

J O Charitable Trust
Unaudited Financial Statements
5 April 2022

HAFFNER HOFF LTD

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

J O Charitable Trust

Financial Statements

Year ended 5 April 2022

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J O Charitable Trust

Trustees' Annual Report

Year ended 5 April 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2022.

Reference and administrative details

Registered charity name	J O Charitable Trust
Charity registration number	327059
Principal office	72 Windermere Street Gateshead NE8 1XT

The trustees

J Kaufman	
A Kaufman	
M Kaufman	
J C Kaufman	(Appointed 22 April 2022)

Independent examiner	D Schwarz FCCA 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
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Structure, governance and management

The Charity is a charitable trust constituted under a Trust Deed dated 20 Nov 1985 and is a registered charity, number 327059.

The Charity is run by the trustees who all act in an honorary capacity. A new trustee would receive copies of the previous years' Annual Report and Accounts and a copy of the Charity Commission leaflet 'The Essential Trustee : What you need to know'.

Risk Management

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

J O Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 5 April 2022

Objectives and activities

The objectives of the charity are general charitable purposes.

Public Benefit Policy

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Grant Making Policy

Grants are made to charitable institutions and organisations which accord with the objects of the charity.

Investment Policy

It is the policy of the Charity to maintain cash reserves so as to be able to take advantage of any investment opportunities that arise. This policy is regularly reviewed by the trustees and their investment advisors, who advise as to safe investments and when to sell properties and as to rent reviews.

During the year the charity's investments produced a return of over 7%, this is significantly higher than rates on bank deposits and the trustees consider property to be an appropriate investment for the charity's funds.

Achievements and performance

During the year the charity made grants totalling £194,160 in furtherance of its objectives.

Financial review

As at 5 April 2022 the charity held free unrestricted reserves of £23,267 (2021: £39,341).

Reserves Policy

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

The trustees are satisfied that the balance of the Fund is an acceptable level of reserves. It is the policy of the charity to hold reserves sufficient to maintain regular grants at previous year's levels. The trustees feel it would be prudent to maintain reserves at such a level that would enable the Charity to generate its own income to meet this aim. As the Charity has no other reliable income other than from its property investments, the trustees consider that it is prudent to retain reserves sufficient to take advantage of any investment opportunities arising.

Plans for future periods

It is anticipated that the charity will continue to support charitable purposes and institutions in accordance with its objects.

J O Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 5 April 2022

The trustees' annual report was approved on 2 May 2023 and signed on behalf of the board of trustees by:

J Kaufman
Trustee

J O Charitable Trust

Independent Examiner's Report to the Trustees of J O Charitable Trust

Year ended 5 April 2022

I report to the trustees on my examination of the financial statements of J O Charitable Trust ('the charity') for the year ended 5 April 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

D Schwarz FCCA
Independent Examiner

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

2 May 2023

J O Charitable Trust

Statement of Financial Activities

Year ended 5 April 2022

		2022		2021
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	729,700	729,700	158,225
Investment income	5	200,322	200,322	135,724
Total income		<u>930,022</u>	<u>930,022</u>	<u>293,949</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	6	40,600	40,600	22,504
Expenditure on charitable activities	7,8	199,188	199,188	194,827
Total expenditure		<u>239,788</u>	<u>239,788</u>	<u>217,331</u>
Net gains/(losses) on investments	11	274,561	274,561	(85,229)
Net income/(expenditure) and net movement in funds		<u>964,795</u>	<u>964,795</u>	<u>(8,611)</u>
Reconciliation of funds				
Total funds brought forward		2,192,542	2,192,542	2,201,153
Total funds carried forward		<u>3,157,337</u>	<u>3,157,337</u>	<u>2,192,542</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 8 to 14 form part of these financial statements.

J O Charitable Trust

Statement of Financial Position

5 April 2022

	Note	2022 £	£	2021 £
Fixed assets				
Investments	15		3,134,070	2,153,201
Current assets				
Debtors	16	16,922		19,396
Cash at bank and in hand		30,458		32,078
		<u>47,380</u>		<u>51,474</u>
Creditors: amounts falling due within one year	17	<u>24,113</u>		<u>12,133</u>
Net current assets			<u>23,267</u>	<u>39,341</u>
Total assets less current liabilities			<u>3,157,337</u>	<u>2,192,542</u>
Net assets			<u>3,157,337</u>	<u>2,192,542</u>
Funds of the charity				
Unrestricted funds			<u>3,157,337</u>	<u>2,192,542</u>
Total charity funds	18		<u>3,157,337</u>	<u>2,192,542</u>

These financial statements were approved by the board of trustees and authorised for issue on 2 May 2023, and are signed on behalf of the board by:

J Kaufman
Trustee

The notes on pages 8 to 14 form part of these financial statements.

J O Charitable Trust

Statement of Cash Flows

Year ended 5 April 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income/(expenditure)	964,795	(8,611)
<i>Adjustments for:</i>		
Net gains/(losses) on investments	(274,561)	85,229
Dividends, interest and rents from investments	(200,141)	(134,346)
Other interest receivable and similar income	(181)	(1,378)
Accrued expenses	1,980	3,000
<i>Changes in:</i>		
Trade and other debtors	2,474	6,881
Trade and other creditors	10,000	7,813
Cash generated from operations	504,366	(41,412)
Interest received	181	1,378
Net cash from/(used in) operating activities	504,547	(40,034)
Cash flows from investing activities		
Dividends, interest and rents from investments	200,141	134,346
Purchases of other investments	(706,308)	(402,451)
Proceeds from sale of other investments		(68,090)
Net cash used in investing activities	(506,167)	(336,195)
Net increase/(decrease) in cash and cash equivalents	(1,620)	(376,229)
Cash and cash equivalents at beginning of year	32,078	408,307
Cash and cash equivalents at end of year	30,458	32,078

The notes on pages 8 to 14 form part of these financial statements.

J O Charitable Trust

Notes to the Financial Statements

Year ended 5 April 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 72 Windermere Street, Gateshead, NE8 1XT.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported at the year end.

Fund accounting

General unrestricted funds comprise the accumulated surplus or deficit on income and expenditure account. They are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity.

Restricted funds are funds subject to specific restricted conditions imposed by donors. There are no restricted funds as at the Balance Sheet date.

Designated funds are funds which have been set aside at the discretion of the Trustees for specific purposes. There are no designated funds as at the Balance Sheet date.

Incoming resources

All income is 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.

J O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

3. Accounting policies *(continued)*

Resources expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure.

Charitable activities are made up of grants to institutions.

Expenditure also includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Governance costs are included on an accruals basis and are recognised when there is a legal or constructive obligation to pay for expenditure.

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.

Investment property

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

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

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

Financial instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	729,700	729,700	158,225	158,225

J O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

5. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	200,141	200,141	134,346	134,346
Bank interest receivable	9	9	38	38
Other interest receivable	172	172	1,340	1,340
	<u>200,322</u>	<u>200,322</u>	<u>135,724</u>	<u>135,724</u>

6. Investment management costs

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Insurance	2,277	2,277	2,170	2,170
Repairs	17,995	17,995	9,256	9,256
Agents Commission	14,559	14,559	10,483	10,483
Professional Fees	5,769	5,769	557	557
Rates	–	–	38	38
	<u>40,600</u>	<u>40,600</u>	<u>22,504</u>	<u>22,504</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charitable Activities	194,160	194,160	192,045	192,045
Support costs	5,028	5,028	2,782	2,782
	<u>199,188</u>	<u>199,188</u>	<u>194,827</u>	<u>194,827</u>

8. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable Activities	194,160	1,727	195,887	191,827
Governance costs	–	3,301	3,301	3,000
	<u>194,160</u>	<u>5,028</u>	<u>199,188</u>	<u>194,827</u>

J O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

9. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2022 £	Total 2021 £
General office	1,727	1,727	165
Governance costs	3,300	3,300	3,000
	<u>5,027</u>	<u>5,027</u>	<u>3,165</u>

10. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Amudei Olom	35,000	20,000
Chasdei Aharon	10,000	—
Chasdei Sholom	5,000	—
Edupoor	10,000	12,500
Friends of Ateres Moshe	12,000	12,000
Gateshead Kehilla	—	10,000
Gladstone Charitable Trust	20,000	—
Grants under £4000	18,360	30,695
Kupat Hoir	15,600	22,500
Mogain Umoshia	—	13,350
Nitei Orah	—	4,500
Tchabe Kollel	10,000	—
Telz Academy Trust	—	10,000
The Rabbi Chaim Ozer Institute for Talmudic Studies	25,000	10,000
Torah Scholarship Fund	—	26,000
T Y A	23,200	—
Wlodowa Charity & Rehabilitation Trust	10,000	4,500
Yishaya Adler Memorial Fund	—	16,000
	<u>194,160</u>	<u>192,045</u>
Total grants	<u>194,160</u>	<u>192,045</u>

11. Net gains/(losses) on investments

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Gains/(losses) on sale of investment property	—	—	17,303	17,303
Gains/(losses) on revaluation of other investment assets	274,561	274,561	(102,532)	(102,532)
	<u>274,561</u>	<u>274,561</u>	<u>(85,229)</u>	<u>(85,229)</u>

J O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

12. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>3,300</u>	<u>3,000</u>

13. Staff costs

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

2022 £	2021 £
Nil	Nil

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

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

14. Trustee remuneration and expenses

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

15. Investments

	Investment properties £
Cost or valuation	
At 6 April 2021	2,153,201
Additions	706,308
Fair value movements	<u>274,561</u>
At 5 April 2022	<u>3,134,070</u>
Impairment	
At 6 April 2021 and 5 April 2022	
Carrying amount	
At 5 April 2022	<u>3,134,070</u>
At 5 April 2021	<u>2,153,201</u>

All investments shown above are held at valuation.

Investment properties

The investment properties are stated at market value as per the trustee's valuation at the year end.

J O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

16. Debtors

	2022	2021
	£	£
Other debtors	<u>16,922</u>	<u>19,396</u>

17. Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	6,300	4,320
Other creditors	<u>17,813</u>	<u>7,813</u>
	<u>24,113</u>	<u>12,133</u>

18. Analysis of charitable funds

Unrestricted funds

	At 6 April 2021	Income	Expenditure	Gains and losses	At 5 April 2022
	£	£	£	£	£
General funds	<u>2,192,542</u>	<u>930,022</u>	<u>(239,788)</u>	<u>274,561</u>	<u>3,157,337</u>

	At 6 April 2020	Income	Expenditure	Gains and losses	At 5 April 2021
	£	£	£	£	£
General funds	<u>2,201,153</u>	<u>293,949</u>	<u>(217,331)</u>	<u>(85,229)</u>	<u>2,192,542</u>

19. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2022 £
Investments	3,134,070	3,134,070
Current assets	47,380	47,380
Creditors less than 1 year	(24,113)	(24,113)
Net assets	<u>3,157,337</u>	<u>3,157,337</u>

	Unrestricted Funds	Total Funds
	£	2021 £
Investments	2,153,201	2,153,201
Current assets	51,474	51,474
Creditors less than 1 year	(12,133)	(12,133)
Net assets	<u>2,192,542</u>	<u>2,192,542</u>

J O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2022

20. Analysis of changes in net debt

	At 6 Apr 2021	Cash flows	At 5 Apr 2022
	£	£	£
Cash at bank and in hand	<u>32,078</u>	<u>(1,620)</u>	<u>30,458</u>

21. Related parties

During the year aggregate donations totalling £729,700 were received by the charity from trustees and related parties.

Included in Other Debtors is £2,136 (2021: £2,136) due from the M O Charitable Trust a charity with common trustees with this charity. This loan is interest free and repayable on demand.

Also included in Other Debtors is £1,521 (2021: £1,521) due from Y & M Kaufman children of the Trustees. This loan attracts an interest charge at a rate of 8%.