

The J Isaacs Charitable Trust
Trustees' Annual Report and Financial statements
for the year ended
31 March 2023

Registered Charity No: 1059865

The J Isaacs Charitable Trust

Year ended 31 March 2023

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The J Isaacs Charitable Trust

Reference and administrative information

Year ended 31 March 2023

Trustees	Jeremy Isaacs Joanne Isaacs Helen Eastick Vincent Isaacs Jack Louis Isaacs Ellie Maya Isaacs
Bankers	HSBC Private Bank (UK) Limited 8 Cork Street, London, W1S 3LJ
Auditors	Saffery LLP Mitre House North Park Road Harrogate HG1 5RX
Registered Office	Mutual House 70 Conduit Street London W1S 2GF
Registered Charity Number	1059865

The J Isaacs Charitable Trust

Trustees' Report

Year ended 31 March 2023

Report of the Trustees for the year ended 31 March 2023

The Trustees present their annual report together with the financial statements for the year ended 31 March 2023.

The financial statements 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, 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 102 applicable in the UK and Republic of Ireland published in October 2019.

Objectives and activities for public benefit

The objectives of the Charity are set out in the Charity's trust deed and are summarised as follows:

The Charity strives to support causes that are in connection with the following:

- Care for children
- Education
- Wellbeing for the elderly
- Tolerance in our community
- Healthcare

Our objectives:

Our objectives are set to reflect our community aims. Each year our Trustees review our objectives and activities to ensure continued support to those charities in our focused areas. The Trustees recognise their duties under the Charities Act 2011 and have referred to the Charity Commission's guidance on public benefit when reviewing the Charity's activities and compiling this report.

Strategies:

We want to build the Trust through intelligent investments to secure capital for the future. The Trustees continue to have a long-term strategy to support the needs in our community and to ensure good growth in its capital investments.

Use of volunteers:

The Charity is dependent on the voluntary work of the Trustees in administering its funds. As this work has no tangible value this is not recognised in the financial statements.

The J Isaacs Charitable Trust

Trustees' Report (Continued)

Year ended 31 March 2023

Achievements and performance

The Trust has continued to fulfil its main objectives by:

- Working to provide scholarships for Medical Students.
- Supporting projects which provide security, assistance and tolerance in the community.
- Supporting charities and projects working towards the treatment of and care for cancer patients.
- Supporting charities involved in children's palliative care, improving healthcare services, respite and research, including Noah's Ark Children's Hospice.

The Trustees review donations and grants made throughout the year and constantly monitor this against their community aims, this is discussed verbally at trustee meetings.

How our activities deliver public benefit:

Grant making

The Charity supports a wide range of activities by way of funding made available in pursuance of its charitable aims. The Charity receives many applications from a diverse range of charities, the Trustees review these applications against the charity's supported causes and considers what value a donation would add to the organisation in question.

The activities supported provide benefit to a wide selection of the community. In addition, in determining the objectives for the year and planning the activities as set out in this report, the Trustees have considered the Charity Commission's guidance on public benefit including the guidance on grant making.

Financial review

Performance in the year

During the year, the charity received income totalling £424,918 (2022: £438,113). Donations and grants of £833,924 (2022: £455,203) were made during the year, of which £428,440 (2022: £17,584) related to restricted funds. Net gains on investments totalled £299,971 (2022: £854,497 net gain). The overall deficit in the year was £288,584 (2022: gain of £723,444) of which £199,856 surplus (2022: £720,748) related to unrestricted funds.

Reserves policy

The Trustees have decided to support a number of charities and charitable purposes by making long-term commitments to them which will be honoured over several years – for example educational scholarships, building projects and long-term research programmes.

In addition, the charity continues to look for investments that would yield positive returns for the charity and therefore allow it to increase the number of charities it supports. The Trustees therefore consider it prudent to hold a level of reserves to make these investments possible.

The J Isaacs Charitable Trust

Trustees' Report (Continued)

Year ended 31 March 2023

The Trustees keep the level of reserves under regular review and would release any reserves which appear to be unnecessarily cautious, or excessive in relation to particular projects.

In calculating the Charity's reserves, the Trustees have deducted from the total of unrestricted funds of the Charity the value of fixed asset investments, as shown in the accounts. This leaves free reserves, without considering the long-term bank loan of £860,000, at 31 March 2023 of £404,092 (2022: £468,645). While not at their target level the Trustees believe this provides adequate free reserves to cover operating costs and future commitments.

Principal funding sources

The Charity receives donations from Mr and Mrs J Isaacs, who are Trustees of The J Isaacs Charitable Trust, this year being a total of £nil (2022: £14,002). The Charity also has a significant investment portfolio which generates returns. The income received during the year from investments was £424,918 (2022: £424,111) and net gain on investments of £299,971 (2022: £854,497 net gain).

The Charity reviews a significant number of requests for donations in order to determine those which meet with its objectives and evaluates investments when opportunities arise in order to determine those which provide secure returns.

Principal risks

The Trustees have not identified any significant risks associated with the activities of the Charity. The performance of the investments has been identified as a moderate risk. However, the Trustees consider that the Charity has diversified their range of investments to appropriately mitigate this risk. Furthermore, the reserves are at an appropriate level to adequately cover commitments as they stand.

Fundraising activities

The Charity does not seek to fundraise externally and does not run any external fundraising campaigns or publicity. They are not registered with the fundraising regulator. The Charity relies on fundraising from the founders as detailed above.

Investment powers, policy and performance

The Trustees have the power at their absolute discretion to the extent that the Trustees shall have the same powers in all respect as if they were absolute owners beneficially entitled. No specific policy is followed other than to earn the market rate of return on monies invested. The Trustees consider how investments are performing at each trustee meeting. The year end value of the investment portfolio is stated in the notes to these accounts.

Plans for future periods

The Charity plans to continue to support a number of existing charities as detailed in the commitments table in the notes to these accounts (Note 19). In addition, the Charity will consider donating to a new charitable cause if the Trustees agree as to the benefit of the donation and the relevance regarding the aims of the Charity. The Charity will continue to support its work through a series of investments, looking to build on those going forwards to develop a portfolio of income generating assets.

The J Isaacs Charitable Trust

Trustees' Report (Continued)

Year ended 31 March 2023

Structure, government and management

The J Isaacs Charitable Trust is constituted as a charitable trust registered with the Charity Commission in December 1996 under Charity number 1059865. It is governed by a deed of trust last updated on 23 October 1996.

The Charity Trustees are responsible for the general control and management of the Charity. The Trustees by agreement make the decision concerning charities supported and any donations made. The above criteria is a guide to these donations but donations are not restricted to this criteria.

Recruitment remuneration and appointment of Trustees:

There shall be at least three Trustees.

Future Trustees shall be appointed by a resolution of the Trustees. If for any reason Trustees cannot be appointed in accordance with the foregoing provisions, the statutory power of appointing new or additional Trustees shall be exercisable.

Induction and training of Trustees:

Following appointment, new Trustees are introduced to their new role and given copies of the trust deed and a guide to the policies and procedure adopted by our Charity. A number of publications from the Charity Commission are also provided including the guidance on charities and public benefit. Trustees are aware that it is their responsibility to keep abreast of developments in relation to the governance of Charities under the Charities Act 2011.

Risk management:

In the opinion of the Trustees, the Charity is not exposed to any major risks. Exposure to market fluctuations is considered a moderate risk but the charity continues to manage this by holding a diversified portfolio in real estate, artwork and equities.

The J Isaacs Charitable Trust

Statement of Trustees' Responsibilities and Trustees' Approval

Year ended 31 March 2023

Statement of Trustees' responsibilities

The Trustees are responsible 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).

The law applicable to Charities in England and Wales, 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 its incoming resources and application of resources 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;
- observe the methods and principles in the Charities SORP (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 Charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011 applicable accounting regulations and the provisions of the trust deed. 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.

The Trustees who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the Trustees has confirmed that they have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

This report was approved by the Trustees on 30th January 2024

Trustee
Jeremy Isaacs



Trustee
Helen Eastick



The J Isaacs Charitable Trust

Independent auditors' report to the Trustees

Year ended 31 March 2023

Independent auditors' report to the Trustees

Opinion

We have audited the financial statements of The J Isaacs Charitable Trust for the year ended 31 March 2023 which comprise Statement of Financial Activities, Balance Sheet, Statement of Cashflows, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2023 and of its incoming resources and application of resources 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 Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

The J Isaacs Charitable Trust

Independent auditors' report to the Trustees (Continued)

Year ended 31 March 2023

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 5, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The J Isaacs Charitable Trust

Independent auditors' report to the Trustees (Continued)

Year ended 31 March 2023

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the charity's financial statements to material misstatement and how fraud might occur, including through discussions with the Trustees, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the charity by discussions with Trustees and updating our understanding of the sector in which the charity operates.

Laws and regulations of direct significance in the context of the charity include the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and guidance issued by the Charity Commission for England and Wales.

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included

The J Isaacs Charitable Trust

Independent auditors' report to the Trustees (Continued)

Year ended 31 March 2023

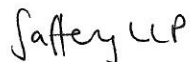
ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Trustees 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 charity and the Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Saffery LLP
Statutory Auditors
Mitre House
North Park Road
Harrogate
North Yorkshire
HG1 5RX

Date: 30/1/24

Saffery LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

The J Isaacs Charitable Trust

Statement of Financial Activities

Year ended 31 March 2023

	Note	Unrestricted funds £	Restricted funds £	Total funds 2023 £	Total funds 2022 £
Income from:					
Charitable activities	4	-	-	-	14,002
Investments	5	424,918	-	424,918	424,111
Total income		424,918	-	424,918	438,113
Expenditure on:					
Charitable activities	6	424,076	428,440	852,516	492,541
Investment management costs	8	100,957	-	100,957	76,625
Total expenditure		525,033	428,440	953,473	569,166
Net (losses)/income prior to gains and losses on investments		(100,115)	(428,440)	(528,555)	(131,053)
Net (losses)/gains on investments	16	299,971	-	299,971	854,497
Net (expenditure)/income		199,856	(428,440)	(228,584)	723,444
Transfers between funds		(21,169)	21,169	-	-
Net movement in funds		178,687	(407,271)	(228,584)	723,444
Reconciliation of funds					
Total funds brought forward	17	14,723,669	407,271	15,130,940	14,407,496
Total funds carried forward	17	14,902,356	-	14,902,356	15,130,940

The notes on pages 13 to 24 form an integral part of these financial statements.

The J Isaacs Charitable Trust

Balance Sheet

as at 31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Investments	9	14,498,264	14,255,024
Total fixed assets		14,498,264	14,255,024
Current assets			
Debtors	10	280,558	384,996
Cash at bank and in hand		1,192,394	1,523,750
Total current assets		1,472,952	1,908,746
Creditors: Amounts falling due within one year	11	(208,860)	(172,830)
Net current assets		1,264,092	1,735,916
Total assets less current liabilities		15,762,356	15,990,940
Creditors: Amounts falling due after one year	11	(860,000)	(860,000)
Net assets		14,902,356	15,130,940
Funds of the Charity:			
Unrestricted funds	17	14,902,356	14,723,669
Restricted funds	17	-	407,271
		14,902,356	15,130,940

The financial statements were approved by the Trustees on 30th January 2024 and signed on their behalf by:

Jeremy Isaacs
Trustee



Helen Eastick
Trustee



The notes on pages 13 to 24 form an integral part of these financial statements.

The J Isaacs Charitable Trust

Statement of Cash Flows

Year ended 31 March 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash used in operating activities	15	(813,004)	(520,664)
Cash flows from investing activities			
Purchase of investments		-	(898,607)
Redemptions		-	135,657
Investment income		399,414	409,752
Interest received		25,503	14,359
Net cash generated by investing activities		424,917	(338,839)
Cash inflows from new borrowing		-	860,000
Net cash generated by financing activities		-	860,000
Change in cash and cash equivalents in the year		(388,087)	497
Cash and cash equivalents at the beginning of the year		1,523,750	1,498,194
Change in cash and cash equivalents due to the exchange rate movements		56,731	25,059
Cash and cash equivalents at the end of the year		1,192,394	1,523,750

The J Isaacs Charitable Trust

Notes to the Financial Statements

Year ended 31 March 2023

1 Accounting Policies

Basis of preparation and assessment of going concern

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) as amended by Bulletin 1 issued by the Charities Commission — (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The J Isaacs Charitable Trust meet the definition of a public benefit entity under FRS 102.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant areas of adjustment and key assumptions that affect items in the accounts are in relation to the estimation of the liability from multi-year general commitments (see Note 19 for more information) and the levels of investment return and the performance (see the investment policy and performance and risk management sections of the Trustees Annual Report for more information on how this is managed).

Funds structure

The Trusts source of finance are segregated between restricted and unrestricted funds.

Restricted funds are funds such that the use of which is limited by donor imposed conditions.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the Trustees, at their discretion, have set aside resources for a specific purpose.

Further details of each fund are disclosed in Note 17.

Income recognition

Income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable. Donated assets are included at the value to the Charity Financial Activities when receivable. Donated assets are included at the value to the Charity where this can be quantified and a third party is bearing the cost. The value of the services provided by volunteers has not been included in these amounts, except where the services provided are in the nature of professional services where a fee would otherwise be charged, in which case the donated service is valued at their chargeable rate.

Income from investments is included in the year in which it is receivable.

Legacies are included when the Charity is advised by the personal representative of an estate that payment will be made or properly transferred and the amount involved can be quantified.

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

Accounting policies (continued)

Expenditure recognition

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the Charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs.

Governance costs included those costs associated with meeting the constitutional and statutory requirements of the Charity, and include its audit fees and costs linked to the strategic management of the Charity including Trustee expenses together with an apportionment of overhead and support costs as shown in Note 6.

Governance and support costs relating to charitable activities have been apportioned based on number of donations.

The allocation of support and governance costs is analysed in Note 7.

Cost of raising funds

The costs of generating funds consist of investment management costs and certain legal fees.

Charitable activities

Costs of charitable activities include donations made, governance costs and apportionment of support costs as shown in Note 6.

Foreign Transactions

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are charged to the Statement of Financial Activities to arrive at the total funds balance.

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

Accounting policies (continued)

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value if acquired subsequent to the first day the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

Investments

Fixed Asset Investments are stated at market value which is at cost less provision for increase or diminution in value. Where there are no readily ascertainable market values Investment assets are stated at cost less impairment. Where a fair value has been previously obtained but no fair value is available at the balance sheet date, the carrying amount at the last date the asset was reliably measured is used as its deemed cost. Unrealised and realised gains and losses on investments are recognised on the Statement of Financial Activities.

Debtors

Short term debtors are measured at transaction price, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Financial Instruments

The Charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non puttable ordinary shares.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Creditors

Short term creditors are measured at the transaction price.

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

2 Related party transactions and Trustees' remuneration

The Charity held investments with a carrying value of £1,048,044 (2022: £812,723) in JRJ Partner 2 LP and £3,477,149 (2022: £2,695,697) in JRJ Investor 1 LP. Mr Jeremy Isaacs has participating interests in the limited partnerships.

Within the accounts is income receivable from Mr Jeremy Isaacs for the Charity's artwork, included following professional advice. The prior year and current year income was paid during the current year. The current year value of this within rental income is £25,000 (2022: £25,000). Mr Jeremy Isaacs also pays all insurance and security costs in relation to renting this painting.

During the year aggregate donations received from Trustees totalled £nil (2022: £14,002).

During the year £nil in donations was received from Marex Financial Limited. In 2019 \$1.5m was received (sterling equivalent of £1,164,103), from their fundraising event *Broking for Hope* for experimental cancer treatment in the US and related expenses. The remaining balance of these funds was spent in 2023. Mr Jeremy Isaacs is a non-executive director of Marex.

The J Isaacs Charitable Trust
Notes to the Financial Statements (Continued)
Year ended 31 March 2023

3 Comparative SOFA

	Unrestricted funds £	Restricted funds £	Total funds 2022 £
Income from:			
Charitable activities	14,002	-	14,002
Investments	424,111	-	424,111
Total income	438,113	-	438,113
Expenditure on:			
Charitable activities	474,957	17,584	492,541
Investment management costs	76,625	-	76,625
Total expenditure	551,582	17,584	569,166
Net (losses)/income prior to gains and losses on investments	(113,469)	(17,584)	(131,053)
Net gains/(losses) on investments	834,217	20,280	854,497
Net income	720,748	2,696	723,444
Transfers between funds	-	-	-
Net movement in funds	720,748	2,696	723,444
Reconciliation of funds			
Total funds brought forward	14,002,921	404,575	14,407,496
Total funds carried forward	14,723,669	407,271	15,130,940

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

4 Income from charitable activities

	2023 £	2022 £
Donations received from Trustees	-	14,002
In 2023, £nil of donations (2022: £nil) were attributable to restricted funds.		

5 Investment income

	2023 £	2022 £
Investment income	399,414	409,752
Loan interest received	1,598	9,177
Bank interest received	23,906	5,182
Total	424,918	424,111

6 Analysis of charitable expenditure

The Charity undertakes its charitable activities through donations to institutions in furtherance of its objectives.

	Donations activity £	Support and governance costs (note 7) £	Total 2023 £	Total 2022 £
Funded from unrestricted funds:				
Care for children	85,000	3,897	88,897	122,098
Education	27,500	1,262	28,762	173,764
Tolerance in our community	71,000	3,255	74,255	21,707
Healthcare	172,150	7,893	180,043	154,675
As hoc/other	49,834	2,285	52,119	2,713
Funded from restricted funds:				
Healthcare	428,440	-	428,440	17,584
Total	833,924	18,592	852,516	492,541

Included in donations are amounts above £30,000 paid to the following charitable causes:

	£	£
United Jewish Israel Appeal (unrestricted)	48,990	48,990
Noah's Ark Children's Hospice (unrestricted)	107,750	107,750
RSBC (unrestricted)	50,000	50,000
Policy Exchange (unrestricted)	-	50,000
AWIS (unrestricted)	49,834	-
H J Stringer (restricted)	428,440	-
	685,014	256,740

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

7 Allocation of governance and support costs

Support costs

	2023	2022
	£	£
Office costs	178	115
Bank charges	(133)	98
Total	45	213

Governance costs

	2023	2022
	£	£
Audit and accountancy	17,210	25,098
Other professional fees	1,337	11,920
Support costs	-	107
Total	18,547	37,125

The total governance and support cost attributable to charitable expenditure is attributed pro rata to the number of donations awarded as shown in the table below. The Trustees have decided to meet all governance costs from unrestricted funds.

	2023	2022
	£	£
Care for children	3,897	9,598
Education	1,261	13,660
Tolerance in our community	3,255	1,707
Healthcare	7,893	12,159
Adhoc/other	2,286	214
Total allocated	18,592	37,338

Internal accountancy and administration tasks are completed by two individuals within the trust. This represents around 50 hours of work per year.

The cost to the trust of these hours is £0 (2022: £0). The services provided are minimal and the charity is unable to measure the value of the services provided reliably and therefore no income is recognised in respect of these gift of services.

8 Investment Costs

	2023	2022
	£	£
Cost of maintaining fine art	-	(231)
Interest on the bank loan	36,845	-
Property service charges	64,112	76,856
Total	100,957	76,625

9 Fixed asset investments

The J Isaacs Charitable Trust
Notes to the Financial Statements (Continued)
Year ended 31 March 2023

Investments at carrying value:

	2023	2022
	£	£
Fine Art	2,500,000	2,500,000
Investment property	6,000,000	6,800,000
Private equity funds – UK	5,554,385	4,537,610
Private equity funds – non-UK	443,879	417,414
Total	14,498,264	14,255,024

Fine Art is included at a market valuation of £2,500,000 and cost £2,221,714 (2022: £2,500,000 and cost £2,221,714) it was valued in March 2020 by Sotheby's, an internationally renowned auctioneer.

The Trustees have sought advice from Belcor professional property consultants, and consider the open market value of the properties to be £6,000,000 (2022: £6,800,000) at the balance sheet date.

Investments of £4,525,194 (2022: £3,508,420) have been valued based on the charity's proportionate share of the net assets of the underlying company.

The remainder of the investments, £1,473,070 (2022: £1,446,604) have been valued at cost less impairment or, at deemed cost where a fair value has been previously obtained but no fair value is available at the balance sheet date.

All of the Charity's investments are non-listed and are held to provide investment returns for the Charity.

	2023	2022
	£	£
Valuation as at 31 March 2022 and 31 March 2021	14,255,024	12,733,500
Surplus of valuation over cost	(2,720,217)	(1,893,003)
Cost as at 31 March 2022 and 31 March 2021	11,534,807	10,840,497
 Movements during the year:		
Additions	-	898,607
Transfer	-	-
Disposals/Redemptions	-	(204,297)
Cost as at 31 March 2023 and 31 March 2022	11,534,807	11,534,807
 Surplus of valuation over cost	2,963,457	2,720,217
 Valuation as at 31 March 2023 and 31 March 2022	14,498,264	14,255,024

The J Isaacs Charitable Trust
Notes to the Financial Statements (Continued)
Year ended 31 March 2023

Investments held at the year end in excess of £1,000,000

	2023	2022
	£	£
JRJ Investor 1 Limited Partnership	3,477,149	2,695,697
JRJ Partner 2 LP	1,048,044	
Iproov Limited	1,029,190	1,029,190
Fine art	2,500,000	2,500,000
Investment property	6,000,000	6,800,000
Total	14,054,383	13,024,887

10 Debtors

	2023	2022
	£	£
Trade debtors	-	60,000
Other debtors	160,636	148,695
Prepayments and accrued income	119,922	176,301
Total	280,558	384,996

Other debtors includes £87,510 (2022: £80,039) due after more than one year.

11 Creditors: Amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	199,060	163,030
Other creditors	9,800	9,800
Total	208,860	172,830

Creditors: Amounts falling due after one year

	2023	2022
	£	£
Bank Loan	860,000	860,000
Total	860,000	860,000

The Handelsbanken loan has an interest charge of 2% above base rate. It is repayable in October 2026. The loan is secured against specific properties.

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

Deferred Income at 1 April 2022	92,745
Resources deferred in year	96,857
Amount released from prior year	(92,745)
Deferred Income at 31 March 2023	<u>96,857</u>

The deferred income relates to rental income from the investment property.

12 Financial instruments

	2023 £	2022 £
Financial assets		
Financial assets measured at amortised cost/deemed cost	1,633,706	1,658,633
Financial assets measured at fair value	13,025,194	12,808,420
	<u>14,658,900</u>	<u>14,467,053</u>
Financial liabilities		
Financial liabilities measured at amortised cost	962,203	930,302
	<u>962,203</u>	<u>930,302</u>

Financial assets measured at amortised cost comprise investments stated at cost/deemed cost and short term debtors.

Financial assets measured at fair value comprise investments stated at fair value.

Financial liabilities measured at amortised cost comprise other short term creditors.

13 Analysis of staff costs and remuneration of key management personnel

The average number of employees during the year was nil (2022: nil).

The total employment benefits of the key management personnel and Trustee were £nil (2022: £nil).

There are no employees with benefit in excess of £60,000 (2022: £nil).

14 Auditors remuneration

The auditor's remuneration can be analysed as follows:

	2023 £	2022 £
Audit	17,210	15,450
Tax	-	-
Total	<u>17,210</u>	<u>15,450</u>

15 Reconciliation of net income/(expenditure) to net cash flow from operating activities

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

	2023 £	2022 £
Net movement in funds	(228,584)	723,444
Adjustments for:		
Interest received	(25,503)	(14,359)
Investment income	(399,414)	(409,752)
Net fair value movements	(299,971)	(854,497)
Disposal of investments	-	68,640
Decrease/(Increase) in debtors	104,438	(62,357)
(Decrease)/Increase in creditors	36,030	28,217
Net cash used in operating activities	(813,004)	(520,664)

16 Net gains/(losses) on investments

	2023 £	2022 £
Foreign exchange gains/(losses) on conversion	248,905	172,733
Foreign exchange gains/(losses) on cash balances	56,731	25,059
Foreign exchange gains on debtors balances	-	2,225
Net realised and unrealised (losses)/ gains on fair value movements	(5,665)	654,480
	299,971	854,497

17 Analysis of charitable funds

	As 1 April 2022 £	Income £	Expenditure £	Investment gains/losses £	Transfers £	31 March 2023 £
Restricted funds	407,271	-	(428,440)	-	21,169	-
Unrestricted funds	14,723,669	424,918	(525,033)	299,971	(21,169)	14,902,356
	15,130,940	424,918	(953,473)	299,971	-	14,902,356

The restricted funds balance relates to a donation received from Marex Financial Limited during the year ended 2019 and was raised from their event *Broking for Hope* for funding of a specific clinical trial and related expenses. £428,440 of the balance has been spent in the year (2022: £17,584).

18 Analysis of net assets between funds

The J Isaacs Charitable Trust

Notes to the Financial Statements (Continued)

Year ended 31 March 2023

Fund balances at 31 March 2023 are represented by:

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed Assets	14,498,264	-	14,498,264
Current Assets	1,472,952	-	1,472,952
Current Liabilities	(208,860)	-	(208,860)
Non-Current Liabilities	(860,000)	-	(860,000)
Total net assets	14,902,356	-	14,902,356

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed Assets	14,255,024	-	14,255,024
Current Assets	1,501,475	407,271	1,908,746
Current Liabilities	(172,830)	-	(172,830)
Non-Current Liabilities	(860,000)	-	(860,000)
Total net assets	14,723,669	407,271	15,130,940

19 General commitments

As at 31 March 2023 there are pledges to various charities which the Trustees intend to honour over the next five years, which are summarised below:

	Original commitment	Commitment brought forward	Commitment carried forward	<1 yr	>1yr
Activities in relation to:					
• CST 3 Year Pledge (2021)	£90,000	£60,000	£30,000	£30,000	-
• Medical School Scholarships	£195,960	£48,900	-	-	-
• Hope's fund	£1,164,103	£407,271	-	-	-
• Noah's Ark	£300,000	£200,000	£100,000	£100,000	-
• Noa Girls	£30,000	£10,000	-	-	-
• Langdon	£30,000	£10,000	-	-	-
• JLC	£45,000	£15,000	-	-	-
• Royal Society for Blind Children	£100,000	£50,000	-	-	-
• Hypothalamic Hope Hamartomas	£3,000	£3,000	-	-	-