

REGISTERED COMPANY NUMBER: 06303541 (England and Wales)
REGISTERED CHARITY NUMBER: 1121469

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
FOR
HASDEI AVOT CHARITABLE TRUST**

Joseph Kahan Associates LLP
Chartered Accountants
923 Finchley Road
London
NW11 7PE

**HASDEI AVOT CHARITABLE TRUST
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Statement of Financial Position	5 to 6
Statement of Cash Flows	7
Notes to the Statement of Cash Flows	8
Notes to the Financial Statements	9 to 13

**HASDEI AVOT CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2017**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The Charity is constituted as a company limited by guarantee, and is therefore governed by a Memorandum and Articles of Association. The Charity is registered with the Charity Commission.

The Charity's object and its principal activities must be:

To provide grants and donations for individuals or such charitable associations, bodies and organizations, for the purpose of advancing education, relieving poverty, sickness and the needs of the elderly and disabled, as the trustees in their absolute discretion must think fit.

ACHIEVEMENT AND PERFORMANCE

The Trustees consider the performance of the Charity during the period to be satisfactory, and note that more voluntary donations have been received during the year to support the objective of the charity.

FINANCIAL REVIEW

The Statement of Financial Activities shows a net deficit for the year of £160,140 (2016: Surplus of £317,137). The reserves fund as at 31st December 2017 was £1,718,852 (2016 : £1,878,992).

PUBLIC BENEFIT

The trustees have carefully considered the public benefit requirements and their duty to ensure that they are compliant with them. They feel that the activities as detailed below, must more than adequately, satisfy the public benefit requirement.

The trustees must continue to operate within the confines of the charity objectives namely in the respect of the providing grants and donations to individuals or such charitable organizations for the advancement of education, relief of poverty, sickness and the need of the elderly and disabled.

The charity must provide grants to a broad section of the community and grant applications must be vetted carefully. Where the grants are given, the trustees must follow it through to ensure that the grants are used for the purposes for which they are needed.

The trustees are of the opinion that the following through of these grants ensure that the aims and objects of the charity is met.

FUTURE PLANS

We are confident that our supporters will provide us with contributions at a level to support the objects of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

All Directors of the company are also Trustees of the charity, and there are no other Trustees. All of the Trustees named on page 1 served throughout the year. The Board has the power to appoint additional Trustees as it considers fit to do so.

Organisational structure

The Charity is organized so that the Directors and Trustees must meet regularly to manage its affairs. There are two part time administrators, who manage the day to day administration of the Charity.

**HASDEI AVOT CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2017**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at current levels, combined with an annual review of the controls over key financial systems, must provide sufficient resources in the event of adverse conditions. The Trustees have also examined other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06303541 (England and Wales)

Registered Charity number

1121469

Registered office

923 Finchley Road
Golders Green
London
NW11 7PE

Trustees

M G Abadi	Director and Trustee
D P Lyons	Director and Trustee
Mrs F Resnik De Abadi	Director and Trustee

Company Secretary

Mrs F Resnik De Abadi

Independent examiner

Akiva Kahan FCA
ICAEW
Joseph Kahan Associates LLP
Chartered Accountants
923 Finchley Road
London
NW11 7PE

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 20 September 2018 and signed on its behalf by:

M G Abadi - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
HASDEI AVOT CHARITABLE TRUST**

Independent examiner's report to the trustees of Hasdei Avot Charitable Trust ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2017.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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

Akiva Kahan FCA
ICAEW
Joseph Kahan Associates LLP
Chartered Accountants
923 Finchley Road
London
NW11 7PE

Date:

HASDEI AVOT CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2017

		2017	2016
		Unrestricted	Total
		fund	funds
		£	£
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies		176,470	-
Total		<u>176,470</u>	<u>-</u>
EXPENDITURE ON			
Charitable activities	2		
Charitable donations and associated costs		386,566	82,413
Net Foreign exchange loss/gain		99,301	(302,046)
Finance costs		172	79
Accountancy, professional and legal fees		2,950	2,562
Loss on disposal of investment		2,915	-
Total		<u>491,904</u>	<u>(216,992)</u>
Net gains/(losses) on investments		<u>155,293</u>	<u>100,145</u>
NET INCOME/(EXPENDITURE)		<u>(160,141)</u>	<u>317,137</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>1,878,992</u>	<u>1,561,855</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>1,718,851</u></u>	<u><u>1,878,992</u></u>

HASDEI AVOT CHARITABLE TRUST
STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2017

		2017	2016
		Unrestricted	Total
		fund	funds
	Notes	£	£
FIXED ASSETS			
Investments	7	1,703,140	1,880,449
CURRENT ASSETS			
Cash at bank		21,533	3,575
CREDITORS			
Amounts falling due within one year	8	(5,822)	(5,032)
NET CURRENT ASSETS/(LIABILITIES)		<u>15,711</u>	<u>(1,457)</u>
TOTAL ASSETS LESS CURRENT			
LIABILITIES		<u>1,718,851</u>	<u>1,878,992</u>
NET ASSETS		<u>1,718,851</u>	<u>1,878,992</u>
FUNDS	9		
Unrestricted funds		<u>1,718,851</u>	<u>1,878,992</u>
TOTAL FUNDS		<u>1,718,851</u>	<u>1,878,992</u>

HASDEI AVOT CHARITABLE TRUST
STATEMENT OF FINANCIAL POSITION - CONTINUED
AT 31 DECEMBER 2017

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 20 September 2018 and were signed on its behalf by:

M G Abadi -Trustee

HASDEI AVOT CHARITABLE TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017

		2017	2016
	Notes	£	£
Cash flows from operating activities:			
Cash generated from operations	1	<u>(209,311)</u>	<u>(107,436)</u>
Net cash provided by (used in) operating activities		<u>(209,311)</u>	<u>(107,436)</u>
Cash flows from investing activities:			
Sale of tangible fixed assets		(2,915)	(1,130)
Sale of fixed asset investments		<u>230,184</u>	<u>100,145</u>
Net cash provided by (used in) investing activities		<u>227,269</u>	<u>99,015</u>
Change in cash and cash equivalents in the reporting period		17,958	(8,421)
Cash and cash equivalents at the beginning of the reporting period		3,575	11,996
Cash in cash and cash equivalents due to exchange rate movements		<u>99,301</u>	<u>-</u>
Cash and cash equivalents at the end of the reporting period		<u><u>120,834</u></u>	<u><u>3,575</u></u>

HASDEI AVOT CHARITABLE TRUST

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2017

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES		
	2017	2016
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(160,141)	317,137
Adjustments for:		
Gain on investments	(155,293)	(100,145)
Loss on disposal of fixed assets	2,915	1,130
Forex gain	99,301	(303,176)
Unrealized gain	3,117	(24,944)
Increase in creditors	790	2,562
Net cash provided by (used in) operating activities	<u>(209,311)</u>	<u>(107,436)</u>

HASDEI AVOT CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All income must be recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities must be recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits must be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 3)	Totals
	£	£	£
Charitable donations and associated costs	386,566	-	386,566
Accountancy, professional and legal fees	(282)	3,232	2,950
Net Foreign exchange loss/gain	-	99,301	99,301
Finance costs	-	172	172
Loss on disposal of investment	-	2,915	2,915
	<u>386,284</u>	<u>105,620</u>	<u>491,904</u>

HASDEI AVOT CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017

3. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Net Foreign exchange loss/gain	99,301	-	99,301
Finance costs	172	-	172
Accountancy, professional and legal fees	-	3,232	3,232
Loss on disposal of investment	-	2,915	2,915
	<u>99,473</u>	<u>6,147</u>	<u>105,620</u>

4. NET INCOME/(EXPENDITURE)

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

	2017 £	2016 £
Deficit on disposal of fixed asset	2,915	1,130
Foreign Exchange	<u>-</u>	<u>303,176</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2017 nor for the year ended 31 December 2016.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2017 nor for the year ended 31 December 2016.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
EXPENDITURE ON	
Charitable activities	
Charitable donations and associated costs	82,413
Net Foreign exchange loss/gain	(302,046)
Finance costs	79
Accountancy, professional and legal fees	<u>2,562</u>
Total	<u>(216,992)</u>
Net gains/(losses) on investments	<u>100,145</u>
NET INCOME/(EXPENDITURE)	<u>317,137</u>

HASDEI AVOT CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

RECONCILIATION OF FUNDS

Total funds brought forward	1,561,855
TOTAL FUNDS CARRIED FORWARD	<u>1,878,992</u>

7. FIXED ASSET INVESTMENTS

Listed
investments
£

MARKET VALUE

At 1 January 2017	1,880,449
Disposals	(233,682)
Revaluations	155,293
Exchange differences	(98,920)
At 31 December 2017	<u>1,703,140</u>

NET BOOK VALUE

At 31 December 2017	<u>1,703,140</u>
At 31 December 2016	<u>1,880,449</u>

The fixed asset investment are listed Ordinary Securities . The market value of the investment as at 31/12/17 was £1,703,140 (2016 : £1,880,449).

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Other creditors	2,872	2,412
Accruals and deferred income	<u>2,950</u>	<u>2,620</u>
	<u>5,822</u>	<u>5,032</u>

HASDEI AVOT CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017

9. MOVEMENT IN FUNDS

	At 1.1.17 £	Net movement in funds £	At 31.12.17 £
Unrestricted funds			
General fund	1,878,992	(160,141)	1,718,851
TOTAL FUNDS	<u>1,878,992</u>	<u>(160,141)</u>	<u>1,718,851</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	176,470	(491,904)	155,293	(160,141)
TOTAL FUNDS	<u>176,470</u>	<u>(491,904)</u>	<u>155,293</u>	<u>(160,141)</u>

Comparatives for movement in funds

	At 1.1.16 £	Net movement in funds £	At 31.12.16 £
Unrestricted Funds			
General fund	1,561,855	317,137	1,878,992
TOTAL FUNDS	<u>1,561,855</u>	<u>317,137</u>	<u>1,878,992</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	-	216,992	100,145	317,137
TOTAL FUNDS	<u>-</u>	<u>216,992</u>	<u>100,145</u>	<u>317,137</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2017.

HASDEI AVOT CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017

11. TRANSACTIONS WITH DIRECTORS AND TRUSTEES

During the year, Gems Advisors Limited of which M G Abadi is a director, donated £nil (2016 : £nil) to Hasdei Avot Charitable Trust.

Other creditors totalling £2,872 (2016 : £2,412) is a loan given by Gems Advisors Limited to Hasdei Avot Charitable Trust during the year and was still owed at the end of the year.

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