

Charity Registration No 1069048

Company Registration No 3413207 (England and Wales)

AISH HATORAH UK LTD
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005



AISH HATORAH UK LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Rabbi Neil Schiff R Peires D Hammelburger
Charity number	1069048
Company number	3413207
Principal address	379 Hendon Way Hendon Central London NW4 3LP
Registered office	167-169 Great Portland St London W1W 5PF
Auditors	Sam Rogoff & Co 167-169 Great Portland Street London W1W 5PF
Bankers	National Westminster Bank Plc 5 Central Circus Hendon Central London NW4 3LE

AISH HATORAH UK LTD

CONTENTS

	Page
Trustees' report	1 - 2
Statement of trustees' responsibilities	3
Independent auditors' report	4 - 5
Statement of financial activities	6 - 7
Balance sheet	8
Notes to the accounts	9 - 14

AISH HATORAH UK LTD

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2005

The trustees present their report and accounts for the year ended 31 December 2005

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005

Structure, governance and management

Aish HaTorah UK Ltd is a company limited by guarantee. The charity's objects are outlined below

The trustees, who are also the directors for the purpose of company law, who served during the year were

Steven Saul Rosenblatt (Resigned 21 November 2006)

Max Alan London (Resigned 20 November 2006)

Sonya London (Resigned 20 November 2006)

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up

The charity is run along departmental lines, based primarily on target market age groups. Central services for finance, IT and design and marketing provide support to the organisation as a whole. Satellite branches around the UK make use of the head office in Hendon, London for all Central services

The Charity is a self-contained legal and financial entity in the UK, but is part of a world-wide organisation based in Israel and with branches across North and South America, South Africa, Australia and the former Soviet Union. The Charity also maintains and continues to build close relations with other UK organisations which operate in a similar field of activity

There are no specific restrictions imposed by the governing document concerning the way the charity can operate

Aish HaTorah UK Ltd is connected with, and makes transfers to Aish Hatorah International based in Jerusalem. Donations are also made to various branches of Aish around the world. Donations are also made to Aish's sister charity - "Eyhat" - based in Jerusalem. This is a girls seminary, and donations take the form of tuition fees for students attending that college

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks

A reduction in donor base could cause cash flow issues, any delayed receipt of pledged donations income could also potentially cause cash flow issues

The major risks facing the charity are reviewed regularly at weekly management meetings. A fund-raising database has been established, and this is continually developed to ensure a broad base of donors. Regular reviews of cash flow projections and budget forecasts are also undertaken, as well as a continual drive to reduce expenditure and negotiate better terms and rates for purchases and supplies

AISH HATORAH UK LTD

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2005

Objectives and activities

The policies adopted in furtherance of these objects are as follows, and there has been no change in these during the year

The Charity aims to reach out to unaffiliated young Jewish people in the UK in order to re-ignite pride in and instil knowledge of their Jewish heritage. The Charity goes about achieving this objective through regular educational and social events across the UK, with overseas educational programmes in the summer and at other key points in the year.

During the period under review, Aish has expanded significantly and additional staff have been appointed to service this expansion. Significant progress has been made in broadening the geographical reach of the Charity's educational and social programmes and further expansion is planned in the coming years in the form of a five year plan which if achieved will generate significant expansion of the whole operation. This five year plan includes increasing the number of overseas trips primarily to Israel and USA but also Poland and Belgium and also increasing the numbers of educational staff.

Fund raising has been effective in the year as a result of expanding its educational and social programming through the appointment of key staff and the continuing development and refinement of services.

Achievements and performance

Financial review

It is the charity's policy to retain reserves sufficient to meet its forthcoming monthly expenditure. The charity does not retain excess reserves. The charity is reliant upon the support of donations to maintain cash inflow - many of these donations are made regularly, ie by monthly standing order. From time to time a large one off donation may be received - thus boosting reserves. Overall, expenditure and financial commitments remain fairly constant meaning it is possible to forecast cash flow, and provide for shortfalls.

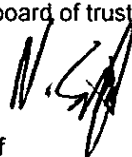
Asset cover for funds

Note 14 sets out an analysis of the assets attributable to the various funds and a description of the trusts. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Sam Rogoff & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

On behalf of the board of trustees



Rabbi Neil Schiff

Trustee

Dated 7 June 2007

AISH HATORAH UK LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Aish and of its incoming resources and application of resources, including its net income and expenditure for the year

In preparing these accounts, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Aish will continue in operation

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

AISH HATORAH UK LTD

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF AISH HATORAH UK LTD

We have audited the accounts of Aish HaTorah UK Ltd for the year ended 31 December 2005 set out on pages 6 to 14. These accounts have been prepared under the accounting policies set out on page 9.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As described on page 3, the trustees, who are also the directors of Aish HaTorah UK Ltd for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the accounts, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the Aish is not disclosed.

We read other information contained in the Trustees' Report, and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the Aish'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 accounts 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 accounts.

AISH HATORAH UK LTD

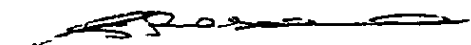
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF AISH HATORAH UK LTD

Opinion

In our opinion

- the accounts give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the Aish's affairs as at 31 December 2005 and of its incoming resources and application of resources in the year then ended, and
- the accounts have been properly prepared in accordance with the Companies Act 1985



Sam Rogoff & Co

Chartered Accountants

Registered Auditor

167-169 Great Portland Street

London

W1W 5PF

Dated 28th June 2007

AISH HATORAH UK LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
<u>Incoming resources from generated funds</u>					
Donations and legacies	2	2,858,551	-	2,858,551	1,831,573
Investment income	3	1,706	-	1,706	62
		2,860,257	-	2,860,257	1,831,635
Incoming resources from charitable activities	4	650	174,940	175,590	-
Donations Received from J-Link and Insurance Refund	5	24,950	-	24,950	197,952
Total incoming resources		2,885,857	174,940	3,060,797	2,029,587
<u>Resources expended</u>					
Costs of generating funds					
Advertising, Marketing and PR Costs	6	132,853	-	132,853	176,125
Net incoming resources available		2,753,004	174,940	2,927,944	1,853,462
Charitable activities					
Overseas Programme Expenses		848,450	174,940	1,023,390	616,974
Educational Services		792,571	-	792,571	656,054
UK Operating Expenses		306,482	-	306,482	444,324
Donations to Other Charities		245,362	-	245,362	-
Total charitable expenditure		2,192,865	174,940	2,367,805	1,717,352
Governance costs		307,658	-	307,658	141,235
Total resources expended		2,633,376	174,940	2,808,316	2,034,712
Net income/(expenditure) for the year/ Net movement in funds		252,481	-	252,481	(5,125)
Fund balances at 1 January 2005					
As originally reported		59,463	-	59,463	4,541
Prior year adjustment		(60,048)	-	(60,048)	-
As restated		(585)	-	(585)	4,541
Fund balances at 31 December 2005		251,896	-	251,896	(584)

AISH HATORAH UK LTD

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2005

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985

Prior year adjustments have been performed to recognise debtors and creditors that were not recognised in the year end accounts to 31st December 2004. These were as follows

Donor Loans recognised previously as Donations	(160,000)
Adjustments to Trade Creditors	(40,038)
Recognition of Insurance Monies due to Charity at 31 12 04	139,990

The comparative figures have been correspondingly restated

AISH HATORAH UK LTD

BALANCE SHEET

AS AT 31 DECEMBER 2005

	Notes	2005		2004	
		£	£	£	£
Fixed assets					
Tangible assets	10		226,440		233,616
Current assets					
Debtors	11	285,954		170,920	
Cash at bank and in hand		237,514		53,712	
		<u>523,468</u>		<u>224,632</u>	
Creditors amounts falling due within one year	12	<u>(469,127)</u>		<u>(421,223)</u>	
Net current assets/(liabilities)			<u>54,341</u>		<u>(196,591)</u>
Total assets less current liabilities			<u>280,781</u>		<u>37,025</u>
Creditors amounts falling due after more than one year	13		<u>(28,885)</u>		<u>(37,609)</u>
Net assets			<u>251,896</u>		<u>(584)</u>
Income funds					
Unrestricted funds			<u>251,896</u>		<u>(584)</u>
			<u>251,896</u>		<u>(584)</u>

The accounts were approved by the Board on 7 June 2007



Rabbi Neil Schiff
Trustee

AISH HATORAH UK LTD

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2005

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 1985

1.2 Incoming resources

The income of the charity is comprised predominantly of donations. These are recognised when received, unless an active pledge has been made by a donor, in which case they are recognised on the date the pledge was made. Donations are therefore not recognised until their receipt is beyond doubt. Gift Aid attributable to donations is recognised upon receipt of the donation, and upon receipt of the appropriate supporting documentation.

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:

Leasehold property	over the term of the lease
Plant and machinery	25% reducing balance
Fixtures, fittings & equipment	25% reducing balance
Motor vehicles	25% reducing balance

2 Donations and legacies

	2005	2004
	£	£
Donations and gifts	<u>2,858,551</u>	<u>1,831,573</u>

3 Investment income

	2005	2004
	£	£
Interest receivable	<u>1,706</u>	<u>62</u>

AISH HATORAH UK LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

4 Incoming resources from charitable activities

	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
Trip and Event participant's payments	-	174,940	174,940	-
Religious Educational services	650	-	650	-
	650	174,940	175,590	-

5 Donations Received from J-Link and Insurance Refund

	2005 £	2004 £
Donations received from J-Link and Insurance refund	24,950	-
Insurance Claim repayable	-	197,952
	24,950	197,952

AISH HATORAH UK LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

6 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2005 £	Total 2004 £
Costs of generating funds					
Advertising, Marketing and PR Costs	79,354	-	53,499	132,853	176,125
Charitable activities					
<u>Overseas Programme Expenses</u>					
Activities undertaken directly	-	-	830,484	830,484	564,033
Support costs	189,571	3,335	-	192,906	52,941
Total	189,571	3,335	830,484	1,023,390	616,974
<u>Educational Services</u>					
Activities undertaken directly	566,110	20,008	206,453	792,571	656,054
<u>UK Operating Expenses</u>					
Activities undertaken directly	56,826	18,340	231,316	306,482	444,324
<u>Donations to Other Charities</u>					
Activities undertaken directly	-	-	245,362	245,362	-
	812,507	41,683	1,513,615	2,367,805	1,717,352
Governance costs	-	-	307,658	307,658	141,235
	891,861	41,683	1,874,772	2,808,316	2,034,712

Governance costs includes payments to the auditors of £7,500, (2004 - £3,000) for audit fees and £3,500 (2004 - £356) for other services

7 Support costs

	2005 £	2004 £
Other Costs	-	6,140
Staff costs	189,571	43,237
Depreciation	3,335	3,564
	192,906	52,941

AISH HATORAH UK LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

8 Trustees

S Rosenblatt received a salary of £10,906 paid under PAYE from the Charity during the period, (2004 - £6,750) No other trustees received any remuneration during the period Expenses were reimbursed

9 Employees

Number of employees

The average monthly number of employees during the year was

	2005 Number	2004 Number
Educational	24	13
Operational	22	19
Administrative	6	2
	<u>52</u>	<u>34</u>

Employment costs

	2005 £	2004 £
Wages and salaries	<u>891,861</u>	<u>626,622</u>

There were no employees whose annual emoluments were £60,000 or more

AISH HATORAH UK LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

10 Tangible fixed assets

	Improvements to premises	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2005	213,048	65,972	211,279	16,241	506,540
Additions	-	28,932	-	5,575	34,507
Disposals	-	-	(20,000)	(8,650)	(28,650)
At 31 December 2005	213,048	94,904	191,279	13,166	512,397
Depreciation					
At 1 January 2005	70,917	43,434	150,946	7,627	272,924
On disposals	-	-	(16,045)	(5,729)	(21,774)
Charge for the year	10,652	12,868	8,470	2,817	34,807
At 31 December 2005	81,569	56,302	143,371	4,715	285,957
Net book value					
At 31 December 2005	131,479	38,602	47,908	8,451	226,440
At 31 December 2004	142,131	22,538	60,332	8,615	233,616

11 Debtors

	2005	2004
	£	£
Other debtors	5,995	139,990
Amounts owed by group undertakings	374	-
Gift Aid and Donor debtors	185,958	30,930
Prepayments and accrued income	93,627	-
	285,954	170,920

AISH HATORAH UK LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

12 Creditors' amounts falling due within one year	2005	2004
	£	£
Bank loans	9,664	8,000
Bank overdrafts	13,881	8,620
Trade creditors	186,812	116,056
Taxes and social security costs	121,789	22,167
Net Wages	66,116	31,655
Other creditors	62,622	232,725
Deferred income	8,243	2,000
	<u>469,127</u>	<u>421,223</u>

13 Creditors' amounts falling due after more than one year	2005	2004
	£	£
Bank Loan	16,385	25,109
Other creditors	12,500	12,500
	<u>28,885</u>	<u>37,609</u>

14 Analysis of net assets between funds	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 December 2005 are represented by			
Tangible fixed assets	226,440	-	226,440
Current assets	523,468	-	523,468
Creditors' amounts falling due within one year	(469,127)	-	(469,127)
Creditors' amounts falling due after more than one year	(28,885)	-	(28,885)
	<u>251,896</u>	<u>-</u>	<u>251,896</u>