

CHARITY REGISTRATION NUMBER: 327060

M O Charitable Trust
Unaudited Financial Statements
5 April 2024

HAFFNER HOFF LTD

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

M O Charitable Trust

Financial Statements

Year ended 5 April 2024

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M O Charitable Trust

Trustees' Annual Report

Year ended 5 April 2024

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2024.

Reference and administrative details

Registered charity name	M O Charitable Trust
Charity registration number	327060
Principal office	72 Windemere street Gateshead NE8 1XT
The trustees	M Kaufman E Kaufman
Independent examiner	D Schwarz FCCA 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL

M O Charitable Trust

Trustees' Annual Report

Year ended 5 April 2024

Structure, governance and management

The Charity is a charitable trust constituted by a Deed of Trust dated 20 November 1985 and is a registered charity, number 327060.

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.

M O Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 5 April 2024

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 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

The charity made grants totalling £216,992 (2023:£313,446) in furtherance of its objectives.

The charity also donated investment property with a value of £1,145,750 to The Rozac Charitable Trust.

The charity received donations of £1,500 (2023:£37,500) and rental income of £188,339 (2023:£243,647). Interest income was £4,495 (2023:645).

The charity made a gain of £10,000 (2023:loss of 2259) on the sale of investment property.

Financial review

At the year end, the free reserves being the net current liabilities of the charity, were (£38,787) (2023:assets of £213,745).

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 years 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.

Although the charity has net current liabilities at the year end, the trustees are of the opinion that the charity remains a going concern. The investment properties generate significant income which will reduce this deficit on free reserves and the charity is under no obligation with regard to the size of grants to be paid in any particular year.

The accounts are prepared on the going concern basis due to the goodwill and support of the long-term creditors who are supporters of the charity.

M O Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 5 April 2024

Plans for future periods

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

The trustees' annual report was approved on 30 January 2025 and signed on behalf of the board of trustees by:

M Kaufman
Trustee

M O Charitable Trust

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

Year ended 5 April 2024

I report to the trustees on my examination of the financial statements of M O Charitable Trust ('the charity') for the year ended 5 April 2024.

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

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

30 January 2025

M O Charitable Trust

Statement of Financial Activities

Year ended 5 April 2024

		2024		2023
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	1,500	1,500	37,500
Investment income	5	192,834	192,834	244,292
Total income		<u>194,334</u>	<u>194,334</u>	<u>281,792</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	6	(94,568)	(94,568)	(84,703)
Expenditure on charitable activities	7,8	(1,366,798)	(1,366,798)	(317,550)
Total expenditure		<u>(1,461,366)</u>	<u>(1,461,366)</u>	<u>(402,253)</u>
Net gains/(losses) on investments	11	10,000	10,000	(2,259)
Net expenditure		<u>(1,257,032)</u>	<u>(1,257,032)</u>	<u>(122,720)</u>
Other recognised gains and losses				
Losses from revaluation of fixed assets		–	–	(438,373)
Net movement in funds		<u>(1,257,032)</u>	<u>(1,257,032)</u>	<u>(561,093)</u>
Reconciliation of funds				
Total funds brought forward		3,232,245	3,232,245	3,793,338
Total funds carried forward		<u>1,975,213</u>	<u>1,975,213</u>	<u>3,232,245</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.

M O Charitable Trust

Statement of Financial Position

5 April 2024

	Note	2024		2023
		£	£	£
Fixed assets				
Investments	15		2,714,434	3,035,500
Current assets				
Debtors	16	18,319		78,922
Cash at bank and in hand		16,310		144,054
		<u>34,629</u>		<u>222,976</u>
Creditors: amounts falling due within one year	17	<u>73,416</u>		<u>9,231</u>
Net current liabilities			<u>(38,787)</u>	<u>213,745</u>
Total assets less current liabilities			<u>2,675,647</u>	<u>3,249,245</u>
Creditors: amounts falling due after more than one year	18		<u>700,434</u>	<u>17,000</u>
Net assets			<u>1,975,213</u>	<u>3,232,245</u>
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		(522,186)		(522,186)
Other unrestricted income funds		2,497,399		3,754,431
Total unrestricted funds		<u>1,975,213</u>		<u>3,232,245</u>
Total charity funds	19		<u>1,975,213</u>	<u>3,232,245</u>

These financial statements were approved by the board of trustees and authorised for issue on 30 January 2025, and are signed on behalf of the board by:

M Kaufman
Trustee

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

M O Charitable Trust

Notes to the Financial Statements

Year ended 5 April 2024

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 Windemere 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 investment properties measured at fair value through income or expenditure.

Going concern

Although the charity has net current liabilities at the year end, the trustees are of the opinion that the charity remains a going concern. The investment properties generate significant income which will reduce this deficit on free reserves and the charity is under no obligation with regard to the size of grants to be paid in any particular year.

The accounts are prepared on the going concern basis due to the goodwill and support of the long-term creditors who are supporters of the charity.

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 besides for the valuation of investment property.

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.

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.

M O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2024

3. Accounting policies *(continued)*

Incoming resources *(continued)*

- income from donated goods is measured at the fair value of the goods unless this is impracticable to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

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.

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 profit or loss.

If a reliable measure of fair value is no longer available 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.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	1,500	1,500	37,500	37,500

5. Investment income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Income from investment properties	188,339	188,339	243,647	243,647
Bank interest receivable	4,495	4,495	645	645
	<u>192,834</u>	<u>192,834</u>	<u>244,292</u>	<u>244,292</u>

M O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2024

6. Investment management costs

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Insurance and Service Charge	19,637	19,637	16,345	16,345
Heat and Light	2,630	2,630	1,696	1,696
Professional fees	4,946	4,946	7,108	7,108
Property repairs and maintenance charges	47,515	47,515	44,059	44,059
Rates	1,127	1,127	(769)	(769)
Sundry	1,287	1,287	1,556	1,556
Commissions	17,426	17,426	14,708	14,708
	<u>94,568</u>	<u>94,568</u>	<u>84,703</u>	<u>84,703</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Charitable Activities	216,992	216,992	313,446	313,446
Charitable grants of property	1,145,750	1,145,750	–	–
Support costs	4,056	4,056	4,104	4,104
	<u>1,366,798</u>	<u>1,366,798</u>	<u>317,550</u>	<u>317,550</u>

8. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2024 £	Total fund 2023 £
Charitable Activities	216,992	–	216,992	313,446
Charitable grants of property	1,145,750	–	1,145,750	–
Governance costs	–	4,056	4,056	4,104
	<u>1,362,742</u>	<u>4,056</u>	<u>1,366,798</u>	<u>317,550</u>

9. Analysis of support costs

	Analysis of support costs £	Total 2024 £	Total 2023 £
General office	456	456	504
Governance costs	3,600	3,600	3,600
	<u>4,056</u>	<u>4,056</u>	<u>4,104</u>

M O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2024

10. Analysis of grants

	2024 £	2023 £
Grants to institutions		
AAC	–	11,800
Bedeech Kovod	15,000	–
Beis Ahron Trust	–	20,000
Beis Chinuch Lebonos	15,000	–
Beis Yoel	15,000	–
Chasdei Ahron	–	18,000
Choimel Dalim	13,500	–
Ezer Viznitz	10,000	–
Friends of BSS	–	20,000
Gateshead Kehilla	13,030	13,200
Gateshead Kehilla Kollel	–	5,430
Gevurath Ari Academy trust	–	18,000
GJPS Trust	–	18,000
Grants under £5,000	33,802	81,994
Hachzokas Torah Vchesed Charity	–	15,000
Largsmount	–	6,000
Merkas Hatorah Belz Machnovke	22,500	25,000
Mifal Hachesed Vehatzedokoh	12,500	–
Mosdos Hatorah Pnei Menachem	–	5,000
Rozac Charitable Trust	10,000	–
Shir Chesed Beis Yisroel	15,000	–
Talmud Torah Yetev Lev	15,000	–
Tchabe Kollel	–	18,000
Telz Aacademy Trust	–	18,000
The Gateshead Cheder Limited	–	5,672
Widow's Rehabilitation Trust	10,000	–
Yeshiva Letzeirim	5,400	–
Yishaya Adler Memorial Fund	11,260	14,350
Grant of property to Rozac Charitable Trust	1,145,750	–
	<u>1,362,742</u>	<u>313,446</u>
Total grants	<u>1,362,742</u>	<u>313,446</u>

11. Net gains/(losses) on investments

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Gains/(losses) on other investment assets	<u>10,000</u>	<u>10,000</u>	<u>(2,259)</u>	<u>(2,259)</u>

M O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2024

12. Independent examination fees

	2024 £	2023 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>3,600</u>	<u>3,600</u>

13. Staff costs

Nil Nil

The average head count of employees during the year was Nil (2023: Nil).

No employee received employee benefits of more than £60,000 during the year (2023: 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 2023	3,035,500
Additions	1,308,434
Disposals	<u>(1,629,500)</u>
At 5 April 2024	<u>2,714,434</u>
Impairment	
At 6 April 2023 and 5 April 2024	
Carrying amount	
At 5 April 2024	<u>2,714,434</u>
At 5 April 2023	<u>3,035,500</u>

All investments shown above are held at valuation.

Investment properties

The investment properties are stated at market value at the year end as per the trustees valuation in conjunction with professional valuation.

16. Debtors

	2024 £	2023 £
Other debtors	<u>18,319</u>	<u>78,922</u>

M O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2024

17. Creditors: amounts falling due within one year

	2024 £	2023 £
Bank loans and overdrafts	64,000	–
Accruals and deferred income	3,600	4,020
Social security and other taxes	4,740	4,740
Other creditors	1,076	471
	<u>73,416</u>	<u>9,231</u>

18. Creditors: amounts falling due after more than one year

	2024 £	2023 £
Loans	700,434	–
	<u>700,434</u>	<u>17,000</u>

19. Analysis of charitable funds

Unrestricted funds

	At 06 Apr 2023 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 05 Apr 2024 £
General funds	3,754,431	194,334	(1,461,366)	(609,050)	10,000	1,888,349
Revaluation reserve	(522,186)	–	–	609,050	–	86,864
	<u>3,232,245</u>	<u>194,334</u>	<u>(1,461,366)</u>	<u>–</u>	<u>10,000</u>	<u>1,975,213</u>
	At 6 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 5 Apr 2023 £
General funds	3,877,151	281,792	(402,253)	–	(2,259)	3,754,431
Revaluation reserve	(83,813)	–	–	–	(438,373)	(522,186)
	<u>3,793,338</u>	<u>281,792</u>	<u>(402,253)</u>	<u>–</u>	<u>(440,632)</u>	<u>3,232,245</u>

M O Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2024

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2024 £
Investments	2,714,434	2,714,434
Current assets	34,629	34,629
Creditors less than 1 year	(73,416)	(73,416)
Creditors greater than 1 year	(700,434)	(700,434)
Net assets	<u>1,975,213</u>	<u>1,975,213</u>

	Unrestricted Funds £	Total Funds 2023 £
Investments	3,035,500	3,035,500
Current assets	222,976	222,976
Creditors less than 1 year	(9,231)	(9,231)
Creditors greater than 1 year	(17,000)	(17,000)
Net assets	<u>3,232,245</u>	<u>3,232,245</u>

21. Related parties

During the year the charity received donations of £1,500 from related parties.

Included in creditors is £17,000 (2023:£17,00) owing to the trustees of the charity. This loan is interest free.

Included in creditors is £167,100 owing to Kaufman Properties Ltd. Kaufman Properties Ltd is a related party by virtue of its directors being close relatives of the trustees. This loan is interest free.

The Rozac Charitable Trust is a related party by virtue of having a trustee in common with this charity. The charity granted investment properties with a total value of £1,145,750 as well as a £10,000 cash grant to Rozac Charitable Trust.

JOCT is a related party by virtue of the trustees being close relatives of the trustees of this charity. JOCT received a grant of £1,000 in the year. This was subject to normal grant criteria.

22. Taxation

M O Charitable Trust is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.