

COMMUNITY TRADING LIMITED
(REGISTERED NUMBER 02449362)

Directors' Report and Accounts
For the year ended 31 March 2017

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COMMUNITY TRADING LIMITED

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COMMUNITY TRADING LIMITED

Company Information

Principal Office and Registered Address

Amelie House
Maurice and Vivienne Wohl Campus
221 Golders Green Road
London NW11 9DQ

Company Registration Number

02449362

Bankers

Barclays Commercial Bank
Level 28, 1 Churchill Place
London E14 5HP

Coutts & Company
440 Strand
London WC2R 0QS

Auditors

haysmacintyre
26 Red Lion Square
London WC1R 4AG

Solicitors

Stephenson Harwood
One St Paul's Churchyard
London EC4M 8SH

COMMUNITY TRADING LIMITED

Directors' Report

The Directors submit their report together with the audited financial statements for the year ended 31 March 2017.

Directors

The Directors who held office throughout the year under review were:

Stephen Zimmerman

Michael Blake

Jonathan Zenios (appointed September 2016)

Michael Brodtman (appointed September 2016)

Matthew Weiner (appointed September 2016)

Neil Taylor (appointed September 2016)

The Directors in office at the end of the year and post year end had no interest in the share capital of the Company at the beginning or end of the year.

The Company has maintained insurance cover for the benefit of its Directors and Officers against any liability incurred by them in carrying out their duties in such capacities.

Principal activity and business review

The Company's status is a wholly-owned subsidiary of Jewish Care. The principal activity of the Company is the provision of services to and in connection with Jewish Care. These services include ticketed events, brochure advertising, auctions and raffles to raise money for the charity and the sale of products in some of the care homes and day centres. In addition from time to time the Company acts on Jewish Care's behalf in managing and completing capital development projects. Community Trading Limited completed the development of the Betty and Asher Loftus Centre in 2015/16.

Results and Future Plans

The Company made a qualifying payment to Jewish Care of £792,458 (2016: £649,530) which represents a 22% increase year on year. The Company's profit after taxation for the year ended 31 March 2017 is NIL (2016: £77,193). The Company will continue to support the Jewish Care capital development programmes in particular at the Hendon and Stanmore sites. At the year end the Company's financial position was satisfactory with sufficient cash reserves to cover its activities with funding for development projects being secured by Jewish Care. The Directors are therefore of the view that the Company is a going concern.

Financial risk management policies

The main risk to income is the cancellation of a speaker at one of our events; this risk is managed by a network of contacts that allows us to quickly source a suitable replacement. Credit risk is controlled by dealing only with suppliers with which the Company has a long trading relationship. Liquidity and cash flow risk on events are managed by agreeing appropriate payment terms with both customers and with the parent company and holding sufficient cash to cover 4-5 months' forward operational expenditure. Cash flow risk in relation to future development arrangements is managed by agreeing appropriate payments terms with the parent company Jewish Care and relevant insurance is kept in place to cover the costs of development including materials.

Statement as to disclosure of information to auditors

Each of the Directors confirm that, so far as they are aware, there is no relevant audit information of which the Company's auditors are unaware, and that they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

COMMUNITY TRADING LIMITED

Directors' Report

Directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under Company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Company financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company 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 Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

The auditors, haysmacintyre, have expressed their willingness to remain in office for a further year and a resolution to that effect will be put to the Annual General Meeting.

In preparing this report, the Directors have taken advantage of small companies exemptions provided by section 415A of the Companies Act 2006.

By Order of the Board



Director
Stephen Zimmerman

20 September 2017

COMMUNITY TRADING LIMITED**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMMUNITY TRADING LIMITED**

We have audited the financial statements of Community Trading Limited for the year ended 31 March 2017, set out on pages 7 to 14. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2006 and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the Company'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 Company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and Auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2017 and of its profit 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.

COMMUNITY TRADING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMMUNITY TRADING LIMITED

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

In the light of our knowledge of the Company and its environment obtained during the course of the audit, we have not identified material misstatements in the Directors' Report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or the directors were not entitled to prepare the financial statements and the Directors' Report;
- in accordance with the small companies regime and to the exemption from the requirement to prepare a Strategic Report or in preparing the Directors' Report.



Adam Halsey (Senior Statutory Auditor)

for and on behalf of
haysmacintyre

Statutory Auditors

26 Red Lion Square
London
WC1R 4AG

Date: 20 September 2017

COMMUNITY TRADING LIMITED

Statement of Income and Retained Earnings For the year ended 31 March 2017

		Year ended 31 Mar 2017	Year ended 31 Mar 2016
	Note	£	£
Turnover	1	3,403,841	3,689,638
Cost of Sales		(2,467,079)	(2,872,369)
Gross profit		936,762	817,269
Administrative expenditure		(144,473)	(75,920)
Operating profit		792,289	741,349
Interest receivable		169	731
Profit before tax	2	792,458	742,080
Tax expense	4	-	(15,357)
Profit after tax		792,458	726,723
Retained earnings at the beginning of the year		2,837	(74,356)
Profit for the year		792,458	726,723
Donation to parent under gift aid		(792,458)	(649,530)
Retained earnings at the end of the year		2,837	2,837

All amounts relate to continuing activities.

The notes on pages 9 to 14 form an integral part of these financial statements.

COMMUNITY TRADING LIMITED

Statement of Financial Position as at 31 March 2017

Registered No. 02449362

		31 Mar 17	31 Mar 16
	Note	£	£
Current Assets			
Debtors: amounts falling due in one year	5	83,824	71,087
Bank and cash balances		487,871	165,582
Total Current Assets		571,695	236,669
Creditors (amounts falling due in one year)	6	(558,858)	(223,832)
Net Current Assets/(Liabilities)		12,837	12,837
Total Assets Less Current Liabilities		12,837	12,837
Capital and Reserves			
Called up share capital	7	10,000	10,000
Profit and loss account		2,837	2,837
Total Shareholders' Funds		12,837	12,837

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS102 section 1A- small entities.

The accounts were approved and authorised for issue on 20 September 2017.



Stephen Zimmerman
Director

The notes on pages 9 to 14 form an integral part of these financial statements.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2017

1. Accounting Policies

General Information

Community Trading Limited is a private company, limited by shares, registered in England and Wales with its registered and principal office at Amelie House, Maurice and Vivienne Wohl Campus, 221 Golders Green Road, NW11 9DQ.

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

Going Concern

On the basis of a sufficient amount of cash at bank and funding secured by Jewish Care for future development projects, the directors consider it appropriate to prepare the financial statements on a going concern basis.

Turnover

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Turnover represents amounts receivable from Jewish Care for the development of the Betty and Asher Loftus Centre, receipts from fundraising events and proceeds on the sale of goods.

Interest Income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2017

Expenditure

Expenditure is accounted for on an accruals basis. Any irrecoverable VAT is included with the costs to which it relates. Cost of sales includes the development costs of the Betty and Asher Loftus Way Centre, Hendon and Stanmore.

Operating Leases (Lessee)

Rentals paid under operating leases are charged to the profit or loss on a straight line basis over the period of the lease. At the 31 March 2017 Community Trading Limited had no operating leases (2016: £NIL).

Holiday Pay Accrual

No liability has been recognised for any unused holiday pay entitlement as the holiday cycle runs concurrently with the financial cycle for both years and there are no carry forward holiday entitlements.

Pension Costs

The pension costs included in the accounts are a recharge from the parent company of the actual costs incurred under the defined benefit pension scheme. Full FRS102 disclosures are included within the Jewish Care consolidated accounts. The contributions are recognised as an expense in the Income Statement when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. At the 31 March 2017 Community Trading Limited had no pension scheme accrual (2016: £NIL).

Financial Instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Cash and Cash Equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2017

Provisions for Liabilities and Charges

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Income Statement in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of Financial Position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of Financial Position. At the 31 March 2017 Community Trading Limited had no provisions (2016: £NIL).

Current and deferred taxation

The tax expense for the year comprises current tax. Tax is recognised in the Income Statement, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date. At the 31 March 2017 Community Trading Limited had no deferred tax balances (2016: £NIL).

Judgements in applying accounting policies and key sources of estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Although these estimates are based on management's best knowledge of the amount, events or actions, actual results may ultimately differ from those estimates. At the 31 March 2017 Community Trading Limited had no estimates (2016: £NIL).

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2017

2. Profit on Ordinary Activities before Taxation

The profit on ordinary activities before taxation is stated after charging the following amounts:

	2017	2016
	£	£
Auditors' remuneration	7,685	7,359

3. Employees

	2017	2016
The average number of employees (including the Directors), all of whom work for the Company on a part time basis, during the year was as follows:	16	16
Staff costs	£	£
Wages and salaries	80,722	32,977
Social security costs	9,438	3,662
Pension costs (defined contribution)	4,165	2,325
	94,325	38,964

The Directors consider the Board of Directors and the Professional Officers the key management personnel of the Charity in charge of directing, controlling, running and operating the Charity on a day to day basis. Key management personnel comprise the professional officers and the total remuneration, benefits and pensions paid to them in the year was £66,305 (2015/16: £10,944). There was no remuneration paid to the Directors during the year (2016: £NIL).

4. Tax on Profit on Ordinary Activities

The Company has taxable profits of £NIL (2016: £77,193) and therefore has no liability to corporation tax at 31 March 2017 (2016: £15,357). The tax assessed for the year is at the standard rate of corporation tax of 20% (2015/16: 20%).

5. Debtors (amounts falling due in one year)

	2017	2016
	£	£
Trade debtors	14,547	10,366
Other debtors	3,990	9,110
Prepayments	18,722	12,674
Accrued income	5,044	38,937
VAT refund due from HMRC	41,521	-
	83,824	71,087

Amounts owed from group undertakings represent the money due on an inter-company account with the parent company Jewish Care.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2017

6. Creditors (amounts falling due within one year)

	2017	2016
	£	£
Trade creditors	266,140	6,563
Amounts owed to group undertakings	276,543	158,344
Accruals	16,175	11,810
Deferred income	-	31,758
Corporation tax due to HMRC	-	15,357
	558,858	223,832

Amounts owed to group undertakings represent the money due on an inter-company account with the parent company Jewish Care.

7. Called up Share Capital

	2017	2016
	£	£
Authorised, allotted, called up and fully paid		
10,000 ordinary shares of £1 each	10,000	10,000

8. Controlling Party

The ultimate parent undertaking for which financial statements are prepared and of which the Company is a member is Jewish Care, its registered office is at Amelie House, Maurice and Vivienne Wohl Campus, 221 Golders Greed Road, NW11 9DQ and is a company incorporated in England and operating in the United Kingdom.

Copies of Jewish Care's financial statements may be obtained from the Registrar of Companies, Crown Way, Cardiff CF14 3UZ.

9. Related Party Transactions

The Company has relied on the exemption in Section 33.1a of FRS 102 not to disclose related party transactions with Group entities.

10. Pension Arrangements

The defined benefit pension scheme operated by Jewish Care of which certain employees are members closed to future benefit accrual as at the 31 March 2017, further details of which are disclosed in note 27 of the statutory accounts of Jewish Care for the year ended 31 March 2017.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2017

11. Post Balance Sheet Event and Capital Commitments

In July 2017, Community Trading Limited entered into capital commitments to develop Wohl Court, the independent living site at Hendon (amount committed £10.3m) and to develop the campus site at Stanmore (amount committed £39.9m).