

Charity Registration No. 1039036

Company Registration No. 02884621 (England and Wales)

FORTY LIMITED
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 25 AUGUST 2016

TUESDAY



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COMPANIES HOUSE

FORTY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Richard Spitzer Jacob Gluck Mrs Hanna Gluck Mr AS Schechter
Secretary	Richard Spitzer
Charity number	1039036
Company number	02884621
Principal address	Woodbury Down Centre Woodbury Down London N4 2SH
Registered office	c/o Lopian Gross Barnett & Co 6th Floor, Cardinal House 20 St Mary's Parsonage Manchester M3 2LG
Auditors	Lopian Gross Barnett & Co 6th Floor Cardinal House 20 St Mary's Parsonage Manchester M3 2LG
Bankers	Barclays Bank Plc London The Manager Barclays Bank Plc 1 Church Hill Place London E14 5HP

FORTY LIMITED

CONTENTS

	Page
Trustees' report	1 - 2
Statement of trustees' responsibilities	3
Independent auditors' report	4 - 5
Statement of financial activities	6
Balance sheet	7
Notes to the accounts	8 - 13

FORTY LIMITED

TRUSTEES' REPORT

FOR THE YEAR ENDED 25 AUGUST 2016

The trustees present their report and accounts for the year ended 25 August 2016.

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 Memorandum and Articles of Association, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in January 2015.

Structure, governance and management

The charity is a company limited by guarantee and accordingly does not have a share capital. The charity is governed by its Memorandum and Articles of Association dated 5th January 1994.

Every member of the company undertakes to contribute such an 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.

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

Richard Spitzer
Jacob Gluck
Mrs Hanna Gluck
Mr AS Schechter

It is not currently the intention of the charity to appoint new trustees. Should this situation change in the future, the trustees will apply suitable recruitment and training procedures.

All decisions made on behalf of the charity are made by the trustees.

The trustees are responsible for the provision of means to distribute charitable donations to worthy causes.

The charity owns property which is currently being used by another charity whose activity is the running of a crèche, nursery, junior and secondary schools and a charity that provides after school clubs & holiday play schemes.

The charity lets out its property to a connected charity, Beis Chinuch Lebonos Limited and also Kids N Action.

Details of transactions with related parties are disclosed in the notes to the financial statements.

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.

Objectives and activities for the public benefit

The charity's objects are the advancement of religion and education in accordance with the orthodox Jewish faith, the relief of poverty and such other charitable objectives recognised by English law. The trustees confirm that they have referred to guidance contained in the charity commissioners' general guidance on public benefit when reviewing the trusts aims and objectives and in planning future activities and setting the grant making policy for the year.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

FORTY LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 25 AUGUST 2016

Achievements and performance

The property is based in North London and is used by an associated charitable company as a school, crèche and nursery and a charity that provides after school clubs & holiday play schemes, 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 owns the premises and has this year added a number of new classrooms and offices to the buildings including remedial rooms and crèche premises.

The trustees of the charity confirm that they have considered The Charity Commission's general guidance on public benefit and the requirements of Section 4 of the Charities Act 2011 in this area.

Financial review

The trustees are satisfied with the results for the year and anticipate the level of activities to continue to increase year on year.

The trustees ensure that the charity has sufficient reserves available to cover anticipated outgoings. In addition the trustees have received undertakings from local supporters to cover any deficit if such should arise.

Plans for the future

To continue building additional classrooms and areas to meet the growing demands of the school and crèche and to maintain and develop the existing building to a very high standard to ensure compliance with any regulatory requirement.

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution proposing that Lopian Gross Barnett & Co be reappointed as auditors of the company will be put to the members.

On behalf of the board of trustees



Richard Spitzer

Trustee

Dated: 15 May 2017

FORTY LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees, who are also the directors of Forty Limited 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).

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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, 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; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Companies Act 2006. 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.

FORTY LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF FORTY LIMITED

We have audited the accounts of Forty Limited for the year ended 25 August 2016 set out on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and its 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 explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of Forty Limited for the purposes of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the accounts

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited accounts and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on accounts

In our opinion the accounts:

- give a true and fair view of the state of the charitable company's affairs as at 25 August 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the accounts are prepared is consistent with the accounts.

FORTY LIMITED

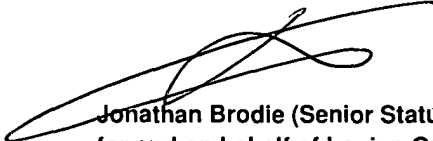
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF FORTY LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Jonathan Brodie (Senior Statutory Auditor)
for and on behalf of Lopian Gross Barnett & Co

Chartered Accountants
Statutory Auditor
6th Floor
Cardinal House
20 St Mary's Parsonage
Manchester
M3 2LG

Dated: 15 May 2017

FORTY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 25 AUGUST 2016

	Notes	2016 £	2015 £
<u>Income and endowments</u>			
Voluntary income	2	112,503	21,758
Investment income	3	847,600	847,500
Total income		<u>960,103</u>	<u>869,258</u>
<u>Expenditure</u>	4		
Expenditure on charitable activities		682,676	742,691
Total expenditure		<u>682,676</u>	<u>742,691</u>
Net movement in funds		277,427	126,567
Total funds brought forward		<u>6,767,536</u>	<u>6,640,969</u>
Total funds carried forward		<u>7,044,963</u>	<u>6,767,536</u>

FORTY LIMITED

BALANCE SHEET

AS AT 25 AUGUST 2016

	Notes	2016 £	£	2015 £	£
Fixed assets					
Tangible assets	10		70,314		78,126
Investments	11		9,051,192		8,762,448
			<u>9,121,506</u>		<u>8,840,574</u>
Current assets					
Creditors: amounts falling due within one year	12	(821,753)		(868,526)	
Net current liabilities			<u>(821,753)</u>		<u>(868,526)</u>
Total assets less current liabilities			8,299,753		7,972,048
Creditors: amounts falling due after more than one year	13		(1,254,790)		(1,204,512)
Net assets			<u>7,044,963</u>		<u>6,767,536</u>
Funds of the charity					
Unrestricted funds					
Unrestricted income funds		1,128,474		851,047	
Revaluation reserve		<u>5,916,489</u>		<u>5,916,489</u>	
			<u>7,044,963</u>		<u>6,767,536</u>
Total charity funds			<u>7,044,963</u>		<u>6,767,536</u>

The accounts were approved by the Board on 15 May 2017



Richard Spitzer
Trustee

Company Registration No. 02884621

FORTY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 25 AUGUST 2016

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention modified to include the revaluation of certain fixed assets.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in January 2015 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.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with the regulation of good practice. These include costs relating to both the statutory audit and direct governing costs.

1.4 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:

Freehold land is not depreciated

Freehold buildings

Plant and machinery

Nil on investment property

10% reducing balance

1.5 Investments

Freehold investment properties are included in the balance sheet at open market value in accordance with Statement of Recommended Practice (SORP 2015), and the realised and unrealised gain or loss shown in the Statement of Financial Activities.

1.6 Accumulated funds

Funds held by the charity are all unrestricted. These being funds which can be used in accordance with the charitable objects at the discretion of the trustees.

FORTY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 25 AUGUST 2016

2 Voluntary income

	2016	2015
	£	£
Donations and gifts	<u>112,503</u>	<u>21,758</u>
Donations and gifts		
Unrestricted funds:		
Unrestricted donations received	<u>112,503</u>	<u>21,758</u>
	<u>112,503</u>	<u>21,758</u>

3 Investment income

	2016	2015
	£	£
Rental income	840,000	840,000
Additional rental income	<u>7,600</u>	<u>7,500</u>
	<u>847,600</u>	<u>847,500</u>

The superior tenant is Beis Chinuch Lebonos Limited, a connected charitable company, for the use of the buildings used in the running of Beis Chinuch Lebonos Limited's school.

FORTY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 25 AUGUST 2016

4 Expenditure

	Other costs £	Grant funding £	Total 2016 £	Total 2015 £
<u>Expenditure on charitable activities</u>				
Costs of generating donations and legacies	12,850	-	12,850	7,850
Activities undertaken directly	40,726	-	40,726	37,716
Grant funding of activities	-	624,100	624,100	693,350
Governance costs	5,000	-	5,000	3,775
	<u>58,576</u>	<u>624,100</u>	<u>682,676</u>	<u>742,691</u>

Governance costs includes payments to the auditors of £3,000 (2015: £3,000) for audit fees.

5 Grants payable

	2016 £	2015 £
Donations made	<u>624,100</u>	<u>693,350</u>

Donations made include those to Friends of Beis Chinuch Lebonos Trust £72,500, Mifal Hachessed £156,000 and Friends of Beis Soroh Shnierer £181,000. All donations are made in furtherance of the charitable objective of the respective charities which is the education in, and the advancement of, the orthodox Jewish religion.

6 Activities undertaken directly

	2016 £	2015 £
Other costs relating to charitable activities comprise:		
Other establishment costs	7,700	2,423
Depreciation and impairment	7,812	8,681
Bank interest and charges	25,214	26,612
	<u>40,726</u>	<u>37,716</u>

FORTY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 25 AUGUST 2016

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year.

8 Employees

There were no employees during the year.

9 Taxation

The activities of Forty Limited are exempt from direct taxation under Part 11 of the Corporation Tax Act 2010.

10 Tangible fixed assets

	Plant and machinery £
Cost	
At 26 August 2015 and at 25 August 2016	<u>135,903</u>
Depreciation	
At 26 August 2015	57,777
Charge for the year	<u>7,812</u>
At 25 August 2016	<u>65,589</u>
Net book value	
At 25 August 2016	<u>70,314</u>
At 25 August 2015	<u>78,126</u>

11 Fixed asset investments

	Property £
Market value at 26 August 2015	8,762,448
Acquisitions at cost	<u>288,744</u>
Market value at 25 August 2016	<u>9,051,192</u>
Historical cost:	
At 25 August 2016	<u>3,134,703</u>

FORTY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 25 AUGUST 2016

11 Fixed asset investments

At 25 August 2015

2,845,959

The charity's fixed asset investment is situated in the United Kingdom.

The freehold investment property was last valued by the trustees in December 2014 and was based on the value of similar properties within the locality. The trustees do not consider the value to be materially different at the year end.

12 Creditors: amounts falling due within one year

	2016 £	2015 £
Bank loans (secured)	-	66,610
Bank overdrafts	22,911	10,076
Trade creditors	600	-
Amounts owed to connected undertakings	730,027	775,440
Other creditors	57,500	5,500
Accruals	10,715	10,900
	<u>821,753</u>	<u>868,526</u>

13 Creditors: amounts falling due after more than one year

	2016 £	2015 £
Bank loans	<u>1,254,790</u>	<u>1,204,512</u>
Analysis of loans		
Wholly repayable within five years	1,254,790	1,271,122
Included in current liabilities	-	(66,610)
	<u>1,254,790</u>	<u>1,204,512</u>
Loan maturity analysis		
In more than five years	<u>1,271,122</u>	<u>1,335,694</u>
	<u>1,271,122</u>	<u>1,335,694</u>

The bank loan is secured by a first legal charge on the charity's investment property and is repayable on 1 September 2032.

FORTY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 25 AUGUST 2016

14 Related parties

Included within creditors is £730,027 (2015 - £775,440) owed to Beis Chinuch Lebonos Limited, a related charity that shares a common administrator, Mr A Schechter, who has significant influence in both charities.