and is limited by guarantee.

The charity is organised so that the Governors meet regularly to manage its affairs. There are no paid employees and all administration work is carried out on a voluntary basis by the Governors.

The Governors have considered the guidance published by the Charity Commission and believe that the charity in carrying out its objectives, fully complies with these requirements. In particular the provision of funding for the education of children and adults in accordance with the principles of traditional Judaism and the support of associated communal charitable institutions such as synagogues and homes for the elderly and infirm automatically gives rise to a public benefit. Each year the Governors review the objectives and activities of the charity to ensure that they continue to reflect these aims. In carrying out this review the Governors have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

The appointment and recruitment of new Governors is as laid out in the Charity's Memorandum and Articles of Association. New Governors would be trained as deemed appropriate.

It is with extreme regret that the Board of Governors report that Mr H.Feldman passed away on 22nd March 2022.

The charity's Memorandum and Articles of Association authorises the Governors to make and hold investments.

Objectives and activities

The objects of the charity are to establish, provide and carry on in the United Kingdom or elsewhere a school or schools providing education of the highest order, and to provide religious instructions and training therein in accordance with the doctrines and principles of traditional Judaism and generally to foster education and moral and religious training in accordance with the said principles.

In furtherance of its objects the charity continued to advance and donate money and support other charities with objects similar to those detailed above.

The company's subsidiary undertakings were involved in property investment and property trading and continue to operate as such.

Strategic report

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

Achievements and performance

The Governors have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate such risks.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2022

Financial review

The financial position of the charity is as reflected in the attached Balance Sheet. The retained distributable reserves are less than that considered desirable by the Governors in accordance with their Reserve Policy.

The attached accounts set out the results for the year ended 31st March 2021 and reflect the state of the company's affairs at that date.

The subsidiaries activities are considered to be satisfactory in the light of the difficult economic conditions subsisting at this time.

The charity does not partake in external funding activities. Funds are derived on an annual basis from the subsidiary companies and from independent companies associated with the Governors and this source has enabled the charity to carry out its activities.

Plans for future periods

The Governors' objectives for the future are to continue to carry out the activities as detailed in their report.

RESERVES POLICY

It is the Governors desire to build up and maintain free reserves of the company at a level which the trustees believe is appropriate after considering both future commitments of the charity and the likely future administration costs of the charity.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2022

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 29 March 2023 and signed on behalf of the board of trustees by:

Mrs D. Feldman
Trustee

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited

Year ended 31 March 2022

Opinion

We have audited the financial statements of Ahavath Chessed Charitable Association Limited (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 auditor's 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.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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:

The audit was considered capable of detecting irregularities, including fraud.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited *(continued)*

Year ended 31 March 2022

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Phillip Smulovitch (Senior Statutory Auditor)

For and on behalf of
GK & Co. LLP
Chartered accountants & statutory auditor

Hallswelle House
1 Hallswelle Road
London
NW11 0DH

29 March 2023

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2022

		2022	2021
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	5	1,969,965	3,058,207
Investment income	6	2,455	2,364
Total income		<u>1,972,420</u>	<u>3,060,571</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	7	(160)	365
Expenditure on charitable activities	8,9	1,979,123	1,531,476
Total expenditure		<u>1,978,963</u>	<u>1,531,841</u>
Net (expenditure)/income and net movement in funds		<u>(6,543)</u>	<u>1,528,730</u>
Reconciliation of funds			
Total funds brought forward		3,107,433	1,578,703
Total funds carried forward		<u>3,100,890</u>	<u>3,107,433</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2022

	Note	2022 £	£	2021 £
Fixed assets				
Investments	12		6,241	6,241
Current assets				
Debtors	13	5,299,730		5,317,271
Cash at bank and in hand		44,622		78,991
		<u>5,344,352</u>		<u>5,396,262</u>
Creditors: amounts falling due within one year	14	<u>2,249,703</u>		<u>2,295,070</u>
Net current assets			<u>3,094,649</u>	<u>3,101,192</u>
Total assets less current liabilities			<u>3,100,890</u>	<u>3,107,433</u>
Funds of the charity				
Unrestricted funds			<u>3,100,890</u>	<u>3,107,433</u>
Total charity funds	15		<u>3,100,890</u>	<u>3,107,433</u>

These financial statements were approved by the board of trustees and authorised for issue on 29 March 2023, and are signed on behalf of the board by:

Mrs D. Feldman
Trustee

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 March 2022

	2022 £	2021 £
Cash flows from operating activities		
Net (expenditure)/income	(6,543)	1,528,730
<i>Adjustments for:</i>		
Dividends, interest and rents from investments	(2,455)	(2,364)
Interest payable and similar charges	212	424
<i>Changes in:</i>		
Trade and other debtors	17,541	(2,502,206)
Trade and other creditors	(45,367)	905,132
Cash generated from operations	(36,612)	(70,284)
Interest paid	(212)	(424)
Net cash used in operating activities	(36,824)	(70,708)
Cash flows from investing activities		
Dividends, interest and rents from investments	2,455	2,364
Net cash from investing activities	2,455	2,364
Cash flows from financing activities		
Proceeds from loans from group undertakings	—	35,000
Net cash from financing activities	—	35,000
Net decrease in cash and cash equivalents	(34,369)	(33,344)
Cash and cash equivalents at beginning of year	78,991	112,335
Cash and cash equivalents at end of year	44,622	78,991

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Hallswelle House, 1 Hallswelle Road, London, NW11 0DH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

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

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

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Investments in associates

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

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

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

Investments in joint ventures

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

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

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

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The charity is a limited company, limited by guarantee and accordingly has no share capital.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations receivable	1,592,506	1,592,506	2,731,500	2,731,500
Deeds of covenant receivable	377,459	377,459	326,707	326,707
	<u>1,969,965</u>	<u>1,969,965</u>	<u>3,058,207</u>	<u>3,058,207</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

6. Investment income

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Income from listed investments	<u>2,455</u>	<u>2,455</u>	<u>2,364</u>	<u>2,364</u>

7. Costs of raising donations and legacies

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Costs of raising donations and legacies	<u>(160)</u>	<u>(160)</u>	<u>365</u>	<u>365</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Donations & grants	1,969,778	1,969,778	1,521,919	1,521,919
Support costs	<u>9,345</u>	<u>9,345</u>	<u>9,557</u>	<u>9,557</u>
	<u>1,979,123</u>	<u>1,979,123</u>	<u>1,531,476</u>	<u>1,531,476</u>

The charity's charitable donations have been detailed in a separate publication, copies of which are available to the public by writing to the Trustee, Mrs D Feldman, Ahavath Chessed Charitable Association Limited, Hallswelle House, 1 Hallswelle Road, London NW11 0DH by registered post.

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2022	Total fund 2021
	£	£	£	£
Donations & grants	1,969,778	–	1,969,778	1,521,919
Governance costs	<u>–</u>	<u>9,345</u>	<u>9,345</u>	<u>9,557</u>
	<u>1,969,778</u>	<u>9,345</u>	<u>1,979,123</u>	<u>1,531,476</u>

10. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2022	2021
	£	£
Foreign exchange differences	(160)	365
Fees payable for the audit of the financial statements	<u>9,000</u>	<u>9,000</u>

11. Trustee remuneration and expenses

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

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

12. Investments

	Listed investments £
Cost or valuation	
At 1 April 2021 and 31 March 2022	<u>6,241</u>
Impairment	
At 1 April 2021 and 31 March 2022	
Carrying amount	
At 31 March 2022	<u>6,241</u>
At 31 March 2021	<u>6,241</u>

All investments shown above are held at valuation.

Listed investments

All investments shown above are incorporated at cost.

Financial assets held at fair value

The Charity's subsidiaries are as follows:

Mosdor Estate Agencies Limited (Company No. 00743552)
Towhaven Limited (Company No. 01549325)
Alonaville Limited (Company No. 01223395)

The trustees have valued the shares held in group undertakings at a figure of £622,784 (2021: 621,448) .

The trustees have taken all relevant factors into account in coming to a fair valuation of the investments held by the charity at the year end.

13. Debtors

	2022 £	2021 £
Amounts owed by group undertakings	291,406	308,947
Loans to other charities	5,008,324	5,008,324
	<u>5,299,730</u>	<u>5,317,271</u>

Amounts owed by group undertakings wholly relate to payments due under gift aid payable and paid within nine months of the year end. Loans to other charities include loans amounting to £4,858,324 to UK charities in relation to which the trustees have significant influence.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

14. Creditors: amounts falling due within one year

	2022	2021
	£	£
Amounts owed to group undertakings	43,674	43,674
Amounts owing to related undertakings	1,168,554	1,223,054
Loans from other charities	1,000,049	1,000,049
Other creditors	37,426	28,293
	<u>2,249,703</u>	<u>2,295,070</u>

Loans from other charities are wholly related to UK charities in relation to which the trustees have significant influence.

15. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021	Income	Expenditure	At 31 March 2022
	£	£	£	£
General funds	<u>3,107,433</u>	<u>1,972,420</u>	<u>(1,978,963)</u>	<u>3,100,890</u>

	At 1 April 2020	Income	Expenditure	At 31 March 2021
	£	£	£	£
General funds	<u>1,578,703</u>	<u>3,060,571</u>	<u>(1,531,841)</u>	<u>3,107,433</u>

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2022 £
Tangible fixed assets	6,241	6,241
Current assets	5,344,352	5,344,352
Creditors less than 1 year	(2,249,703)	(2,249,703)
Net assets	<u>3,100,890</u>	<u>3,100,890</u>

	Unrestricted Funds	Total Funds
	£	2021 £
Tangible fixed assets	6,241	6,241
Current assets	5,396,262	5,396,262
Creditors less than 1 year	(2,295,070)	(2,295,070)
Net assets	<u>3,107,433</u>	<u>3,107,433</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

17. Analysis of changes in net debt

	At 1 Apr 2021	Cash flows	At 31 Mar 2022
	£	£	£
Cash at bank and in hand	78,991	(34,369)	44,622
Debt due within one year	(43,674)	—	(43,674)
	<u>35,317</u>	<u>(34,369)</u>	<u>948</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Management Information

Year ended 31 March 2022

The following pages do not form part of the financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 March 2022

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Donations receivable	1,592,506	2,731,500
Deeds of covenant receivable	377,459	326,707
	<u>1,969,965</u>	<u>3,058,207</u>
Investment income		
Income from listed investments	2,455	2,364
	<u>1,972,420</u>	<u>3,060,571</u>
Total income		
Expenditure		
Costs of raising donations and legacies		
Foreign exchange gain/loss	(160)	365
	<u>1,969,778</u>	<u>1,521,919</u>
Expenditure on charitable activities		
Purchases	9,133	9,133
Legal and professional fees	212	424
Other interest payable and similar charges	1,979,123	1,531,476
	<u>1,978,963</u>	<u>1,531,841</u>
Total expenditure		
Net (expenditure)/income	<u>(6,543)</u>	<u>1,528,730</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2022

	2022 £	2021 £
Costs of raising donations and legacies		
Costs of raising donations and legacies		
Foreign exchange gain/loss	(160)	365
	<u> </u>	<u> </u>
Costs of raising donations and legacies	(160)	365
	<u> </u>	<u> </u>
Expenditure on charitable activities		
Donations & grants		
<i>Activities undertaken directly</i>		
Donations & grants	1,969,778	1,521,919
	<u> </u>	<u> </u>
Governance costs		
Governance costs - audit fees	9,000	9,000
Governance costs - legal and other professional fees	133	133
Governance costs - other finance costs	212	424
	<u> </u>	<u> </u>
	9,345	9,557
	<u> </u>	<u> </u>
Expenditure on charitable activities	1,979,123	1,531,476
	<u> </u>	<u> </u>

AHAVATH CHESSED CHARITABLE ASSOCIATION LIMITED

England & Wales - Charity number 313121

Accounts

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Financial Statements
31 March 2021

GK & CO. LLP
Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
NW11 0DH

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2021

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1	Trustees' annual report (incorporating the director's report)
5	Independent auditor's report to the members
9	Statement of financial activities (including income and expenditure account)
10	Statement of financial position
11	Statement of cash flows
12	Notes to the financial statements
	The following pages do not form part of the financial statements
21	Detailed statement of financial activities
22	Notes to the detailed statement of financial activities

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2021.

Reference and administrative details

Registered charity name Ahavath Chessed Charitable Association Limited

Charity registration number 313121

Company registration number 0711566

Principal office and registered office
Hallswelle House
1 Hallswelle Road
London
NW11 0DH

The trustees

Mrs D. Feldman
Mr H. Feldman
Mr S. Feldman

Company secretary

Dwora Feldman

Auditor

GK & Co. LLP
Chartered accountants & statutory auditor
Hallswelle House
1 Hallswelle Road
London
NW11 0DH

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2021

Structure, governance and management

Ahavath Chessed Charitable Association Limited is a charity company. It has no share capital and is limited by guarantee.

The charity is organised so that the Governors meet regularly to manage its affairs. There are no paid employees and all administration work is carried out on a voluntary basis by the Governors.

The Governors have considered the guidance published by the Charity Commission and believe that the charity in carrying out its objectives, fully complies with these requirements. In particular the provision of funding for the education of children and adults in accordance with the principles of traditional Judaism and the support of associated communal charitable institutions such as synagogues and homes for the elderly and infirm automatically gives rise to a public benefit. Each year the Governors review the objectives and activities of the charity to ensure that they continue to reflect these aims. In carrying out this review the Governors have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

The appointment and recruitment of new Governors is as laid out in the Charity's Memorandum and Articles of Association. New Governors would be trained as deemed appropriate.

It is with extreme regret that the Board of Governors report that Mr H. Feldman passed away on 22nd March 2022.

The charity's Memorandum and Articles of Association authorises the Governors to make and hold investments.

Objectives and activities

The objects of the charity are to establish, provide and carry on in the United Kingdom or elsewhere a school or schools providing education of the highest order, and to provide religious instructions and training therein in accordance with the doctrines and principles of traditional Judaism and generally to foster education and moral and religious training in accordance with the said principles.

In furtherance of its objects the charity continued to advance and donate money and support other charities with objects similar to those detailed above.

The company's subsidiary undertakings were involved in property investment and property trading and continue to operate as such.

Strategic report

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

Achievements and performance

The Governors have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate such risks.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2021

Financial review

The financial position of the charity is as reflected in the attached Balance Sheet. The retained distributable reserves are less than that considered desirable by the Governors in accordance with their Reserve Policy.

The attached accounts set out the results for the year ended 31st March 2021 and reflect the state of the company's affairs at that date.

The subsidiaries are considered to be satisfactory in the light of the difficult economic conditions subsisting at this time.

The charity does not partake in external funding activities. Funds are derived on an annual basis from the subsidiary companies and from independent companies associated with the Governors and this source has enabled the charity to carry out its activities.

Plans for future periods

The Governors' objectives for the future are to continue to carry out the activities as detailed in their report.

RESERVES POLICY

It is the Governors desire to build up and maintain free reserves of the company at a level which the trustees believe is appropriate after considering both future commitments of the charity and the likely future administration costs of the charity.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

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

Year ended 31 March 2021

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 14 April 2022 and signed on behalf of the board of trustees by:

Mrs D. Feldman
Trustee

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited

Year ended 31 March 2021

Opinion

We have audited the financial statements of Ahavath Chessed Charitable Association Limited (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 auditor's 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.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited (continued)

Year ended 31 March 2021

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable

Association Limited (continued)

Year ended 31 March 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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:

The audit was considered capable of detecting irregularities, including fraud.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Ahavath Chessed Charitable Association Limited (continued)

Year ended 31 March 2021

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Phillip Smulovitch (Senior Statutory Auditor)
For and on behalf of
GK & Co. LLP
Chartered accountants & statutory auditor

Hallsweille House
1 Hallsweille Road
London
NW11 0DH

14 April 2022

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2021

	2021	2020
Unrestricted funds		
£	£	£
Note		
Income and endowments		
Donations and legacies	5	7,448,546
Investment income	6	2,321
Total income		7,450,867
Expenditure		
Expenditure on raising funds:		
Costs of raising donations and legacies	7	365
Expenditure on charitable activities	8,9	1,531,476
Total expenditure		1,531,841
Net income and net movement in funds		1,528,730
Reconciliation of funds		
Total funds brought forward		1,578,703
Total funds carried forward		3,107,433
		1,578,703
		3,107,433

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2021

	Note	2021	2020
Fixed assets			
Investments	12	6,241	6,241
Current assets			
Debtors	13	5,317,271	2,815,065
Cash at bank and in hand		78,991	112,335
		<u>5,396,262</u>	<u>2,927,400</u>
Creditors: amounts falling due within one year	14	<u>2,295,070</u>	<u>1,354,938</u>
Net current assets		3,101,192	1,572,462
Total assets less current liabilities		3,107,433	1,578,703
Funds of the charity			
Unrestricted funds		3,107,433	1,578,703
Total charity funds	15	3,107,433	1,578,703

These financial statements were approved by the board of trustees and authorised for issue on 14 April 2022, and are signed on behalf of the board by:

Mrs D. Feldman
Trustee

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 March 2021

	2021	2020
	£	£
Cash flows from operating activities		
Net income	1,528,730	1,369,318
<i>Adjustments for:</i>		
Dividends, interest and rents from investments	(2,364)	(2,320)
Other interest receivable and similar income	—	(1)
Interest payable and similar charges	424	186
<i>Changes in:</i>		
Trade and other debtors	(2,502,206)	653,649
Trade and other creditors	905,132	(2,212,792)
Cash generated from operations	(70,284)	(191,960)
Interest paid	(424)	(186)
Interest received	—	1
Net cash used in operating activities	(70,708)	(192,145)
Cash flows from investing activities		
Dividends, interest and rents from investments	2,364	2,320
Net cash from investing activities	2,364	2,320
Cash flows from financing activities		
Proceeds from loans from group undertakings	35,000	(15,157)
Net cash from/(used in) financing activities	35,000	(15,157)
Net decrease in cash and cash equivalents	(33,344)	(204,982)
Cash and cash equivalents at beginning of year	112,335	317,317
Cash and cash equivalents at end of year	<u>78,991</u>	<u>112,335</u>

The notes on pages 12 to 19 form part of these financial statements.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Hallswelle House, 1 Hallswelle Road, London, NW11 0DH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Companies Act 2006.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

3. Accounting policies (continued)

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.

- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

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

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

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

3. Accounting policies (continued)

Investments in associates

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

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

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

Investments in joint ventures

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

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

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

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

3. Accounting policies (continued)

Financial instruments (continued)

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The charity is a limited company, limited by guarantee and accordingly has no share capital.

5. Donations and legacies

	Unrestricted Funds	Total Funds	Unrestricted Funds	Total Funds
	£	£	£	£
	2021	2020	2021	2020
Donations	2,731,500	2,731,500	2,731,500	2,731,500
Donations receivable	326,707	326,707	326,707	326,707
Deeds of covenant receivable	3,058,207	3,058,207	3,058,207	3,058,207
	7,448,546	7,448,546	7,448,546	7,448,546

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

6. Investment income	Unrestricted Funds	Income from listed investments	2,364	2,320	2,320
		Bank interest receivable	—	1	1
	Total Funds		2,364	2,321	2,321
7. Costs of raising donations and legacies	Unrestricted Funds	Costs of raising donations and legacies	365	365	(159)
			365	365	(159)
8. Expenditure on charitable activities by fund type	Unrestricted Funds	Donations & grants	1,521,919	1,521,919	6,072,389
		Support costs	9,557	9,557	9,319
	Total Funds		1,531,476	1,531,476	6,081,708
9. Expenditure on charitable activities by activity type	Activities undertaken directly Support costs	Donations & grants	1,521,919	1,521,919	6,072,389
		Governance costs	—	9,557	9,319
	Total funds		1,521,919	1,531,476	6,081,708
10. Net income	Net income is stated after charging/(crediting):	Foreign exchange differences	365	365	(159)
		Fees payable for the audit of the financial statements	9,000	9,000	9,000

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

11. Trustee remuneration and expenses

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

12. Investments

Listed investments	Cost or valuation	
	At 1 April 2020 and 31 March 2021	Impairment
	At 1 April 2020 and 31 March 2021	At 1 April 2020 and 31 March 2021
	Carrying amount	
	At 31 March 2021	At 31 March 2020
	6,241	6,241
	6,241	6,241

All investments shown above are held at valuation.

Listed investments

All investments shown above are incorporated at cost.

Financial assets held at fair value

The Charity's subsidiaries are as follows:

Mosdor Estate Agencies Limited (Company No. 00743552)
Towhaven Limited (Company No. 01549325)
Alonaville Limited (Company No. 01223395)

The trustees have valued the shares held in group undertakings at a figure of £621,448 (2020: 621,002).

The trustees have taken all relevant factors into account in coming to a fair valuation of the investments held by the charity at the year end.

13. Debtors

	2021	2020
	£	£
Amounts owed by group undertakings	308,947	1,122,240
Loans to other charities	5,008,324	1,692,825
	5,317,271	2,815,065

Amounts owed by group undertakings wholly relate to payments due under gift aid payable and paid within nine months of the year end. Loans to other charities include loans amounting to £4,858,324 to UK charities in relation to which the trustees have significant influence.

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

14. Creditors: amounts falling due within one year

	2021	2020
£		
Amounts owed to group undertakings	43,674	8,674
Amounts owing to related undertakings	1,223,054	1,327,055
Loans from other charities	1,000,049	49
Other creditors	28,293	19,160
	<u>2,295,070</u>	<u>1,354,938</u>

Loans from other charities are wholly related to UK charities in relation to which the trustees have significant influence.

15. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020	£	Income	£	Expenditure	£	At 31 March 2020
General funds	1,578,703		3,060,571		(1,531,841)		3,107,433

	At 1 April 2019	£	Income	£	Expenditure	£	At 31 March 2020
General funds	209,385		7,450,867		(6,081,549)		1,578,703

16. Analysis of net assets between funds

	Unrestricted Funds 2021	Total Funds 2021
Tangible fixed assets	6,241	6,241
Current assets	5,396,262	5,396,262
Creditors less than 1 year	(2,295,070)	(2,295,070)
Net assets	<u>3,107,433</u>	<u>3,107,433</u>

	Unrestricted Funds 2020	Total Funds 2020
Tangible fixed assets	6,241	6,241
Current assets	2,927,400	2,927,400
Creditors less than 1 year	(1,354,938)	(1,354,938)
Net assets	<u>1,578,703</u>	<u>1,578,703</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2021

17. Analysis of changes in net debt

	At 1 Apr 2020	Cash flows	31 Mar 2021	At
	£	£	£	
Cash at bank and in hand	112,335	(33,344)	78,991	
Debt due within one year	(8,674)	(35,000)	(43,674)	
	<u>103,661</u>	<u>(68,344)</u>	<u>35,317</u>	

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Management Information
Year ended 31 March 2021

The following pages do not form part of the financial statements.

Ahavath Chessed Charitable Association Limited
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 March 2021

	2021	2020
	£	£
Income and endowments		
Donations and legacies		
Donations receivable	2,731,500	5,929,069
Deeds of covenant receivable	326,707	1,519,477
	<u>3,058,207</u>	<u>7,448,546</u>
Investment income		
Income from listed investments	2,364	2,320
Bank interest receivable	—	1
	<u>2,364</u>	<u>2,321</u>
Total income	<u>3,060,571</u>	<u>7,450,867</u>
Expenditure		
Costs of raising donations and legacies		
Foreign exchange gain/loss	365	(159)
Expenditure on charitable activities		
Purchases	1,521,919	6,072,389
Legal and professional fees	9,133	9,133
Other interest payable and similar charges	424	186
	<u>1,531,476</u>	<u>6,081,708</u>
Total expenditure	<u>1,531,841</u>	<u>6,081,549</u>
Net income	<u>1,528,730</u>	<u>1,369,318</u>

Ahavath Chessed Charitable Association Limited

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2021

	2021	2020
Costs of raising donations and legacies	£	£
Costs of raising donations and legacies	365	(159)
Foreign exchange gain/loss		
Costs of raising donations and legacies	365	(159)
Expenditure on charitable activities		
Donations & grants		
Activities undertaken directly		
Donations & grants	1,521,919	6,072,389
Governance costs		
Governance costs - audit fees	9,000	9,000
Governance costs - legal and other professional fees	133	133
Governance costs - other finance costs	424	186
	9,557	9,319
Expenditure on charitable activities	1,531,476	6,081,708

