

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
30 SEPTEMBER 2008**

Charity Number 1109706

THURSDAY



AZEIGB73

A08

02/07/2009

398

COMPANIES HOUSE

GERALD KREDITOR & CO.

Chartered Accountants
Hallswelle House
1 Hallswelle Road
London
NW11 0DH

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

CONTENTS	PAGE
Trustees Annual Report	1
Accountants' report	5
Statement of Financial Activities (incorporating the income and expenditure account)	6
Balance sheet	7
Notes to the financial statements	8

FRIENDS OF BNEI AKIVA (BACHAD) COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT

YEAR ENDED 30 SEPTEMBER 2008

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the unaudited financial statements of the charity for the year ended 30 September 2008.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Friends of Bnei Akiva (Bachad)
Charity registration number	1109706
Company registration number	05373032
Principal office	
Registered office	2 Hallswelle Road London NW11 0DJ

THE TRUSTEES

The trustees who served the company during the period were as follows:

Mr H Klahr
Mr P Burns
Mr F Weinberg
Mr B Ben- Ari
Mr G Kreike
Mr N Fisch
Mrs D J Kestenbaum

Mrs D J Kestenbaum was appointed as a trustee on 16 January 2008.

Mr B Ben- Ari retired as a trustee on 8 January 2008.

Mr P Burns retired as a trustee on 3 February 2009.

Secretary	Mr P Burns
Accountants	Gerald Kreditor & Co. Chartered Accountants Hallswelle House 1 Hallswelle Road London NW11 0DH
Investment adviser	Rathbones 159 New Bond Street London W1S 2UD
Bankers	HSBC Bank Plc 897 Finchley Road London NW11 7NX

FRIENDS OF BNEI AKIVA (BACHAD) COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT (*continued*)

YEAR ENDED 30 SEPTEMBER 2008

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING DOCUMENT

Friends of Bnei Akiva (Bachad) is a charitable company, limited by guarantee, incorporated on 22 February 2005 and registered as a charity with the Charity Commission on 26 May 2005. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

APPOINTMENT OF TRUSTEES

The directors of the company are also charity trustees for the purposes of charity law. The charitable company is managed by a board of trustees which is responsible for setting the strategic direction of the organisation and for establishing policy. The trustees are appointed by the board on the recommendation of other members of the board.

TRUSTEE INDUCTION AND TRAINING

All longstanding trustees are already familiar with the practical work of the charity and new trustees are encouraged to attend board meetings to familiarise themselves with the charity and the context within which it operates.

ORGANISATION STRUCTURE

As mentioned above, the charity is managed by a board of trustees.

The trustees meet on a regular basis to deal with special business. The Charity works closely, in a spirit of friendship and co-operation with Bnei Akiva. Its members are made up of parents, former members and well-wishers. They support the work with fund-raising and collecting donations for capital projects, as well as supporting Bnei Akiva with funds for its educational work.

RELATED PARTIES

The charity has a close relationship with Bnei Akiva for whom it supplies financial and other support. Bnei Akiva is the world's largest religious Zionist youth organisation, active all over the world, with over 50,000 members.

RISK MANAGEMENT

The trustees have conducted a review of the major risks to which the charity is exposed. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, and visitors to the youth centres. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity. The charity manages its financial risk by setting a reserves policy which is regularly reviewed by trustees.

FRIENDS OF BNEI AKIVA (BACHAD) COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30 SEPTEMBER 2008

OBJECTIVES AND ACTIVITIES

The principal objectives of the charity throughout the year have been to foster and promote education (including education in the Jewish Religion) for Jewish youth in The United Kingdom and in Israel. These objectives are achieved by providing support, financial and otherwise, to Bnei Akiva.

The charity also provides grants for needy individuals children towards the cost of various Bnei Akiva camps, Israel trips, and other events.

The charity has youth centres in Manchester and London for the purposes of achieving these objectives.

ACHIEVEMENTS AND PERFORMANCE

The main areas of charitable activities are the provision and maintenance of the youth centres in London and Salford, organising events for youth and providing grants to Bnei Akiva.

FINANCIAL REVIEW

During the year, the charity's funds have been applied in furtherance of its objectives and the day to day running of the charity.

In the year to 30 September 2008, incoming resources amounted to £208,246 and resources expended amounted to £160,182.

At 30 September 2008, the charity had a total unrestricted fund balance of £1,668,416.

There have been no changes in the accounting policies of the charity during the year.

The charity will continue to depend on donors and past and present members who have supported our activities.

The trustees would like to express our gratitude to our donors, members, and volunteers who have generously given of their time and effort and have contributed towards the charity's activities and objectives.

RESERVE POLICY

The trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have concluded that the general reserves amounting to £1,668,666 are necessary to maintain the day to day running of the charity and to achieving its objectives.

PLANS FOR THE FUTURE

The charity plans to continuing the activities as outlined above.

RESPONSIBILITIES OF THE TRUSTEES

The trustees are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

TRUSTEES ANNUAL REPORT (*continued*)

YEAR ENDED 30 SEPTEMBER 2008

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with Companies Act 1985. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REPORTING ACCOUNTANTS

Messrs Gerald Kreditor & Co. will continue in office as reporting accountants for the ensuing year.

Registered office:
2 Haliswelle Road
London
NW11 0DJ

Signed on behalf of the trustees



H Klahr
Trustee

24 June 2009

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

**ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED
FINANCIAL STATEMENTS OF FRIENDS OF BNEI AKIVA (BACHAD)**

YEAR ENDED 30 SEPTEMBER 2008

We report on the accounts for the year ended 30 September 2008 set out on pages 6 to 13.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING
ACCOUNTANTS**

As described on page 7 the company's directors (who also act as trustees for the charitable activities of Friends of Bnei Akiva (Bachad)) are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

OPINION

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act as modified by section 249A(5) and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemptions specified in section 249B(1)(a) to (f).

Hallswelle House
1 Hallswelle Road
London
NW11 0DH

GERALD KREDITOR & CO.
Chartered Accountants

24 June 2009

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE
INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 30 SEPTEMBER 2008

	Note	Total Funds 2008 £	Total Funds 2007 £
INCOMING RESOURCES			
Incoming resources from generating funds:			
Voluntary income	2	95,182	152,366
Activities for generating funds	3	106,620	48,291
Investment income	4	6,444	6,619
TOTAL INCOMING RESOURCES		<u>208,246</u>	<u>207,276</u>
RESOURCES EXPENDED			
Costs of generating funds:			
Costs of generating voluntary income	5	(129,254)	(570,506)
Governance costs	6	(30,928)	(29,339)
TOTAL RESOURCES EXPENDED		<u>(160,182)</u>	<u>(599,845)</u>
NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR	7	48,064	(392,569)
Realised gains on disposal of investment assets		—	31,271
NET MOVEMENT IN FUNDS/NET INCOME/(EXPENDITURE) FOR THE YEAR		48,064	(361,298)
RECONCILIATION OF FUNDS			
Total funds brought forward		1,620,352	1,981,650
TOTAL FUNDS CARRIED FORWARD		<u>1,668,416</u>	<u>1,620,352</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 8 to 13 form part of these financial statements.

FRIENDS OF BNEI AKIVA (BACHAD) COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

30 SEPTEMBER 2008

	Note	2008 £	2007 £
<u>FIXED ASSETS</u>			
Tangible assets	9	1,527,645	1,519,586
<u>CURRENT ASSETS</u>			
Debtors	10	7,788	7,205
Cash at bank		223,711	144,948
		231,499	152,153
<u>CREDITORS: Amounts falling due within one year</u>	11	(90,728)	(51,387)
<u>NET CURRENT ASSETS</u>		140,771	100,766
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		1,668,416	1,620,352
<u>NET ASSETS</u>		1,668,416	1,620,352
<u>FUNDS</u>			
Restricted income funds	12	-	-
Unrestricted income funds	13	1,668,416	1,620,352
<u>TOTAL FUNDS</u>		1,668,416	1,620,352

The trustees are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act. The trustees acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements were approved by the members of the committee on the 24 June 2009 and are signed on their behalf by:

Mr H Klahr

 Trustee (Director)

The notes on pages 8 to 13 form part of these financial statements.

FRIENDS OF BNEI AKIVA (BACHAD) COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 1985.

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Investment assets and income

Current asset investments are at the lower of cost and net realisable value.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds is charged against the specific fund. The aim and use of each of the restricted funds is set out in the notes to the financial statements.

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 reported as part of the expenditure to which it relates. Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of fundraising activities carried out by the charity. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity. All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of the resources.

FRIENDS OF BNEI AKIVA (BACHAD) COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

1. ACCOUNTING POLICIES *(continued)*

Fixed assets

All fixed assets are initially recorded at cost.

No depreciation is provided on freehold land and buildings as the charity has a policy and practice of regular repairs and maintenance (charges for which are recognised in the income and expenditure account) such that the freehold land and buildings is maintained at its existing state.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	-	0%
Religious artefacts	-	2% straight line
Fixtures & Fittings	-	20% and 33% Reducing balance

Income resources

All incoming resource are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income: Voluntary income including donations, gifts and legacies are included when receivable by the charity. Deposit interest is included when receivable by the charity.

Charity status

The charity is a company limited by guarantee, the liability of members being limited to £10 each. The company is registered as a charity and is exempt from direct taxation.

2. VOLUNTARY INCOME

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Donations			
Donations and covenants	95,182	95,182	147,448
Gifts			
Assets transferred by Bachad Fellowship	-	-	4,918
	<u>95,182</u>	<u>95,182</u>	<u>152,366</u>

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds	Total Funds 2008	Total Funds 2007
	£	£	£
Other activities for generating funds - Brochures	32,530	32,530	11,300
Other activities for generating funds - Dinner	20,760	20,760	27,662
Other activities for generating funds - Events	53,330	53,330	9,329
	<u>106,620</u>	<u>106,620</u>	<u>48,291</u>

4. INVESTMENT INCOME

	Unrestricted Funds	Total Funds 2008	Total Funds 2007
	£	£	£
Investment income	—	—	1,645
Bank interest receivable	6,444	6,444	4,974
	<u>6,444</u>	<u>6,444</u>	<u>6,619</u>

5. COSTS OF GENERATING VOLUNTARY INCOME

	Unrestricted Funds	Total Funds 2008	Total Funds 2007
	£	£	£
Donations	57,895	57,895	507,452
Support costs	71,359	71,359	63,054
	<u>129,254</u>	<u>129,254</u>	<u>570,506</u>

6. GOVERNANCE COSTS

	Unrestricted Funds	Total Funds 2008	Total Funds 2007
	£	£	£
Salaries and wages	19,043	19,043	20,371
Employer's NIC	1,664	1,664	1,982
General expenses	2,406	2,406	2,353
Accountancy fees	2,350	2,350	—
Audit fees	—	—	2,000
Interest payable: Late filing penalty charges	500	500	—
Depreciation	2,656	2,656	561
Printing, postage and stationery	1,645	1,645	1,393
Telephone	166	166	217
Bank charges	498	498	462
	<u>30,928</u>	<u>30,928</u>	<u>29,339</u>

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

7. NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR

This is stated after charging:

	2008	2007
	£	£
Depreciation	2,656	561
Auditors' remuneration:		
- audit of the financial statements	<u>—</u>	<u>2,000</u>

8. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2008	2007
	£	£
Wages and salaries	19,043	20,371
Social security costs	1,664	1,982
	<u>20,707</u>	<u>22,353</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2008	2007
	No	No
Number of administrative staff	<u>1</u>	<u>1</u>

No employee received emoluments of more than £60,000 during the year (2007 - Nil).

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

9. TANGIBLE FIXED ASSETS

	Freehold property £	Religious Artefacts £	Equipment £	Total £
COST				
At 1 October 2007	1,500,000	19,362	785	1,520,147
Additions	—	—	10,716	10,716
At 30 September 2008	<u>1,500,000</u>	<u>19,362</u>	<u>11,501</u>	<u>1,530,863</u>
DEPRECIATION				
At 1 October 2007	—	387	174	561
Charge for the year	—	380	2,277	2,657
At 30 September 2008	<u>—</u>	<u>767</u>	<u>2,451</u>	<u>3,218</u>
NET BOOK VALUE				
At 30 September 2008	<u>1,500,000</u>	<u>18,595</u>	<u>9,050</u>	<u>1,527,645</u>
At 30 September 2007	<u>1,500,000</u>	<u>18,975</u>	<u>611</u>	<u>1,519,586</u>

10. DEBTORS

	2008 £	2007 £
Trade debtors	3,276	2,237
Tax on gift aid	4,512	4,513
Prepayments	—	455
	<u>7,788</u>	<u>7,205</u>

11. CREDITORS: Amounts falling due within one year

	2008 £	2007 £
Other creditors	87,903	45,086
Accruals	2,825	6,301
	<u>90,728</u>	<u>51,387</u>

12. RESTRICTED INCOME FUNDS

The charity had no restricted funds throughout the year.

**FRIENDS OF BNEI AKIVA (BACHAD)
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2008

13. UNRESTRICTED INCOME FUNDS

	Balance at 1 Oct 2007	Incoming resources	Balance at 30 Sep 2008
	£	£	£
General Funds	<u>1,620,352</u>	<u>48,064</u>	<u>1,668,416</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets	Net current assets	Other net liabilities	Total
	£	£	£	£
Unrestricted Income Funds	<u>1,527,645</u>	<u>231,499</u>	<u>(90,728)</u>	<u>1,668,416</u>
Total Funds	<u>1,527,645</u>	<u>231,499</u>	<u>(90,728)</u>	<u>1,668,416</u>

15. COMPANY LIMITED BY GUARANTEE

Friends of Bnei Akiva (Bachad) is a charitable company, limited by guarantee, incorporated on 22 February 2005 and registered as a charity with the Charity Commission on 26 May 2005. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.