

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2016
for
MESILA UK**

Abigail Sayagh
Chartered Accountant
12 Beverley Gardens
London
NW11 9DG

MESILA UK

**Contents of the Financial Statements
for the Year Ended 31 March 2016**

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 8
Detailed Statement of Financial Activities	9

MESILA UK

Report of the Trustees for the Year Ended 31 March 2016

The trustees present their report with the financial statements of the charity for the year ended 31 March 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main objects of the charity are, to advance the education of members of Israel's Orthodox Jewish Community; to achieve permanent financial stability and rescue them from the cycle of poverty and debt.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Mesila Israel's mission is to empower families and businesses to seek, achieve and maintain financial stability.

During the year Mesila UK has been able to continue to donate funds to Mesila Israel.

Through these donations Mesila Israel has brought the principles of correct financial management to the forefront of public consciousness by raising public awareness of the importance of financial stability and independence through:

a. Education

Youth - elementary, junior high, high school and post high school programs.

Creation of public awareness towards economic responsibility.

Provision of solutions to counter long-term, problematic financial behaviour enabling people to get out and stay out of debt and poverty.

b. Prevention

Seminars, workshops, webinars and informational events on domestic budgeting.

Development of materials for distribution to the public highlighting the need for fiscal responsibility and the ways this can be achieved.

Development and distribution of learning resources for use in schools to educate students of all ages on financial matters.

Learning resources for couples (both young and old) on how to effectively manage a regular household budget and budgets for special occasions.

c. Counselling

Family counselling - the process involves the 3 basic stages - awareness, change, and maintenance; and ends with a concluding session to launch the family into an independent future.

Business counselling - Either a one time business consulting session or ongoing business counselling which involves building a strategic business plan, implementation, on site visits and employee training.

Training new counsellors is an ongoing concern in Israel as the demand continuously outstrips the supply. Mesila Israel is committed to helping families and businesses facing the devastation of debt and have seen considerable success in turning them around setting them on their feet.

d. Training representatives

To this end;

Books, pamphlets, training programs have been developed

Seminars, conferences and up-to-date training sessions have been provided by expert professionals.

The maintenance of a control centre to oversee all processes has been implemented.

Additionally, the trustees of Mesila UK have appointed an executive director part of whose responsibility is to put in place and oversee, an infrastructure for provision of services in the UK. A pilot project was launched successfully, in which the family coaching service was delivered to numerous families in London, as well as provision of Mesila's educational programmes in secondary schools

The Trustees have considered the Charity Commission's guidance on public benefit and in fulfilment thereof have supported the enrolment of new families for counselling. No individual or family who can be helped is refused assistance. For individuals who are not close to a local branch Mesila Israel offers its services via skype or telephone to avail as many individuals as possible of the assistance they require.

MESILA UK

Report of the Trustees for the Year Ended 31 March 2016

FINANCIAL REVIEW

Reserves policy

The trustees only distribute funds that have been received by the charity; and do not make donations in excess of donations received. The level of reserves required is equivalent to 3 months of expenditure for administering the charity. The trustees believe they have established a level of reserves sufficient for this purpose.

The Statement of Financial Activities shows a net surplus for the year of £29,594 (2015: net deficit £8,623) and our reserves stand at £37,727 (2015: £8,133) in total.

FUTURE PLANS

Due to the ever increasing demand, the trustees expect that their services will continue to be required and intend to continue providing to Mesila Israel whilst having to retain flexibility as to the timing, and scale of grant making.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

The charity currently has five trustees. Any new appointments are at the recommendation of the board.

Organisational structure

The Board of Trustees must, as per the governing document, have no more than 5 trustees, serving at anyone time. Were there a requirement for new trustees, these would be identified and appointed by the remaining trustees.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1114573

Principal address

Unit 10
6th Floor, Berkley House
18-24 High Street
Edgware
HA8 7RP

Trustees

S J Goldberg
J Schapira
M Hackenbroch
M Maslo - resigned 1.12.16
D Katz

Independent examiner

Abigail Sayagh
Chartered Accountant
12 Beverley Gardens
London
NW11 9DG

Approved by order of the board of trustees on 29 January 2017 and signed on its behalf by:

M Hackenbroch - Trustee

Independent Examiner's Report to the Trustees of MESILA UK

I report on the accounts for the year ended 31 March 2016 set out on pages four to eight.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Abigail Sayagh
Chartered Accountant
12 Beverley Gardens
London
NW11 9DG

29 January 2017

MESILA UK**Statement of Financial Activities
for the Year Ended 31 March 2016**

		31.3.16 Unrestricted fund £	31.3.15 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	123,436	137,905
Charitable activities	4		
Seminars & workshops		-	1,200
Investment income	3	13	22
Total		<u>123,449</u>	<u>139,127</u>
EXPENDITURE ON			
Charitable activities	5		
Grants to Institutions		85,700	145,000
Seminars & workshops		993	279
Other		7,162	2,471
Total		<u>93,855</u>	<u>147,750</u>
NET INCOME/(EXPENDITURE)		<u>29,594</u>	<u>(8,623)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		8,133	16,756
TOTAL FUNDS CARRIED FORWARD		<u><u>37,727</u></u>	<u><u>8,133</u></u>

The notes form part of these financial statements

MESILA UK

**Balance Sheet
At 31 March 2016**

	Notes	£	31.3.16 Unrestricted fund £	31.3.15 Total funds £
CURRENT ASSETS				
Cash at bank			38,427	8,733
CREDITORS				
Amounts falling due within one year	8		(700)	(600)
NET CURRENT ASSETS			<u>37,727</u>	<u>8,133</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>37,727</u>	<u>8,133</u>
NET ASSETS			<u>37,727</u>	<u>8,133</u>
FUNDS	9			
Unrestricted funds			<u>37,727</u>	<u>8,133</u>
TOTAL FUNDS			<u>37,727</u>	<u>8,133</u>

The financial statements were approved by the Board of Trustees on 29 January 2017 and were signed on its behalf by:

M Hackenbroch -Trustee

**Notes to the Financial Statements
for the Year Ended 31 March 2016**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

	31.3.16	31.3.15
	£	£
Donations	123,436	137,905
	<u> </u>	<u> </u>

3. INVESTMENT INCOME

	31.3.16	31.3.15
	£	£
Deposit account interest	13	22
	<u> </u>	<u> </u>

4. INCOME FROM CHARITABLE ACTIVITIES

	31.3.16	31.3.15
	£	£
Income from programmes	-	1,200
Activity Seminars & workshops	<u> </u>	<u> </u>

MESILA UK**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016****5. CHARITABLE ACTIVITIES COSTS**

	Direct costs	Grant funding of activities (See note 6)	Totals
	£	£	£
Seminars & workshops	993	-	993
Grants to Institutions	-	85,700	85,700
	<u>993</u>	<u>85,700</u>	<u>86,693</u>

6. GRANTS PAYABLE

	31.3.16	31.3.15
	£	£
Grants to Institutions	<u>85,700</u>	<u>145,000</u>

The total grants paid to institutions during the year was as follows:

	31.3.16	31.3.15
	£	£
Mesila	<u>85,700</u>	<u>145,000</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2016 nor for the year ended 31 March 2015 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2016 nor for the year ended 31 March 2015 .

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.16	31.3.15
	£	£
Accrued expenses	<u>700</u>	<u>600</u>

9. MOVEMENT IN FUNDS

	At 1.4.15	Net movement in funds	At 31.3.16
	£	£	£
Unrestricted funds			
General fund	8,133	29,594	37,727
	<u>8,133</u>	<u>29,594</u>	<u>37,727</u>
TOTAL FUNDS	<u>8,133</u>	<u>29,594</u>	<u>37,727</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

9. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	123,449	(93,855)	29,594
TOTAL FUNDS	<u>123,449</u>	<u>(93,855)</u>	<u>29,594</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2016.

MESILA UK**Detailed Statement of Financial Activities
for the Year Ended 31 March 2016**

	31.3.16 £	31.3.15 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	123,436	137,905
Investment income		
Deposit account interest	13	22
Charitable activities		
Income from programmes	-	1,200
Total incoming resources	<u>123,449</u>	<u>139,127</u>
EXPENDITURE		
Charitable activities		
Website & telephone	128	126
Postage and stationery	643	81
Travel	222	72
Grants to institutions	85,700	145,000
	<u>86,693</u>	<u>145,279</u>
Support costs		
Finance		
Bank charges	662	742
Governance costs		
Administration costs	5,800	1,129
Accountancy and legal fees	700	600
	<u>6,500</u>	<u>1,729</u>
Total resources expended	<u>93,855</u>	<u>147,750</u>
Net income/(expenditure)	<u><u>29,594</u></u>	<u><u>(8,623)</u></u>

This page does not form part of the statutory financial statements