

THE MK ROSE CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

THE MK ROSE CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs S Gould Mr A Freeman
Charity number	1039857
Principal address	40 Lodge Crescent Hagley Stourbridge West Midlands United Kingdom DY9 0NB
Accountants	Azets 1st Floor Copthall House 1 New Road Stourbridge West Midlands United Kingdom DY8 1PH
Solicitors	Higgs & Sons 3 Waterfront Business Park Brierley Hill West Midlands United Kingdom DY5 1LX
Investment advisors	EFG Harris Allday 33 Great Charles Street Birmingham B3 3JN United Kingdom

THE MK ROSE CHARITABLE TRUST

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THE MK ROSE CHARITABLE TRUST

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

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 trust deed dated 3 June 1994 updated by a Trustee Resolution dated 2 November 2018, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019)

Objectives and activities

The charity's objects are to support by distribution of income and the capital of the trust, if so desired, to such charities and charitable causes as the trustees may decide. Preference is given to Jewish charities, including those in Israel, and selected charities in and around Birmingham.

The trustees achieve the charity objectives by focusing on providing grants to those charities that fulfil the criteria. Mr Alan Freeman advises on activities in Israel.

The trustees in conjunction with the trusts brokers, EFG Harris Allday, endeavour to invest so that maximum return, with safety, is obtained for the benefit of charities and causes supported.

The charity delivers public benefit by means of these grants. The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The grants awarded during the period were £319,200 (2021: £365,000).

Financial review

The attached financial statements set out the financial performance of the Trust. The Trust held total fund balances at 31 December 2022 of £1,625,505 (2021: £2,225,185).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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.

Structure, governance and management

The charity is constituted by Deeds of Trust the latest being dated 3 June 1994 and updated by a Trustee Resolution dated 2 November 2018. The Trust is governed and managed by the two trustees. The trustees give their time voluntarily, and are reimbursed for claimed expenses.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mrs S Gould

Mr A Freeman

In the event of a trustee vacancy, the appointment of a new trustee is based on an assessment of appropriate skills by interview. Potential new trustees would be subject to reference requests and if successful undergo a period of training and induction.

THE MK ROSE CHARITABLE TRUST
TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees report was approved by the Board of Trustees.

Mrs S Gould
Trustee

29 August 2023

Mr A Freeman
Trustee

THE MK ROSE CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE MK ROSE CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of The MK Rose Charitable Trust (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Nick Webb FCA

Azets Audit Services

1st Floor
Copthall House
1 New Road
Stourbridge
West Midlands
DY8 1PH
United Kingdom

Dated: 29 August 2023

THE MK ROSE CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Investments	2	75,291	93,415
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	3	334,385	369,679
		<hr/>	<hr/>
Net gains/(losses) on investments	7	(340,586)	130,457
		<hr/>	<hr/>
Net movement in funds		(599,680)	(145,807)
Fund balances at 1 January 2022		2,225,185	2,370,992
		<hr/>	<hr/>
Fund balances at 31 December 2022		1,625,505	2,225,185
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE MK ROSE CHARITABLE TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	8		1,599,952		2,109,636
Current assets					
Cash at bank and in hand			27,553		117,099
Creditors: amounts falling due within one year	10		(2,000)		(1,550)
Net current assets			25,553		115,549
Total assets less current liabilities			1,625,505		2,225,185
Income funds					
Unrestricted funds			1,625,505		2,225,185
			1,625,505		2,225,185

The financial statements were approved by the Trustees on 29 August 2023

Mrs S Gould
Trustee

Mr A Freeman
Trustee

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

The MK Rose Charitable Trust is a charity constituted under Trust Deed dated 3 June 1994 and updated by a Trustee Resolution dated 2 November 2018, registered with the Charity Commission in England and Wales. The charity's place of business is 40 Lodge Crescent, Hagley, Stourbridge, DY9 0NB.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Trust Deed dated 3 June 1994 updated by a Trustee Resolution dated 2 November 2018, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Charitable activities consists of grant making activities.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price including transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Taxation

The Trust is exempt from tax on its charitable activities.

1.9 Debtors and creditors receivable / payable within one year

Debtors and creditors receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

2 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Income from listed investments	59,701	72,913
Interest receivable	15,590	20,502
	<u>75,291</u>	<u>93,415</u>

3 Grants payable

	2022 £	2021 £
Grants to institutions:		
New Israel Fund	50,000	81,000
Jewish Care (Israel)	5,000	5,000
Lifta School, Jerusalem (Israel)	10,500	10,500
Cancer Research UK	5,000	1,000
Save a Child	2,000	7,500
Food Bank Aid	-	10,000
UJIA	20,000	20,000
Union of Jewish students	-	10,000
Jerusalem Film Festival	10,000	10,000
Innovation Africa (Israel)	15,000	15,000
Birmingham Childrens Hospital	5,000	5,000
Crossroads (Israel)	-	22,000
Teenage Cancer Trust	5,000	5,000
IASA emergency fund (Israel)	-	10,000
MATI (Israel)	20,000	25,000
Crisis Management Centre	-	3,000
CFI (Israel)	-	7,500
Handicapped Childrens Action Group	2,000	2,000
St Basils	3,000	3,000
Lets feed Brum	3,000	2,000
St Mary's Church	750	750
Chickenshed	20,000	18,000
Macular Society	3,000	1,000
Multiple Sclerosis Society	2,000	2,000
Kemp Hospice	-	3,000
Emily Jordan Foundation	-	3,000
NICE	-	2,000
Mary Steven's Hospice, Birmingham	3,000	2,000
Deafblind	-	2,000
Arthritis Research UK	-	3,000
CF Dream Holidays	-	3,000
JACC	5,000	-

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3	Grants payable	(Continued)	
	NSPCC	-	3,000
	Towards the Horizon	50,000	-
	Midlands Art Centre	5,000	3,000
	Rett UK	-	2,000
	Homestart Wyre Forest	6,000	3,000
	Manchester Jewish Museum	5,000	5,000
	Motor Neurone Disease Association	5,000	5,000
	Shelter UK	5,000	3,000
	MacMillan Cancer Support	-	500
	Holocaust Ed Trust	-	15,000
	Mary Steven's Hospice, Stourbridge	-	2,000
	Birmingham Jewish Community Care	3,000	2,000
	Cystic Fibrosis Trust	3,000	3,000
	Birmingham Royal Ballet	7,000	5,000
	Prostate Cancer Research Centre	5,000	5,000
	Birmingham Symphony Orchestra	-	2,000
	Midlands Air Ambulance	3,000	3,000
	Fight for Sight	-	3,000
	Sight Concern	-	3,000
	Tiny Tickers	3,000	2,000
	Charing PCC	750	1,250
	PCC of Willersey	1,500	-
	Dementia UK	2,000	-
	Carneys Community	1,000	-
	Hospice Charity Partnership	1,000	-
	Blue Marine Foundation	10,000	-
	Adam Teva V'Din (Israel)	10,000	-
	Woodland Trust	700	-
	Crisis Skylight Birmingham	3,000	-
		<hr/>	<hr/>
		319,200	365,000
		<hr/>	<hr/>

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

4 Support costs

	Support costs £	Governance costs £	2022 Support costs £	Governance costs £	2021 £
General administration	2,950	-	2,950	2,761	2,761
Legal and professional	-	9,429	9,429	-	-
Accountancy	-	2,805	2,805	-	1,918
	<u>2,950</u>	<u>12,234</u>	<u>15,184</u>	<u>2,761</u>	<u>4,679</u>
Analysed between Charitable activities	<u>2,950</u>	<u>12,234</u>	<u>15,184</u>	<u>2,761</u>	<u>4,679</u>

Amounts included in Accountancy fees for Independent Examination are £2,350 (2021: £1,860)

5 Trustees

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

The trustees did receive a reimbursement of expenses for meeting costs of £300 (2021: £170) during the year.

6 Employees

The average monthly number of employees (excluding trustees) during the year was:

	2022 Number	2021 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

7 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	(326,435)	90,169
Gain/(loss) on sale of investments	(14,151)	40,288
	<u>(340,586)</u>	<u>130,457</u>

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

8 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 December 2022	2,109,636
Additions	196,922
Valuation changes	(326,435)
Disposals	(380,171)
	<hr/>
At 31 December 2022	1,599,952
	<hr/>
Carrying amount	
At 31 December 2022	1,599,952
	<hr/> <hr/>
At 31 December 2021	2,109,636
	<hr/> <hr/>

	2022 £	2021 £
75,000 (150,000) UK Treasury 0.5% 22/07/22	-	75,171
75,000 (0) UK Treasury 0.125% 30/01/26	135,454	73,192
60,000 (70,000) UK Treasury 4.125% 22/07/30	201,895	269,814
50,000 Intl Personal Finance 7.75%	49,625	51,906
54,890.768 Baillie Gifford Corp	40,081	49,555
50,000 CQS New City High Yield Fund	26,500	27,900
40,000 GCP Asset Backed Income Fund	33,600	38,800
55,000 Henderson Diversified Income Trust	38,610	45,210
35,187 Twentyfour Sel Monthly Inc Fund	26,425	33,392
66,666 (50,000) Downing Ren & Infra TST ETF	75,666	51,750
56,666 Sequoia Economic Infra Inc Fund Ltd	49,753	61,086
10,000 Aviation plc	-	8,850
700 (1,100) Unilever PLC GBP 0.031111	29,274	27,619
2,500 Smith & Nephew PLC US0.20	27,738	32,338
17,000 (22,000) Sainsbury(J) GBP0.28571428	37,009	46,886
20,000 Marston's PLC GBP 0.07375	-	15,400
5,000 National Grid PLC GBP 0.12431289	49,870	52,990
5,700 (7,500) Aviva PLC GBP	25,240	30,780
20,000 M&G plc	37,570	39,900
10,000 Dunedin Inc Grwth Inv Tst GBP 0.25	29,200	32,600
12,000 Fidelity European Values GBO 0.025	38,340	40,860
15,784 Schroder Oriental Income Fund GBP 0.01	-	42,380
15,500 Henderson Far East Income Ltd	42,354	45,725
50,000 Jupiter EMG & Frontier Income Trust	-	50,750
15,996.802 Liontrust SUS FUT GBL	38,864	49,368
6,500 Manchester London Inv Tst	21,580	38,220
4,000 (5,000) Scottish Mortgage Inv Trust GBP 0.05	28,912	53,500
25,000 (41,500) Aberdeen Diversified Inc & Gwth Tst	-	25,125
2,000 (2,600) RIT Capital Partners PLC	42,500	55,000
50,000 Bankers Investment Trust	49,500	61,500
2,666 (6,000) Pennon Group Plc	23,687	31,112

THE MK ROSE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

8	Fixed asset investments		(Continued)
	25,000 Hipgnosis Songs Fund Ltd	21,575	31,250
	40,000 (61,639) LXI REIT PLC GBP 0.01	45,040	58,000
	90,000 Regional Reit plc	53,100	84,510
	25,000 Warehouse Reit plc	-	44,200
	25,000 Tritax Eurobox PLC EUR 0.01	15,350	29,250
	3,415.303 Baille Giff Pacific	37,261	46,687
	42,511 Taylor Maritime Invs Ltd	-	43,221
	1,000 Avon Rubber Protection PLC	10,750	11,210
	10,000 Mercantile Inv Tst plc	19,200	26,850
	70,000 Life Science Reit plc	50,610	70,875
	30,324 Atrato Onsite Energy plc	28,853	33,205
	10,000 Chrysalis Investment Ltd	7,690	24,500
	40,000 Gore Street Energy Storage Fund plc	44,400	47,200
	50,000 Cordiant Digital INFRA LTD	42,200	
	25,000 Regnan UK SUST WTR And Waste F ACC	24,675	
		<u>1,599,952</u>	<u>2,109,636</u>
9	Financial instruments	2022	2021
		£	£
	Carrying amount of financial assets		
	Instruments measured at fair value through profit or loss	1,599,952	2,109,636
10	Creditors: amounts falling due within one year	2022	2021
		£	£
	Accruals and deferred income	2,000	1,550
11	Related party transactions		

Other than reimbursement of trustees expenses, there were no disclosable related party transactions during the year (2021- none).