

COMPANY REGISTRATION NUMBER 5070736

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE  
FINANCIAL STATEMENTS  
31 MARCH 2006**

**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 2006**

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**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**TRUSTEES AND PROFESSIONAL ADVISERS**

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<b>Registered charity name</b>	The Helping Foundation
<b>Charity number</b>	1104484
<b>Company registration number</b>	5070736
<b>Registered office</b>	1 Allandale Court Waterpark Road Salford M7 4JN
<b>Trustees</b>	B Stone D Neuwirth A Weis Mrs R Weis
<b>Secretary</b>	B Stone
<b>Auditor</b>	HAS Accountants Chartered Accountants & Registered Auditor Prince Albert House 2b Mather Avenue Prestwich Manchester M25 0LA
<b>Bankers</b>	Barclays Bank Plc Manchester Cheetham Hill Cheetham Hill M8

# **THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE**

## **TRUSTEES ANNUAL REPORT**

**YEAR ENDED 31 MARCH 2006**

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The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2006.

### **REFERENCE AND ADMINISTRATIVE DETAILS**

Reference and administrative details are shown in the schedule of trustees and professional advisers on page 1 of the 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  
S Weis  
A Weis  
Mrs R Weis

S Weis was appointed as a trustee on 30 November 2005.

A Weis was appointed as a trustee on 30 November 2005.

Mrs R Weis was appointed as a trustee on 30 November 2005.

A M Khalastchi retired as a trustee on 30 November 2005.

P S D Khalastchi retired as a trustee on 30 November 2005.

S Weis retired as a trustee on 12 June 2006.

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

There is no chief executive officer nor any other staff employed in the charity. The day to day affairs are undertaken by Mr B Stone on behalf of the trustees.

All major decisions are taken collectively by the trustees.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

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.

Recruitment and appointment of new trustees would be in line with the Trust Deed and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

#### **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 manage our exposure to the major risks.

# THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE

## TRUSTEES ANNUAL REPORT *(continued)*

### YEAR ENDED 31 MARCH 2006

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#### OBJECTIVES AND ACTIVITIES

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 is funded by donations and investments. The charity gives out grants in line with the above objects.

There were no individual grants made during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants is to either institutions or individuals and is almost always to institutions.

#### ACHIEVEMENTS AND PERFORMANCE

The charity received £15,213,646 in donations during the year of which £2,631,149 was paid out by way of grants. The charity has low administration expenses. Besides bank charges, interest on bank loans and professional fees, the only other costs are small office costs.

All office costs are borne by a local benefactor and the trustees wish to record their appreciation to the benefactor for the free use of their offices.

Grants over £1,000 made during the year to institutions are as detailed in the accounts.

The charity sold its only fixed asset in the year realising a net surplus of £2,319,281.

There were no material fundraising costs during the year.

There was an overall net movement in funds for the year of £14,728,216.

#### FINANCIAL REVIEW

The trustees feel that the year was an exceptional one in terms of gains made on its investment. The trustees are delighted to have made many valuable contributions to the community as a result of these gains and hope to be able to do so for many years to come.

#### 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 given the nature of revenue receipts against grants payable.

# **THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE**

## **TRUSTEES ANNUAL REPORT *(continued)***

**YEAR ENDED 31 MARCH 2006**

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### **PLANS FOR FUTURE PERIODS**

The trustees plan to continue investing to raise funds for projects in line with the Memorandum & Articles of Association and pursue those objectives and projects with all the resources available to the charity.

### **RESPONSIBILITIES OF THE TRUSTEES**

The trustees are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the trustees 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 charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**TRUSTEES ANNUAL REPORT** *(continued)*

**YEAR ENDED 31 MARCH 2006**

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**AUDITOR**

A resolution to re-appoint HAS Accountants as auditor for the ensuing year will be proposed at the Annual General Meeting.

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

Signed by order of the trustees



B STONE  
Company Secretary

30 January 2007

# **THE HELPING FOUNDATION COMPANY LIMITED BY GUARANTEE**

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

**YEAR ENDED 31 MARCH 2006**

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I have audited the financial statements of the Helping Foundation for the year ended 31 March 2006 on pages 8 to 14 which have been prepared under the historical cost convention and the accounting policies set out on pages 10 to 11.

This report is made solely to the company'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 company'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 company and the company'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 responsibilities of the trustees (who also act as directors of The Helping Foundation for the purposes of company law) for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the Trustees on page 4.

My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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, and whether the information given in the Trustees Annual Report is consistent with the financial statements.

In addition I report to you if, in my opinion, the charitable company 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 remuneration of the trustees and other transactions 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.

### **BASIS OF AUDIT OPINION**

I conducted my 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees 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.

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 2006**

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**OPINION**

In my opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 March 2006 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees Annual Report is consistent with the financial statements.

Prince Albert House  
2b Mather Avenue  
Prestwich  
Manchester  
M25 0LA



HAS ACCOUNTANTS  
Chartered Accountants  
& Registered Auditor

30 January 2007

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE  
INCOME AND EXPENDITURE ACCOUNT)**

**YEAR ENDED 31 MARCH 2006**

	Note	Total Funds 2006 £	Total Funds 2005 £
<b>INCOMING RESOURCES</b>			
Incoming resources from generating funds:			
Voluntary income	2	15,213,646	–
Investment income	3	656,983	385,703
<b>TOTAL INCOMING RESOURCES</b>		<u>15,870,629</u>	<u>385,703</u>
<b>RESOURCES EXPENDED</b>			
Charitable activities	4/5	(2,631,149)	(151,972)
Governance costs	6	(830,545)	(385,286)
<b>TOTAL RESOURCES EXPENDED</b>		<u>(3,461,694)</u>	<u>(537,258)</u>
<b>NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR</b>			
Realised gains on disposal of investment assets	7	12,408,935	(151,555)
		<u>2,319,281</u>	–
<b>NET MOVEMENT IN FUNDS/NET INCOME/(EXPENDITURE) FOR THE YEAR</b>		14,728,216	(151,555)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		(151,555)	–
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>14,576,661</u>	<u>(151,555)</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 10 to 14 form part of these financial statements.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**BALANCE SHEET**

**31 MARCH 2006**

	Note	2006 £	2005 £
<b>FIXED ASSETS</b>			
Investments	9		12,843,392
<b>CURRENT ASSETS</b>			
Debtors	10	3,478,950	184,007
Cash at bank		11,234,819	163,981
		<u>14,713,769</u>	<u>347,988</u>
<b>CREDITORS: Amounts falling due within one year</b>	11	<u>(137,108)</u>	<u>(13,342,935)</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<b>14,576,661</b>	<b>(12,994,947)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u><b>14,576,661</b></u>	<u><b>(151,555)</b></u>
<b>NET ASSETS/(LIABILITIES)</b>		<u><b>14,576,661</b></u>	<u><b>(151,555)</b></u>
<b>FUNDS</b>			
Unrestricted income funds	12	<u>14,576,661</u>	<u>(151,555)</u>
<b>TOTAL FUNDS</b>		<u><b>14,576,661</b></u>	<u><b>(151,555)</b></u>

These financial statements were approved by the trustees on the 30 January 2007 and are signed on their behalf by:



**B STONE**  
Trustee



**D NEUWIRTH**  
Trustee

The notes on pages 10 to 14 form part of these financial statements.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2006**

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**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value, and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) 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 trust 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.

Governance costs are included on an accruals basis and are recognised when there is a legal or constructive obligation to pay for expenditure.

**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.

**Fixed assets**

All fixed assets are initially recorded at cost.

**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.

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2006**

**1. ACCOUNTING POLICIES** *(continued)*

**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.

**2. VOLUNTARY INCOME**

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
<b>Donations</b>			
Donations	<u>15,213,646</u>	<u>15,213,646</u>	<u>—</u>

**3. INVESTMENT INCOME**

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Income from UK investment properties	561,649	561,649	382,575
Bank interest receivable	95,334	95,334	3,128
	<u>656,983</u>	<u>656,983</u>	<u>385,703</u>

**4. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE**

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Asser Bishvil	460,000	460,000	—
The Khalastchi Foundation	876,149	876,149	—
Newmarston Limited	—	—	151,972
Notzar Chesed	225,000	225,000	—
Talmud Education Trust	1,070,000	1,070,000	—
	<u>2,631,149</u>	<u>2,631,149</u>	<u>151,972</u>

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2006**

**5. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE**

	Grant funding activities £	Total Funds 2006 £	Total Funds 2005 £
Asser Bishvil	460,000	460,000	–
The Khalastchi Foundation	876,149	876,149	–
Newmarston Limited	–	–	151,972
Notzar Chesed	225,000	225,000	–
Talmud Education Trust	1,070,000	1,070,000	–
	<u>2,631,149</u>	<u>2,631,149</u>	<u>151,972</u>

**6. GOVERNANCE COSTS**

	Unrestricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Premises costs	7,476	7,476	15,799
Accountancy fees	–	–	1,500
Audit fees	1,750	1,750	1,000
Legal & professional fees	2,789	2,789	–
Interest payable	818,143	818,143	366,987
Other governance costs	387	387	–
	<u>830,545</u>	<u>830,545</u>	<u>385,286</u>

**7. NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR**

This is stated after charging:

	2006 £	2005 £
Auditors' remuneration:		
- audit of the financial statements	<u>1,750</u>	<u>1,000</u>

**8. STAFF COSTS AND EMOLUMENTS**

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 2006**

**9. INVESTMENTS**

**Movement in market value**

	2006 £	2005 £
Market value at 1 April 2005	12,843,392	-
Acquisitions at cost	-	12,843,392
Disposals at opening book value	(12,843,392)	-
Market value at 31 March 2006	<u>-</u>	<u>12,843,392</u>
Historical cost at 31 March 2006	<u>-</u>	<u>12,843,392</u>

**Analysis of investments at 31 March 2006**

	Total Funds 2006 £	Total Funds 2005 £
<b>Other investments</b>		
UK Investment property	<u>-</u>	<u>12,843,392</u>

**10. DEBTORS**

	2006 £	2005 £
Trade debtors	70,435	184,007
Income tax recoverable	3,347,646	-
Other debtors	5,922	-
Prepayments	54,947	-
	<u>3,478,950</u>	<u>184,007</u>

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

	2006 £	2005 £
Bank loans and overdrafts	-	11,673,160
Trade creditors	7,523	45,597
Taxation and social security	-	67,901
Other creditors	-	1,332,569
Accruals	129,585	223,708
	<u>137,108</u>	<u>13,342,935</u>

**THE HELPING FOUNDATION  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2006**

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**12. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Net current assets/ (liabilities) £	Total £
Unrestricted Income Funds	14,576,661	14,576,661
Total Funds	<u>14,576,661</u>	<u>14,576,661</u>

**13. 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 the charity repaid all loans owing to Flodrive Holdings Limited.

Mr A Weis, a trustee of The Helping Foundation, donated £11,450,000 to the charity during the year.

Mrs R Weis, a trustee of The Helping Foundation, donated £416,000 to the charity during the year.

**14. 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.

**15. 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.