Charity number: 1039036
Company number. 2884621

Forty Limited
(A company limited by guarantee)

Trustees' report and financial statements

for the year ended 31 August 2007

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Forty Limited
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Legal and administrative information

Charity number	1039036
Company registration number	2884621
Business address	Woodberry Down Centre Woodberry Down London N4 2SH
Registered office	206 High Road London N15 4NP
Trustees	R Spitzer I Gluck F Gluck
Secretary	Richard Spitzer
Auditors	Hager Stenhouse & Co 206 High Road London N15 4NP
Bankers	Barclays Bank Plc Knightsbridge Business Centre P O Box 32014 London NW1 22G

Forty Limited
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Report of the trustees (incorporating the directors' report) for the year ended 31 August 2007

The trustees present their report and the financial statements for the year ended 31 August 2007 The trustees, who are also directors for the purposes of company law and who served during the year and up to the date of this report are set out on page 1

Structure, governance and management

Organisational structure

The charity owns properties which are currently being used by another charity whose activity is the running of a creche nursery, junior and secondary schools

Governance and internal control

The trustees regularly examine any request and ensure any risks are identified and systems are in place to protect the charity

Risk management

A review of the potential risks that are faced by the charity has been undertaken These are seen to be in the areas of property safety and financial control Appropriate and reasonable systems are in place to cover foreseeable eventualities Further reviews will be undertaken from time to time

Objectives and activities

Charitable objectives

The advancement of religion in accordance with the orthodox Jewish faith, the relief of poverty and such other objectives recognised by English law

Achievements and performance

Review of activities and achievements

The properties are based in North London and used by an associated charitable company as a school, creche and nursery for the Orthodox Jewish community Rents are paid at a level as agreed between the two charities

The charity has undertaken further development of its property to enable expansion of the school that occupies the premises This is a major project and has already cost in excess of two million pounds sterlings (£2,000,000) The complete expansion cost is expected to be in the region of £3 500 000

Most of the original plans have now been completed but the school has partly outgrown the premises and we are therefore building 4-5 extra classrooms for to be ready for September 2008 We have also submitted a planning permission request for a school/community hall to be built in the basement

The premises are also rented out to a club - Kids N Action This is also a registered charity

Financial review

The trustees are satisfied with the results of the year and anticipate this to continue in the future

Reserves

The trustees ensure that the charity has sufficient reserves to cover anticipated outgoings

Forty Limited
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Report of the trustees (incorporating the directors' report) for the year ended 31 August 2007

Statement as to disclosure of information to auditors

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

Statement of trustees' responsibilities

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

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 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, and

- 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 the Companies Act 1985 They 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

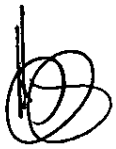
Auditors

A resolution proposing that Hager Stenhouse & Co be reappointed as auditors of the charity will be put to the Annual General Meeting

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

On behalf of the board



Richard Spitzer
Secretary

23 June 2008

Forty Limited
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Independent auditor's report to the members of Forty Limited

We have audited the financial statements of Forty Limited for the year ended 31 August 2007 which comprise the statement of financial activities, the balance sheet and the related notes These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities

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 the trustees and auditors

The trustees' (who are also directors for the purposes of company law) responsibilities for preparing the 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 trustees' responsibilities

Our responsibility is to audit the financial statements 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 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' report is consistent with the financial statements We also report to you if, in our opinion, the charitable company 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 other transactions is not disclosed

We read other information contained in the annual report, and consider whether it is consistent with the audited financial statements This other information comprises only the trustees' report We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements Our responsibilities do not extend to any other information

Basis of audit 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 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

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, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charitable company's affairs as at 31 August 2007 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985, and

- the information given in the trustees' report is consistent with the financial statements

Hager Stenhouse & Co.
Qualified Accountants and
Registered Auditors
23 June 2008

206 High Road
London
N15 4NP

Forty Limited
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)

For the year ended 31 August 2007

	Notes	Unrestricted funds £	Restricted funds £	2007 Total £	2006 Total £
Incoming resources					
Incoming resources from generating funds					
Voluntary income	2	135,678	435,243	570,921	568,935
Incoming resources from charitable activities	3	130,000	-	130,000	110,000
Total incoming resources		265,678	435,243	700,921	678,935
Resources expended					
Costs of generating funds					
Cost of generating voluntary income	4	59,700	-	59,700	86,200
Charitable activities	5	147,518	-	147,518	243,954
Governance costs	6	100,980	-	100,980	75,609
Total resources expended		308,198	-	308,198	405,763
Net income/(expenditure) for the year		(42,520)	435,243	392,723	273,172
Total funds brought forward		329,244	2,321,000	2,650,244	2,377,078
Total funds carried forward		286,724	2,756,243	3,042,967	2,650,250

The notes on pages 8 to 12 form an integral part of these financial statements.

Forty Limited
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as at 31 August 2007

	Notes	£	2007 £	£	2006 £
Fixed assets					
Tangible assets	11		4,304,184		3,865,967
Current assets					
Debtors	12	-		12,798	
Cash at bank and in hand		33,917		554	
		33,917		13,352	
Creditors: amounts falling due within one year	13	(192,448)		(109,230)	
Net current liabilities			(158,531)		(95,878)
Total assets less current liabilities			4,145,653		3,770,089
Creditors: amounts falling due after more than one year	14		(1,102,686)		(1,119,841)
Net assets			3,042,967		2,650,248
Funds	15				
Restricted income funds			2,756,243		2,321,000
Unrestricted income funds			286,724		329,248
Total funds			3,042,967		2,650,248

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements were approved by the board on 23 June 2008 and signed on its behalf by

R Spitzer
Director



The notes on pages 8 to 12 form an integral part of these financial statements

1. Accounting policies

The principal accounting policies are summarised below The accounting policies have been applied consistently throughout the year and the preceding year

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 1985

1.2. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy The following specific policies are applied to particular categories of income

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant

Donated services and facilities are included at the value to the charity where this can be quantified The value of services provided by volunteers has not been included

1.3. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management

1.4. Tangible fixed assets and depreciation

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

Land and buildings	-	Nil on investment property

2. Voluntary income

	Unrestricted funds £	Restricted funds £	2007 Total £	2006 Total £
Donations	135,678	435,243	570,921	568,935
	135,678	435,243	570,921	568,935

3. Incoming resources from charitable activities

	Unrestricted funds £	2007 Total £	2006 Total £
Rent received	130,000	130,000	110,000
	130,000	130,000	110,000

4. Cost of generating voluntary income

	Unrestricted funds £	2007 Total £	2006 Total £
Fundraising commission and expenses	59,700	59,700	86,200
	59,700	59,700	86,200

5. Costs of charitable activities - by fund type

	Unrestricted funds £	2007 Total £	2006 Total £
Property maintenance	147,518	147,518	243,954
	147,518	147,518	243,954

6. Governance costs

	Unrestricted funds £	2007 Total £	2006 Total £
General expenses	165	167	63
Auditor remuneration	2,938	2,938	1,939
Legal and professional fees	6,567	6,567	7,650
Bank interest payable	3,811	3,811	2,027
Bank charges	1,808	1,808	1,879
Finance charges	9,606	9,606	7,400
Mortgage loan interest paid	76,085	76,085	54,651
	100,980	100,982	75,609

7. Analysis of support costs

	Property maintenance £	Governance costs £	2007 Total £	2006 Total £
Repairs and maintenance	30,514	-	30,514	128,686
Insurance	9,694	-	9,694	18,234
Security costs	107,310	-	107,310	97,034
Auditors' remuneration	-	2,938	2,938	1,939
Legal and professional fees	-	6,567	6,567	7,650
Interest payable and similar charges	-	91,310	91,310	65,957
	147,518	100,815	248,333	319,500

8. Net incoming resources for the year

	2007 £	2006 £
Net incoming resources is stated after charging		
Auditors' remuneration	2,938	1,939

9. Employees

Employment costs

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

10. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988 Accordingly, there is no taxation charge in these accounts

11. Tangible fixed assets

	Land and buildings freehold £	Total £
Cost		
At 1 September 2006	3,905,131	3,905,131
Additions	438,217	438,217
At 31 August 2007	4,343,348	4,343,348
Depreciation		
At 1 September 2006 and At 31 August 2007	39,164	39,164
Net book values		
At 31 August 2007	4,304,184	4,304,184
At 31 August 2006	3,865,967	3,865,967

12. Debtors

	2007 £	2006 £
Amounts due from associated undertakings	-	8,777
Other debtors	-	4,021
	-	12,798

13. Creditors: amounts falling due within one year

	2007 £	2006 £
Bank overdraft	-	27,028
Private interest free loans	40,290	73,608
Trade creditors	83,371	-
Amounts owed to group undertakings	49,830	-
Accruals and deferred income	18,957	8,594
	192,448	109,230

14. Creditors: amounts falling due after more than one year

	2007	2006
	£	£
Long term bank loans	1,102,686	1,119,841

15. Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fund balances at 31 August 2007 as represented by			
Tangible fixed assets	1,547,941	2,756,243	4,304,184
Current assets	33,918	-	33,918
Current liabilities	(328,126)	-	(328,126)
Long-term liabilities	(1,102,686)	-	(1,102,686)
	151,047	2,756,243	2,907,290

16. Unrestricted funds

	At 1st September 2006	Incoming resources	Outgoing resources	At 31st August 2007
	£	£	£	£
Donations	329,244	265,678	(308,198)	286,724

17. Restricted funds

	At 1st September 2006	Incoming resources	At 31st August 2007
	£	£	£
Cost of freehold property	2,321,000	435,243	2,756,243

18. Company limited by guarantee

Forty Limited is a company limited by guarantee and accordingly does not have a share capital

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member