

COMMUNITY TRADING LIMITED
(REGISTERED NUMBER 02449362)

Directors' Report and Accounts
For the year ended 31 March 2018

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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
10 Queen St Place
London EC4R 1AG

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 2018.

Directors

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

Stephen Zimmerman

Michael Blake

Jonathan Zenios

Michael Brodtman

Matthew Weiner

Neil Taylor (retired 3 July 2018)

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 continued in its capital commitments (note 11) to develop Wohl Court (Independent Living, Hendon) and at Sandringham (Care campus, Stanmore) funding having been secured by Jewish Care to develop both projects. Sandringham is donor funded with 87% of pledged support secured and Wohl Court is part funded (£3m) by the Joel Emanuel Almshouse Trust, both developments will be supported by revolving loan facilities to bridge the gap between the timing of pledge redemptions and construction payments.

Results and Future Plans

The Company made a qualifying payment to Jewish Care of £818,953 (2017: £792,458) which represents a 3.3% increase year on year. The Company's profit after taxation for the year ended 31 March 2018 is £NIL (2017: £NIL). 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:

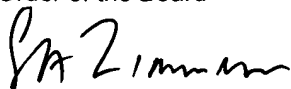
- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors 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 2018

COMMUNITY TRADING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMMUNITY TRADING LIMITED

Opinion

We have audited the financial statements of Community Trading Limited (the 'Company') for the year ended 31 March 2018, which comprise the Income statement, the Statement of Financial Position, the Statement of Changes in Equity 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 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 Company's affairs as at 31 March 2018 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to

report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

COMMUNITY TRADING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMMUNITY TRADING LIMITED

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.

Opinion 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 Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' 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 Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' 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 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 in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement on page 4, the directors 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 directors 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

COMMUNITY TRADING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMMUNITY TRADING LIMITED

Auditors' 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 Auditors' 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.

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

Use of our report

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.



Adam Halsey (Senior statutory auditor)

for and on behalf of

haysmacintyre

Statutory Auditors

10 Queen Street Place

London

EC4R 1AG

Date: 20 September 2018

COMMUNITY TRADING LIMITED

Income Statement as at 31 March 2018

Registered No. 02449362

		Year ended 31 Mar 2018	Year ended 31 Mar 2017
	Note	£	£
Turnover	1	13,462,268	3,403,841
Cost of Sales		(12,559,103)	(2,467,079)
Gross profit		903,165	936,762
Administrative expenditure		(84,270)	(144,473)
Operating profit		818,895	792,289
Interest receivable		58	169
Profit before tax	2	818,953	792,458
Tax expense	4	-	-
Profit after tax		818,953	792,458

All amounts relate to continuing activities.

The notes on pages 11 to 16 form an integral part of these financial statements.

COMMUNITY TRADING LIMITED

Statement of Changes in Equity as at 31 March 2018

Registered No. 02449362

	Called up Share Capital	Profit & Loss Account	Total Equity
		£	£
At 1 April 2016	10,000	2,837	12,837
Comprehensive income for the year		792,458	792,458
Profit for the year	-	792,458	792,458
Other comprehensive income for the year			
Total comprehensive income for the year	-	-	-
Distribution to parent under gift aid	-	(792,458)	(792,458)
Total transactions with owners	-	-	-
At 1 April 2017	10,000	2,837	12,837
Comprehensive income for the year		818,953	818,953
Profit for the year	-	818,953	818,953
Other comprehensive income for the year			
Total comprehensive income for the year	-	-	-
Distribution to parent under gift aid	-	(818,953)	(818,953)
Total transactions with owners	-	-	-
At 31 March 2018	10,000	2,837	12,837

COMMUNITY TRADING LIMITED

Statement of Financial Position as at 31 March 2018

Registered No. 02449362

	Note	31 Mar 18 £	31 Mar 17 £
Current Assets			
Debtors: amounts falling due in one year	5	2,089,235	83,824
Bank and cash balances		602,528	487,871
Total Current Assets		2,691,763	571,695
Creditors (amounts falling due in one year)	6	(2,678,926)	(558,858)
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 2018.



Stephen Zimmerman
Director

The notes on pages 11 to 16 form an integral part of these financial statements.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2018

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:

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 Income Statement using the effective interest method.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2018

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 care campus Sandringham at Stanmore and the independent living site at Hendon.

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 2018 Community Trading Limited had no pension scheme accrual (2017: £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 2018

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 2018 Community Trading Limited had no provisions (2017: £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 2018 Community Trading Limited had no deferred tax balances (2017: £NIL).

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2018

2. Profit on Ordinary Activities before Taxation

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

	2018	2017
	£	£
Auditors' remuneration	7,900	7,685

3. Employees

	2018	2017
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	44,043	80,722
Social security costs	5,010	9,438
Pension costs (defined contribution)	2,711	4,165
	51,764	94,325

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 £23,744 (2016/17: £66,305). There was no remuneration paid to the Directors during the year (2017: £NIL).

4. Tax on Profit on Ordinary Activities

The Company has taxable profits of £NIL (2017: £NIL) and therefore has no liability to corporation tax at 31 March 2018 (2017: £NIL). The tax assessed for the year is at the standard rate of corporation tax of 20% (2016/17: 20%).

5. Debtors (amounts falling due in one year)

	2018	2017
	£	£
Trade debtors	29,289	14,547
Other debtors	939,394	3,990
Prepayments	46,252	18,722
Accrued income	4,741	5,044
VAT refund due from HMRC	1,069,559	41,521
Amounts due from group undertakings	-	-
	2,089,235	83,824

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 2018

6. Creditors (amounts falling due within one year)

	2018	2017
	£	£
Trade creditors	71,360	266,140
Amounts owed to group undertakings	2,598,606	276,543
Accruals	-	16,175
Other creditors	8,960	-
	2,678,926	558,858

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

	2018	2017
	£	£
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 Companies House.

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 2018, further details of which are disclosed in note 27 of the statutory accounts of Jewish Care for the year ended 31 March 2018.

COMMUNITY TRADING LIMITED

Notes to the Financial Statements For the year ended 31 March 2018

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 at the 31 March 2018: £6.3m) and to develop the care campus, Sandringham at Stanmore (amount committed at the 31 March 2018 £34.2m).