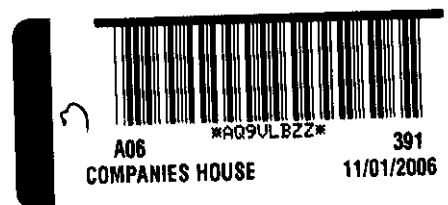


**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE  
FINANCIAL STATEMENTS  
31 MARCH 2005**

**Charity Number 1104484**

**HAS ACCOUNTANTS**

Chartered Accountants  
& Registered Auditor  
Prince Albert House  
2b Mather Avenue  
Prestwich  
Manchester  
M25 0LA



**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2005**

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**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE  
TRUSTEES AND PROFESSIONAL ADVISERS**

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**The board of trustees**

A M Khalastchi  
P S D Khalastchi  
B Stone  
D Neuwirth

**Company secretary**

B Stone

**Registered office**

1 Allandale Court  
Waterpark Road  
Salford  
M7 4JN

**Auditor**

HAS Accountants  
Chartered Accountants  
& Registered Auditor  
Prince Albert House  
2b Mather Avenue  
Prestwich  
Manchester  
M25 0LA

**Bankers**

Barclays Bank Plc  
Manchester Cheetham Hill  
Cheetham Hill  
M8

# THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE

## TRUSTEES ANNUAL REPORT

### YEAR ENDED 31 MARCH 2005

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The trustees, who are also Directors for the purposes of the Companies Act, present their report and the financial statements of the charity for the year ended 31 March 2005.

The financial statements have been prepared in accordance with the accounting policies set out on page 8 and comply with the charity's trust deed and applicable law.

#### **Constitution and objects**

The Helping Foundation is constituted by Memorandum of Association and is a company limited by guarantee. It was incorporated on 11 March 2004 as a company and the company number is 5070736. It was registered as a charity on 22 June 2004 with a charity number 1104484.

The objects of the charity are the advancement of education according to the tenets of the Orthodox Jewish Faith, the advancement of the Orthodox Jewish Religion and the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community.

#### **Grant making policy**

The charity receives donations and sends grants to institutions, people or projects that the trustees feel are appropriate.

Grants paid out in the year are as disclosed in note 3.

There were no individual grants over £1,000 made during the year.

#### **Financial review and investment policy**

The charity received £382,575 by way of rental income during the year of which £151,972 was paid out by way of grants. The charity has low administration expenses, the only costs being bank charges and professional fees as it is administered by the trustees at no cost to the charity.

There was an overall net outgoing of resources for the year of £151,555.

The investment made during the year is as detailed in the accounts.

The principal activity of the company during the year was a registered charity receiving and giving grants within the aims of the charity.

#### **Risk review**

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to mitigate our exposure to the major risks.

#### **Reserves**

The Unrestricted Fund represents the unrestricted funds arising from past operating results. It represents the free reserves of the charity. This is not in line with normal levels as the charity is showing negative reserves. The trustees acknowledge this and have implemented procedures to ensure this does not happen in the future. The trustees would normally be looking for reserves equivalent to six months operating expenditure.

# THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE

## TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2005

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### Results

The results for the year, and the charity's financial position at the end of the year are shown in the attached financial statements.

### The Trustees

The trustees who served the charity during the period were as follows:

A M Khalastchi  
P S D Khalastchi  
B Stone  
D Neuwirth

The trustees are the founding trustees. The trustees have the power to appoint further trustees by a simple majority voting system.

### Trustees' responsibilities

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the year and of the incoming and outgoing resources for the year then ended.

In preparing those financial statements, the trustees are required to select suitable accounting policies and then apply them consistently, making judgements and estimates that are reasonable and prudent. The trustees must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities.

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

### AUDITOR

A resolution to re-appoint HAS Accountants as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:  
1 Allandale Court  
Waterpark Road  
Salford  
M7 4JN

Signed by order of the trustees



B STONE  
Company Secretary

Approved by the trustees on 06 January 2006.

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**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE  
HELPING FOUNDATION**

**YEAR ENDED 31 MARCH 2005**

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I have audited the financial statements on pages 6 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

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

**RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND THE AUDITOR**

The trustees' (who also act as Directors for the charitable activities of the company) responsibilities for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Trustees' Responsibilities on page 3.

My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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

I read the Trustees Annual Report and consider the implications for my report if I become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

**BASIS OF AUDIT OPINION**

I conducted my audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test 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 in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE  
HELPING FOUNDATION *(continued)***

**YEAR ENDED 31 MARCH 2005**

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**OPINION**

In my opinion the financial statements give a true and fair view of the charity's state of affairs as at 31 March 2005 and of its incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Prince Albert House  
2b Mather Avenue  
Prestwich  
M25 0LA



**HAS ACCOUNTANTS**  
Chartered Accountants  
& Registered Auditor

06 January 2006.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES**

**YEAR ENDED 31 MARCH 2005**

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	Note	Total Funds 2005 £
<b>INCOMING RESOURCES</b>		
Investment income	2	382,575
Interest receivable		3,128
<b>TOTAL INCOMING RESOURCES</b>		<u>385,703</u>
<b>RESOURCES EXPENDED</b>		
<b>Charitable expenditure:</b>		
Costs in furtherance of charitable objects	3	151,972
Management and administration	4	385,286
<b>TOTAL RESOURCES EXPENDED</b>	5	<u>537,258</u>
<b>NET OUTGOING RESOURCES FOR THE YEAR</b>		<b>(151,555)</b>
Balances carried forward		<u><u>(151,555)</u></u>

All movements are in Unrestricted Funds

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The notes on page 6 form part of these financial statements.



**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

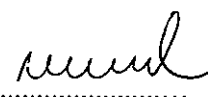
**BALANCE SHEET**

**31 MARCH 2005**

	Note	£	2005 £
<b>FIXED ASSETS</b>			
Investments	6		12,843,392
<b>CURRENT ASSETS</b>			
Debtors	7	184,007	
Cash at bank		163,981	
		<u>347,988</u>	
<b>CREDITORS: Amounts falling due within one year</b>	8	<u>(13,342,935)</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(12,994,947)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>(151,555)</u>
<b>NET LIABILITIES</b>			<u>(151,555)</u>
<b>FUNDS</b>			
Unrestricted	9		<u>(151,555)</u>
<b>TOTAL FUNDS</b>			<u>(151,555)</u>

These financial statements were approved by the trustees on the 06 January 2006 and are signed on their behalf by:

  
.....  
B STONE

  
.....  
D NEUWIRTH

The notes on page 7 form part of these financial statements.

# THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2005

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### 1. ACCOUNTING POLICIES

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2000) and the Companies Act 1985.

The accounts have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### **Cash flow statement**

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small.

#### **Donations**

Donations are included in the year in which they are receivable, which is when the charity becomes entitled to the resource.

#### **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. The helping foundation is registered for VAT and accordingly expenditure is shown net of recoverable VAT.

Costs in furtherance of charitable objects are made up of grants paid out by the trustees in line with the memorandum of association.

#### **Investment assets and income**

Income from rental income is included in the sofa in the year in which it is receivable.

Fixed asset investments, including investment property, are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the sofa.

#### **Investment properties**

Freehold property has not been depreciated as the trustees consider that the estimated residual value will not be less than its revalued figure as stated in the accounts.

#### **Fund accounting**

Unrestricted funds held by the charity are funds that can be used in accordance with the charitable objects at the discretion of the trustees.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2005**

**2. INVESTMENT INCOME**

	Value £	Income £
UK investment property	<u>12,843,392</u>	<u>382,575</u>

**3. COSTS IN FURTHERANCE OF CHARITABLE OBJECTS**

		Total Funds 2005 £
<b>Provision of charitable services:</b>		
	Grants paid £	Total £
Grants in line with Memorandum & Articles of Association - Newmarston Limited	<u>151,972</u>	<u>151,972</u>

**4. MANAGEMENT AND ADMINISTRATION**

	Total Funds 2005 £
Repairs & maintenance costs	15,799
Accountancy fees	1,500
Audit fees	1,000
Interest payable	<u>366,987</u>
	<u>385,286</u>

**5. TOTAL RESOURCES EXPENDED**

	Total Funds 2004 £
Direct charitable expenditure	151,972
Management and administration	<u>385,286</u>
	<u>537,258</u>

No salaries or wages have been paid to employees, including the trustees, during the year.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2005**

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**5. TOTAL RESOURCES EXPENDED** *(continued)*

	2005 £
<b>Other costs:</b>	
Premises	15,744
Legal and professional	2,500
Other	519,014
	<u>537,258</u>

**6. INVESTMENTS**

**Movement in market value**

	2005 £
Acquisitions at cost	12,843,392
Market value at 31 March 2005	<u>12,843,392</u>
Historical cost at 31 March 2005	<u>12,843,392</u>

**Analysis of investments at 31 March 2005**

	Total Funds 2005 £
<b>Listed investments</b>	
UK Investment property	12,843,392
	<u>12,843,392</u>

**7. DEBTORS**

	2005 £
Trade debtors	<u>184,007</u>

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2005**

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**8. CREDITORS: Amounts falling due within one year**

	2005
	£
Bank loans and overdrafts	11,673,160
Trade creditors	45,597
Taxation and social security	67,901
Other creditors	1,332,569
Accruals	223,708
	<u>13,342,935</u>

The bank loan is secured on against the investment property of the charity.

**9. ANALYSIS OF NET ASSETS IN UNRESTRICTED FUNDS**

	Investments	Other net assets	Total
	£	£	£
Unrestricted funds	<u>12,843,392</u>	<u>(12,994,947)</u>	<u>(151,555)</u>

**10. RELATED PARTY TRANSACTIONS**

Mr A M Khalastchi, a trustee of The Helping Foundation, is also the managing director and shareholder of Flodrive Holdings Limited.

During the year Flodrive Holdings Limited lent £393,375 to the charity that was still outstanding at the year end.

**11. COMPANY LIMITED BY GUARANTEE**

The Helping Foundation is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

**12. TAXATION**

The Helping Foundation 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.

Our Ref: HS/H001finacclett05

06 January '06

The Helping Foundation  
C/o Mr B Stone  
66 Waterpark Road  
Salford  
M7 4JL

Dear Benny

**The Helping Foundation  
Accounts for the year ended 31 March 2005**

I have pleasure in enclosing five sets of the final accounts for the year ended 31 March 2005, two bound and three stapled.

Accounts are not considered final until the trustees have signed them. As such please would you and David sign **each** of them on pages 3 and 7 as applicable. Once you have signed them please would you send the three stapled copies back to me for onward transmission to the Charity Commission and Companies House. The third copy is for my records.

Thank you for your assistance during the course of the audit and if you have any further queries please don't hesitate to contact me.

Yours sincerely

Howard Schwalbe

Encs