

Charity number 1039036
Company number 02884621

Forty Limited
(A company limited by guarantee)
Trustees' report and financial statements
for the year ended 31 August 2011

TUESDAY



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Forty Limited
(A company limited by guarantee)

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Forty Limited
(A company limited by guarantee)

Legal and administrative information

Charity number	1039036
Company registration number	02884621
Business address	Woodberry Down Centre Woodberry Down London N4 2SH
Registered office	206 High Road London N15 4NP
Trustees	R Spitzer J Gluck H Gluck
Secretary	Richard Spitzer
Auditors	Venitt and Greaves 115 Craven Park Road London N15 6BL
Bankers	Barclays Bank Plc Knightsbridge Business Centre P O Box 32014 London NW1 22G
Accountants	Hager Stenhouse & Co Qualified Accountants 206 High Road London N15 4NP

Forty Limited
(A company limited by guarantee)

Report of the trustees (incorporating the directors' report)
for the year ended 31 August 2011

The trustees present their report and the financial statements for the year ended 31 August 2011. The trustees, who are also directors of Forty Limited 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 is constantly developing and maintaining its property to enable expansion of the school that occupies the premises.

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.

Banks administration

Negotiations previously undertaken with the charity's bank have now been concluded. The bank has now removed its administration.

Forty Limited
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Report of the trustees (incorporating the directors' report)
for the year ended 31 August 2011

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 charitable company'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 (who are also directors of Forty Limited for the purpose of company law) are responsible for preparing the Trustees' 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Venitt and Greaves are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006

Small company provisions

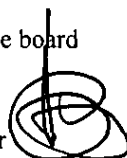
This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

On behalf of the board

Richard Spitzer

Secretary

30 July 2012



Forty Limited
(A company limited by guarantee)

Independent auditor's report to the trustees of Forty Limited

We have audited the financial statements of Forty Limited for the year ended 31 August 2011 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 (effective April 2008).

This report is made solely to the company's members, as a body, in accordance with Section 495 of the Companies Act 2006. 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 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 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 2006, and whether the information given in the Trustees' Annual Report is not 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' Annual 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 charity'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.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out below.

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

Forty Limited
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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 charity's affairs as at 31 August 2011 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 2006, and
- the information given in the trustees' report is consistent with the financial statements



Malcolm Venitt ACA
For and on behalf of Venitt and Greaves
Chartered Accountants and
Registered Auditors
30 July 2012

115 Craven Park Road
London N15 6BL

Forty Limited
(A company limited by guarantee)

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

For the year ended 31 August 2011

	Notes	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Incoming resources					
Incoming resources from generating funds					
Voluntary income	2	75,000	24,233	99,233	131,800
Incoming resources from charitable activities	3	170,000	-	170,000	150,000
Total incoming resources		<u>245,000</u>	<u>24,233</u>	<u>269,233</u>	<u>281,800</u>
Resources expended					
Charitable activities	4	58,254	-	58,254	177,641
Governance costs	6	125,822	-	125,822	138,984
Total resources expended		<u>184,076</u>	<u>-</u>	<u>184,076</u>	<u>316,625</u>
Net incoming/(outgoing) resources for the year		60,924	24,233	85,157	34,825
Gain on revaluation of Freehold Property		-	1,500,000	1,500,000	1,340,355
Net movement in funds/Net income for the year		60,924	1,524,233	1,585,157	1,305,530
Total funds brought forward		272,834	4,465,723	4,738,557	3,433,026
Total funds carried forward		<u>333,758</u>	<u>5,989,956</u>	<u>6,323,714</u>	<u>4,738,556</u>

The notes on pages 8 to 13 form an integral part of these financial statements.

Forty Limited
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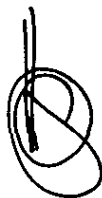
Balance sheet
as at 31 August 2011

	Notes	£	2011 £	£	2010 £
Fixed assets					
Tangible assets	11		8,108,005		6,548,673
Current assets					
Debtors	12	48,788		1,543	
		<u>48,788</u>		<u>1,543</u>	
Creditors: amounts falling due within one year	13	(484,031)		(450,717)	
Net current liabilities			<u>(435,243)</u>		<u>(449,174)</u>
Total assets less current liabilities			7,672,762		6,099,499
Creditors: amounts falling due after more than one year	14		(1,349,048)		(1,360,942)
Net assets			<u>6,323,714</u>		<u>4,738,557</u>
Funds	15				
Restricted income funds			5,989,956		4,465,723
Unrestricted income funds			<u>333,758</u>		<u>272,834</u>
Total funds			<u>6,323,714</u>		<u>4,738,557</u>

The financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the board on 30 July 2012 and signed on its behalf by

R Spitzer
Director



The notes on pages 8 to 13 form an integral part of these financial statements.

Forty Limited
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Notes to financial statements
for the year ended 31 August 2011

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 April 2008), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 2006.

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.

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.

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 less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Nil on investment property
Plant and machinery	-	10% reducing balance

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Notes to financial statements
for the year ended 31 August 2011

2. Voluntary income

	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Donations	75,000	733	75,733	131,800
Awards for All	-	10,000	10,000	-
New Court Charitable Trust	-	500	500	-
The Coutts Charitable Trust	-	1,500	1,500	-
The Vail Foundation	-	500	500	-
The Variety Club Children's Charity	-	2,500	2,500	-
Dina & Fayla Weinstock Trust	-	8,500	8,500	-
	<u>75,000</u>	<u>24,233</u>	<u>99,233</u>	<u>131,800</u>

3. Incoming resources from charitable activities

	Unrestricted funds £	2011 Total £	2010 Total £
Rent received	170,000	170,000	150,000
	<u>170,000</u>	<u>170,000</u>	<u>150,000</u>

4 Costs of charitable activities - by fund type

	Unrestricted funds £	2011 Total £	2010 Total £
Property maintenance	58,254	58,254	177,641
	<u>58,254</u>	<u>58,254</u>	<u>177,641</u>

5. Costs of charitable activities - by activity

	Support costs £	2011 Total £	2010 Total £
Property maintenance	58,254	58,254	177,641
	<u>58,254</u>	<u>58,254</u>	<u>177,641</u>

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Notes to financial statements
for the year ended 31 August 2011

6. Governance costs

	Unrestricted funds £	2011 Total £	2010 Total £
General expenses	300	299	151
Auditor remuneration	2,160	2,160	3,600
Legal and professional fees	1,197	1,197	4,812
Bank interest payable	18,665	18,665	26,842
Mortgage loan interest paid	96,387	96,387	95,704
Support - Depreciation & impairment	7,113	7,113	7,875
	<u>125,822</u>	<u>125,821</u>	<u>138,984</u>

7. Analysis of support costs

	Property maintenance £	Governance costs £	2011 Total £	2010 Total £
Repairs and maintenance	16,413	-	16,413	138,412
Insurance	15,316	-	15,316	21,034
Other establishment costs	26,525	-	26,525	18,195
Auditors' remuneration	-	2,160	2,160	3,600
Legal and professional fees	-	1,197	1,197	4,812
Interest payable and similar charges	-	115,052	115,052	122,546
Depreciation and impairment	-	7,113	7,113	7,875
	<u>58,254</u>	<u>125,522</u>	<u>183,776</u>	<u>316,474</u>

8. Net incoming/(outgoing) resources for the year

	2011 £	2010 £
Net incoming/(outgoing) resources is stated after charging		
Depreciation and other amounts written off tangible fixed assets	7,113	7,875
Auditors' remuneration	<u>2,160</u>	<u>3,600</u>

9. Employees

Employment costs

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

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Notes to financial statements
for the year ended 31 August 2011

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 £	Plant and machinery £	Total £
Cost or valuation			
At 1 September 2010	6,500,000	62,080	6,562,080
Additions	43,985	22,460	66,445
Revaluation	1,500,000	-	1,500,000
At 31 August 2011	<u>8,043,985</u>	<u>84,540</u>	<u>8,128,525</u>
Depreciation			
At 1 September 2010	-	13,407	13,407
Charge for the year	-	7,113	7,113
At 31 August 2011	<u>-</u>	<u>20,520</u>	<u>20,520</u>
Net book values			
At 31 August 2011	<u>8,043,985</u>	<u>64,020</u>	<u>8,108,005</u>
At 31 August 2010	<u>6,500,000</u>	<u>48,673</u>	<u>6,548,673</u>

The trustees revalued the property based on insurance values.

12. Debtors

	2011 £	2010 £
Other debtors	<u>48,789</u>	<u>1,543</u>

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Notes to financial statements
for the year ended 31 August 2011

13. Creditors: amounts falling due within one year

	2011	2010
	£	£
Bank overdraft	196,917	266,471
Trade creditors	1,083	26,929
Amounts owed to group undertakings	265,357	134,277
Accruals and deferred income	20,674	23,040
	<u>484,031</u>	<u>450,717</u>

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

	2011	2010
	£	£
Long term bank loans	<u>1,349,048</u>	<u>1,360,942</u>

15. Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fund balances at 31 August 2011 as represented by			
Tangible fixed assets	2,118,049	5,989,956	8,108,005
Current assets	48,788	-	48,788
Current liabilities	(484,031)	-	(484,031)
Long-term liabilities	(1,349,048)	-	(1,349,048)
	<u>333,758</u>	<u>5,989,956</u>	<u>6,323,714</u>

16. Unrestricted funds

	At 1st September 2010	Incoming resources	Outgoing resources	At 31st August 2011
	£	£	£	£
Donations and rent	<u>272,834</u>	<u>245,000</u>	<u>(184,076)</u>	<u>333,758</u>

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Notes to financial statements
for the year ended 31 August 2011

17. Restricted funds

	At 1st September 2010 £	Incoming resources £	Gains and losses £	At 31st August 2011 £
Building Fund	4,465,723	24,233	1,500,000	5,989,956

18. Related party transactions

Rent was received from Beis Chinuch Lebonos Limited a charity company controlled by related trustees

19. 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