

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 30 September 2020
for
Yeshivas Lubavitch Manchester**

Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Yeshivas Lubavitch Manchester

**Contents of the Financial Statements
for the Year Ended 30 September 2020**

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 11

Yeshivas Lubavitch Manchester

Report of the Trustees for the Year Ended 30 September 2020

The trustees present their report with the financial statements of the charity for the year ended 30 September 2020. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main objective of the charity is to encourage the enhancement of Jewish religion and education by the establishment of a College of Learning.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Due to a significant drop in donations and the number of students attending its college, the charity suffered a significant loss and a decision was therefore made to close the college until it is able to attract a viable number of students and higher level on donations,

The charity continued to make a property available for use as a school by OYY Lubavitch Girls School which the trustees consider is consistent with achieving its charitable objectives.

FINANCIAL REVIEW

Investment policy

The Trust Deed authorises the trustees to make and hold investments using the general funds of the charity. The policy of the charity is to invest in low risk, short to medium term investments.

Reserves policy

The charity's unrestricted funds for the financial year have remained in surplus. It is the normal policy of the charity to maintain funds at a level sufficient to cover unforeseen and major expenditure and shortfalls in income.

FUTURE PLANS

As a result of the travel restrictions arising due to COVID-19, there are currently no prospects for the college to reopen and the trustees have taken steps to reduce the outgoings to a bare minimum. In the meantime, the school property continues to be made available and is used by OYY Lubavitch Girls School.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was established by a Trust Deed dated 17th March 1983, and registered with the Charity Commission under charity number 513728. The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust Deed. Appointment of Trustees is governed by the Trust Deed of the charity.

Recruitment and appointment of new trustees

Appointment of Trustees is governed by the Trust Deed of the charity. The board of Trustees is authorised to appoint new trustees to fill vacancies through resignation or death of an existing trustee.

Organisational structure

The trustees delegate the day to day responsibility for running the charity to its administrator.

Risk management

The trustees actively review the major risk which the charity faces on a regular basis and believe that maintaining and increasing reserves, combined with an annual review of controls over key financial systems, will 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.

Yeshivas Lubavitch Manchester

**Report of the Trustees
for the Year Ended 30 September 2020**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

513728

Principal address

62 Singleton Road
Salford
Manchester
M7 4LU

Trustees

A Vaisfiche (resigned 3.12.20)
G Glickman
D M Hickson
Rabbi A Cohen (appointed 3.12.20)

Independent Examiner

Ian Sluckis FCA
Independent Examiner
Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Approved by order of the board of trustees on 2 May 2021 and signed on its behalf by:

G Glickman - Trustee

**Independent Examiner's Report to the Trustees of
Yeshivas Lubavitch Manchester**

Independent examiner's report to the trustees of Yeshivas Lubavitch Manchester

I report to the charity trustees on my examination of the accounts of Yeshivas Lubavitch Manchester (the Trust) for the year ended 30 September 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all 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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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.

Ian Sluckis FCA
Independent Examiner
Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Date:

Yeshivas Lubavitch Manchester

**Statement of Financial Activities
for the Year Ended 30 September 2020**

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		31,200	-	31,200	245,495
Charitable activities					
Education fees		-	-	-	99,469
Investment income	2	140,000	-	140,000	140,005
Total		171,200	-	171,200	484,969
 EXPENDITURE ON					
Raising funds	3	23,512	-	23,512	20,045
Charitable activities					
Education costs		15,782	-	15,782	427,890
Donations		143,266	-	143,266	171,720
Other		1,812	-	1,812	-
Total		184,372	-	184,372	619,655
NET INCOME/(EXPENDITURE)		(13,172)	-	(13,172)	(134,686)
 RECONCILIATION OF FUNDS					
Total funds brought forward		1,260,039	5,060	1,265,099	1,399,785
TOTAL FUNDS CARRIED FORWARD		1,246,867	5,060	1,251,927	1,265,099

The notes form part of these financial statements

Yeshivas Lubavitch Manchester

**Balance Sheet
30 September 2020**

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	7	2,289,898	-	2,289,898	2,280,741
CURRENT ASSETS					
Debtors	8	101,056	-	101,056	282,490
Cash at bank and in hand		13,952	5,060	19,012	59,468
		<u>115,008</u>	<u>5,060</u>	<u>120,068</u>	<u>341,958</u>
CREDITORS					
Amounts falling due within one year	9	(1,158,039)	-	(1,158,039)	(1,357,600)
NET CURRENT ASSETS		<u>(1,043,031)</u>	<u>5,060</u>	<u>(1,037,971)</u>	<u>(1,015,642)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,246,867	5,060	1,251,927	1,265,099
NET ASSETS		<u>1,246,867</u>	<u>5,060</u>	<u>1,251,927</u>	<u>1,265,099</u>
FUNDS	11				
Unrestricted funds				1,246,867	1,260,039
Restricted funds				5,060	5,060
TOTAL FUNDS				<u>1,251,927</u>	<u>1,265,099</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 2 May 2021 and were signed on its behalf by:

A Cohen - Trustee

G Glickman - Trustee

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 30 September 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is 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 are 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 will 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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Governance costs

Governance costs comprises costs for the running of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 33% on cost

No depreciation is provided on the land and buildings as it is the policy of the charity to regularly maintain and repair the property such that its expected residual value is greater than cost. The trustees considers the estimated useful life of the land and buildings to be 50 years.

Taxation

The charity is exempt from 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 balance sheet 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.

Going concern

The charity's financial statements for the year ended 30th September 2020 have been prepared on a going concern basis as, after making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future.

Yeshivas Lubavitch Manchester

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2020**

2. INVESTMENT INCOME

	2020	2019
	£	£
Rents received	140,000	140,000
Investment income	-	5
	<u>140,000</u>	<u>140,005</u>

3. RAISING FUNDS

Raising donations and legacies

	2020	2019
	£	£
Support costs	-	4,699
	<u>-</u>	<u>4,699</u>

4. GRANTS PAYABLE

	2020	2019
	£	£
Donations	143,266	171,720
	<u>143,266</u>	<u>171,720</u>

The total grants paid to institutions during the year was as follows:

	2020	2019
	£	£
OYY Girls School	140,000	142,000
Lubavitch Khal Chassidim	-	8,820
Adath Israel	-	12,900
Camp Gan Israel	3,266	8,000
	<u>143,266</u>	<u>171,720</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 September 2020 nor for the year ended 30 September 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 September 2020 nor for the year ended 30 September 2019.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	245,495	-	245,495
Charitable activities			
Education fees	99,469	-	99,469
Investment income	140,005	-	140,005
Total	<u>484,969</u>	<u>-</u>	<u>484,969</u>

Yeshivas Lubavitch Manchester

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2020**

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted fund £	Total funds £
EXPENDITURE ON			
Raising funds	20,045	-	20,045
Charitable activities			
Education costs	427,890	-	427,890
Donations	171,720	-	171,720
	<hr/>	<hr/>	<hr/>
Total	619,655	-	619,655
	<hr/>	<hr/>	<hr/>
NET INCOME/(EXPENDITURE)	(134,686)	-	(134,686)
	<hr/>	<hr/>	<hr/>
RECONCILIATION OF FUNDS			
Total funds brought forward	1,394,725	5,060	1,399,785
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>1,260,039</u>	<u>5,060</u>	<u>1,265,099</u>
	<hr/>	<hr/>	<hr/>
7. TANGIBLE FIXED ASSETS	Land and buildings £	Computer equipment £	Totals £
COST			
At 1 October 2019	2,279,771	1,553	2,281,324
Additions	9,320	-	9,320
	<hr/>	<hr/>	<hr/>
At 30 September 2020	2,289,091	1,553	2,290,644
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 October 2019	-	583	583
Charge for year	-	163	163
	<hr/>	<hr/>	<hr/>
At 30 September 2020	-	746	746
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 September 2020	<u>2,289,091</u>	<u>807</u>	<u>2,289,898</u>
	<hr/>	<hr/>	<hr/>
At 30 September 2019	<u>2,279,771</u>	<u>970</u>	<u>2,280,741</u>
	<hr/>	<hr/>	<hr/>

Yeshivas Lubavitch Manchester

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2020**

8. DEBTORS

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	14,646	39,932
Sundry debtors	86,410	72,849
Gift aid debtor	-	728
	<u>101,056</u>	<u>113,509</u>
Amounts falling due after more than one year:		
Other debtors	-	168,981
	<u>-</u>	<u>168,981</u>
Aggregate amounts	<u>101,056</u>	<u>282,490</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts (see note 10)	3,237	-
Trade creditors	2	9,943
Taxation and social security	-	2,625
Other creditors	1,154,800	1,345,032
	<u>1,158,039</u>	<u>1,357,600</u>

10. LOANS

An analysis of the maturity of loans is given below:

	2020	2019
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	3,237	-
	<u>3,237</u>	<u>-</u>

11. MOVEMENT IN FUNDS

	At 1.10.19 £	Net movement in funds £	At 30.9.20 £
Unrestricted funds			
General fund	1,260,039	(13,172)	1,246,867
Restricted funds			
Restricted funds	5,060	-	5,060
TOTAL FUNDS	<u>1,265,099</u>	<u>(13,172)</u>	<u>1,251,927</u>

Yeshivas Lubavitch Manchester

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2020**

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	171,200	(184,372)	(13,172)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>171,200</u>	<u>(184,372)</u>	<u>(13,172)</u>

Comparatives for movement in funds

	At 1.10.18 £	Net movement in funds £	At 30.9.19 £
Unrestricted funds			
General fund	1,394,725	(134,686)	1,260,039
Restricted funds			
Restricted funds	5,060	-	5,060
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,399,785</u>	<u>(134,686)</u>	<u>1,265,099</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	484,969	(619,655)	(134,686)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>484,969</u>	<u>(619,655)</u>	<u>(134,686)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.10.18 £	Net movement in funds £	At 30.9.20 £
Unrestricted funds			
General fund	1,394,725	(147,858)	1,246,867
Restricted funds			
Restricted funds	5,060	-	5,060
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,399,785</u>	<u>(147,858)</u>	<u>1,251,927</u>

Yeshivas Lubavitch Manchester

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2020**

11. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	656,169	(804,027)	(147,858)
TOTAL FUNDS	<u>656,169</u>	<u>(804,027)</u>	<u>(147,858)</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 September 2020.

13. ULTIMATE CONTROLLING PARTY

The charity is controlled by its trustees.