

Company Registration Number: 3413207 (England and Wales)
Charity Registration Number: 1069048

AISH HATORAH UK LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002



AISH HATORAH UK LIMITED

COMPANY INFORMATION

Directors	Rabbi Steven Shaul Rosenblatt Sonya London
Secretary	Max Alan London
Company number	3413207
Charity number	1069048
Registered office	167-169 Great Portland Street London W1W 5PF
Auditors	Sam Rogoff & Co Chartered Accountants 167-169 Great Portland Street London W1W 5PF
Business Address	379 Hendon Way, Hendon Central London NW4 3LP
Bankers	National Westminster Bank Plc. 5 Central Circus, London NW4 3LE

AISH HATORAH UK LIMITED

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AISH HATORAH UK LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2002

The directors present their report and financial statements for the year ended 30 June 2002.

Company Status

The company is limited by guarantee. The liability of the members in the event of the company being wound up is limited to £1. The company is a registered charity and acts entirely as a non-profit making organisation.

Principal activities and review of the charity

Aish Ha Torah UK Ltd was incorporated on 1st August 1997 for the purpose of carrying out any charitable activities that the trustees may from time to time see fit. These include holding various on going educational and social activities as well as special events and trips throughout the year.

The charity is organised into two departments – Central and Fellowships, with the trustees ultimately overseeing the operation of both.

During the year to 30th June 2002 the charities performance was good. The charity continued its lectures, discussions, dinners, seminars and social events as well as broadening its range of tour programmes and trips in line with its growth and development.

At the end of the financial year there was a surplus of some £78,536 of income over expenditure representing 3.57% of total income for the year.

The trustees undertake an ongoing assessment of the risks facing the charity. During the year these were identified as the need to ensure adequate cash flow and safety of summer programmes. The following systems have been introduced to mitigate these risks: preparation of monthly management accounts, and variation in the location of summer programmes.

Reserves Policy

The trustees have examined the requirement for free reserves which are those unrestricted funds not invested in fixed assets, designated for specific purposes or otherwise committed.

For the current year reserves were recognised as being below their desired level. The charity however recognises the trade-off between holding reserves and meeting its day-to-day operating and financial needs. It is the intention that reserves should be increased over the forthcoming year. The trustees intend to monitor the level of reserves on a monthly basis using available management information and accounts.

Results

The statement of financial activities is set out on page 5 of these accounts. The total income for the year amounted to £2,196,858; this represents an increase of 55.5% over the year to 30th June 2001.

This increase was used in the furtherance of the charity's objectives in the form of expenditure on its overseas summer programmes, (as detailed above).

Directors

The following directors have held office since 1 July 2001:

Steven Shaul Rosenblatt
Sonya London

Auditors

Sam Rogoff & Co were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors 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 company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the board



.....
Company Secretary

7th April 2003

AISH HATORAH UK LIMITED

AUDITORS' REPORT TO THE MEMBERS OF AISH HATORAH UK LIMITED

We have audited the financial statements on pages 4 to 11, which have been prepared under the historical cost convention, and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 1 the trustees, who are also the directors of Aish HaTorah UK Ltd for the purposes of company law are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on both a test and an analytical procedures basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the charitable company's state of affairs as at 30 June 2002 and of its incoming resources and application of resources including its income and expenditure in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Sam Rogoff & Co

Chartered Accountants
Registered Auditor



Chartered Accountants
and Registered Auditors
167-169 Great Portland Street
London
W1W 5PF

7th April 2003

AISH HATORAH UK LIMITED

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2002

	Notes	2002	2001 £
Income	2	2,196,858	1,412,653
Expenditure			
Function costs		160,620	55,292
Overseas - Summer programmes		487,562	330,721
Overseas - General operating expenses		312,622	71,072
		<u>1,236,054</u>	<u>955,568</u>
Operating expenses	5		
		2002	2001
UK Educational & Operating Expenses		307,686	295,304
Overheads		162,011	111,497
Educational Salaries & Services		280,003	206,058
Operating Salaries		301,739	240,908
Administrative Salaries		55,004	84,764
Depreciation		46,440	53,468
		<u>1,152,883</u>	<u>991,999</u>
Net expenditure/income		83,171	(36,431)
Interest payable and similar charges	4	<u>(4,635)</u>	<u>(4,134)</u>
Income less expenditure	10	<u>78,536</u>	<u>(40,565)</u>

All the charities operations are classed as continuing.

There are no recognised surpluses and deficits other than those included in the Income and Expenditure account.

AISH HATORAH UK LIMITED

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2002

	Note	Unrestricted Funds £	Restricted Funds £	Totals 2002 £	Totals 2001 £
Incoming resources					
Donations and gifts		1,942,027	76,349	2,018,376	1,283,843
Functions		<u>178,482</u>	<u>0</u>	<u>178,482</u>	<u>128,810</u>
Total incoming resources	2	2,120,509	76,349	2,196,858	1,412,653
Resources expended					
Function costs		160,620		160,620	55,292
Overseas – Summer programmes		487,562		487,562	330,721
Overseas – Operating expenses		312,622		312,622	71,072
UK Educational & Operating expenses		307,686		307,686	295,304
Overheads		162,011		162,011	115,631
Educational Salaries & Services		280,003		280,003	206,058
Operating Salaries		301,739		301,739	240,908
Administrative Salaries		55,004		55,004	84,764
Depreciation		<u>46,440</u>	<u>0</u>	<u>46,440</u>	<u>53,468</u>
Total resources expended		<u>2,118,322</u>	<u>0</u>	<u>2,118,322</u>	<u>1,453,218</u>
Net resources for the year		2,187	76,349	78,536	(40,565)
Fund balances B/F					
		<u>15,078</u>	<u>0</u>	<u>15,078</u>	<u>55,643</u>
Fund balances C/F	11	<u>17,265</u>	<u>76,349</u>	<u>93,614</u>	<u>15,078</u>

All the charity's operations are classed as continuing.

There are no recognised surpluses and deficits other than those included in the Income and Expenditure Account.

AISH HATORAH UK LIMITED

**BALANCE SHEET
AS AT 30 JUNE 2002**

	Notes	£	2002 £	£	2001 £
Fixed assets					
Tangible assets	6		273,200		295,734
Current assets					
Debtors	7	93,825		65,382	
Cash at bank and in hand		66,133		22,988	
		<u>159,958</u>		<u>88,370</u>	
Creditors: amounts falling due within one year	8	(331,397)		(352,944)	
Net current (liabilities)/assets			<u>(171,439)</u>		<u>(264,574)</u>
Total assets less current liabilities			101,761		31,160
Creditors' amounts falling due after more than one year	9		<u>(8,146)</u>		<u>(16,082)</u>
Income fund			93,615		15,078
Unrestricted funds	10		<u>17,266</u>		<u>15,078</u>
Restricted funds			76,349		
Unrestricted funds	11		<u>93,615</u>		<u>15,078</u>

The financial statements were approved by the Board on 7th April 2003.



Steven Shaul Rosenblatt
Director



Sonya London
Director

AISH HATORAH UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

1 Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and are presented in accordance with the Statement of Recommended Practice Accounting by Charities (October 2000). Accordingly a statement of financial activities has been added to the accounts and the profit and loss account has been replaced by an income and expenditure account. The company is exempt from the requirement of Financial Reporting Standard no. 1 to prepare a cashflow statement as it is entitled to the filing exemptions as a small company under sections 246 to 249 of the Companies Act 1985 when filing accounts with the Registrar of Companies.

1.2 Income

The income figure represents cash donations, and grants from the public sector, companies, charitable foundations and private individuals received during the year. Income also includes amounts from fundraising and functions. Income relating to specific periods is apportioned over the accounting periods to which it relates. All other income is recognised when received. Expenditure is charged on an accruals basis inclusive of irrevocable VAT.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	5% straight line
Fixtures, fittings & equipment	25% reducing balance

1.4 Taxation

The company is exempt from taxation under the Income and Corporation Taxes Act due to its charitable status.

2 Income

The income figure represents amounts received from donations, funding, functions and fund raising, (as in 1.2 above).

3 Net Income Resources

	2002	2001
	£	£
Net income resources is stated after charging:		
Depreciation of tangible assets	46,440	53,468
Auditor's remuneration	1,500	1,500
Operating lease rentals	35,553	35,553
	=====	=====

AISH HATORAH UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002**

4 Interest payable

	2002	2001
	£	£
On bank loans and overdrafts	648	215
On other loans wholly repayable within 5 years	912	1,078
Hire purchase interest	<u>3,075</u>	<u>2,841</u>
	<u>4,635</u>	<u>4,134</u>

5 General Operating Expenses

	2002	2001
UK Educational & Operating Expenses	307,686	295,304
Overheads	162,011	111,497
Educational Salaries & Services	280,003	206,058
Operating Salaries	301,739	240,908
Administrative Salaries	55,004	84,764
Depreciation	<u>46,440</u>	<u>53,468</u>
	<u>1,152,883</u>	<u>991,999</u>

AISH HATORAH UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002**

6 Tangible fixed assets

	Land and buildings Leasehold £	Plant & machinery £	Fixtures, fittings & equipment £	Motor Vehicles £	Total £
Cost					
At 1 July 2001	190,587	57,474	172,248	8,078	428,387
Additions	-		22,405	1,500	23,905
Disposals	-		(1,500)		(1,500)
At 30 June 2002	<u>190,587</u>	<u>57,474</u>	<u>193,153</u>	<u>9,578</u>	<u>450,792</u>
Depreciation					
At 1 July 2001	28,588	28,737	73,307	2,020	132,652
On disposals			(1,500)		(1,500)
Charge for the year	9,529	7,184	27,837	1,890	46,440
At 30 June 2002	<u>38,117</u>	<u>35,921</u>	<u>99,644</u>	<u>3,910</u>	<u>177,592</u>
Net book value					
At 30 June 2002	<u>152,470</u>	<u>21,553</u>	<u>93,509</u>	<u>5,668</u>	<u>273,200</u>
At 30 June 2001	<u>161,999</u>	<u>28,736</u>	<u>98,941</u>	<u>6,058</u>	<u>295,734</u>

7 Debtors

	2002 £	2001 £
Other debtors	3,780	9,732
Prepayments & Accrued Income	90,045	55,650
	<u>93,825</u>	<u>65,382</u>

AISH HATORAH UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

8 Creditors: amounts falling due within one year	2002	2001
	£	£
Bank loans and overdrafts	24,664	27,612
Net obligations under hire purchase contracts	15,020	16,489
Trade creditors	79,564	51,299
Taxes and Social Security Costs	12,578	9,650
Directors' current accounts	4,963	4,963
Other creditors	36,184	193,475
Accruals and deferred income	158,424	49,456
	<u>331,397</u>	<u>352,944</u>
	=====	=====

9 Creditors: amounts falling due after more than one year

	2002	2001
	£	£
Bank Loans	7,132	-
Net obligations under hire purchase contracts	1,014	16,082
	<u>8,146</u>	<u>16,082</u>
Analysis of Loans		
Wholly repayable within 5 years	19,044	4,713
Included in current liabilities	(11,912)	(4,713)
	<u>7,132</u>	<u>-</u>
	=====	=====

AISH HATORAH UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

10 Income funds

The movement during the year was as follows:-

	Restricted Funds £	Unrestricted Funds £
Balance at 1 July 2001	-	15,079
Retained surplus for the year	76,349	2,187
Balance at 30 June 2002	<u>76,349</u>	<u>17,266</u>

11 Reconciliation of movements in shareholders' funds

	2002 £	2001 £
Profit/(Loss) for the financial year	78,536	(40,565)
Opening restricted & unrestricted funds	15,078	55,643
Closing restricted & unrestricted funds	<u>93,615</u>	<u>15,078</u>

12 Staff numbers and costs

The average number of persons employed by the company (excluding directors) during the year was 30 (2001: 26)

The aggregate payroll costs of these persons were as follows::

Employment costs	2002 £	2001 £
Wages and salaries	489,420	415,381
Social Security Costs	44,676	30,745
	<u>534,096</u>	<u>446,126</u>

Educational salaries represent the provision of educational resources. Operational salaries represent the provision of event management, recruitment and supporting services. Administrative salaries represent staff costs associated with secretarial, reception and bookkeeping services.