

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

AUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

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THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE FOUNDATION, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 NOVEMBER 2022**

Trustees	F R Khuri M T Basile S B El Meouchi
Company registered number	03666904
Charity registered number	1072838
Registered office	69 Carter Lane London EC4V 5EQ
Company secretary	Southampton Row Secretaries Limited
Auditor	MHA 6th Floor 2 London Wall Place London EC2Y 5AU
Bankers	UBS A.G. 5 Broadgate London EC2M 2AN
Solicitors	RWK Goodman 69 Carter Lane London EC4V 5EQ

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2022

The Trustees present their annual report together with the audited financial statements of the Foundation for the 1 December 2021 to 30 November 2022. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Foundation qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The Foundation was incorporated on 12 November 1998 as a Charity.

The principal activity of the Foundation is the relief of sickness and the protection and preservation of health. In doing so it will undertake and promote, in the Republic of Lebanon, medical and scientific research into cancers and related subjects.

The Foundation entered into a formal agreement with the American University of Beirut (AUB) on 19th November 2003 as a joint venture to establish a facility to be named "The Naef K. Basile Cancer Institute at the American University of Beirut" ("NKBCI"). The NKBCI currently includes a multidisciplinary specialised group to diagnose and treat cancer and establish programs on health education for cancer prevention and early diagnosis.

b. Strategies for achieving objectives

As part of its strategy to assist in the relief of sickness and the preservation of health in the Republic of Lebanon, the Foundation has participated in the development of the Cancer Support Fund at AUB, a programme to make cancer care available to indigent patients. The Foundation is also supporting the work of several hospitals' oncology departments in the Republic of Lebanon, and programmes for cancer research and public education.

c. Main activities undertaken to further the Foundation's purposes for the public benefit

The Foundation's aims and objectives are set out in this report including its funding of the NKBCI. The Trustees have complied with their duty under the Charities Act to have due regard to public benefit guidance published by the Foundation Commission and the Trustees have paid due regard to this guidance in deciding what activities the charitable company should undertake.

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2022

Achievements and performance

a. Investment policy and performance

The management of a portion of the Foundation's investment funds is delegated to professional investment managers, UBS A.G. The remainder of the Foundation's funds are deposited in interest-bearing bank accounts in Lebanon. The Trustees' investment policy is to achieve growth in the investment portfolio while protecting the initial investment provided by the family of Naef K. Basile, avoiding investments with high risk. The Trustees are satisfied with the performance of the portion of its investment's funds under management with UBS A.G. However, in common with other entities holding bank deposits in Lebanese Pounds, the Foundation has been impacted by the deterioration in the economic situation in Lebanon and the resulting devaluation of that currency.

b. Plans for future periods

The management of a portion of the Foundation's investment funds is delegated to professional investment managers, UBS A.G. The remainder of the Foundation's funds are deposited in interest-bearing bank accounts in Lebanon. The Trustees' investment policy is to achieve growth in the investment portfolio while protecting the initial investment provided by the family of Naef K. Basile, avoiding investments with high risk. The Trustees are satisfied with the performance of the portion of its investment's funds under management with UBS A.G. However, in common with other entities holding bank deposits in Lebanese Pounds, the Foundation has been impacted by the deterioration in the economic situation in Lebanon and the resulting devaluation of that currency.

Financial review

a. Going concern

After making appropriate enquiries, the Board of Trustees has a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The policy of the Trustees is to maintain and build up its reserves by judicious management of investments and to make payments from those reserves so that its charitable objectives can be achieved. The Foundation's investment advisers throughout this period were UBS A.G.

THE NAEF K. BASILE FOUNDATION
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2022

c. Results

All of the Foundations' income is investment income, obtained from dividends received from fixed asset investments and interest yielded on bank deposit accounts. All income is classified as unrestricted and is used to meet the Foundations objectives. The investment income received during the year ended 30 November 2022 and the associated expenditure are shown as unrestricted funds in the Statement of Financial Activities.

During the year ended 30 November 2022, total expenditure of \$16,396 (2021 - \$3,393,658) was covered by the Foundation's investment income. The surplus of income over expenditure for the year (excluding foreign exchange gains, disposals and valuation losses on the investment portfolio) was \$25,741 (2021 – deficit of \$3,385,182).

At 30 November 2022, the market value of fixed asset investments was \$1,546,208 (2021 - \$1,719,534) and movements in fixed asset investments are shown in Note 9 to the financial statements.

d. Financial risk management objectives and policies

The Trustees are responsible for the management of the risks faced by the Foundation. Risks are identified, assessed and controls established throughout the year.

Through the risk management processes established for the Foundation, the Trustees are satisfied that they have taken the steps that could reasonably be expected to mitigate major risks where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that the major risks have been managed.

Structure, governance and management

a. Constitution

The Naef K. Basile Foundation ('the Foundation') is a company limited by guarantee and a registered Charity. The charitable company's Memorandum and Articles of Association are the primary governing documents of the Foundation. The Trustees of the Foundation are also the Directors of the charitable company for the purposes of company law.

Details of the Trustees who served during the year are included in the Reference and Administrative Details on page 1.

b. Methods of appointment or election of Trustees

Any additional Trustees are appointed on the basis of: their experience in the fields of medical and scientific research or the legal and regulatory environment in which the Foundation operates as a Charity, or (subject to them otherwise being suitable to act as Trustees) their familial relationship to Naef K. Basile or being in a position of prominence in Lebanese society or business or in the Lebanese-American community and so being able to contribute to the furtherance of the Foundation's objects. New Trustees are offered training to ensure that they fully understand the objects of the Foundation, their duties and obligations as Trustees and the legal and regulatory environment in which the Foundation operates as a Charity.

THE NAEF K. BASILE FOUNDATION
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2022

Structure, governance and management (continued)

c. Organisational structure and decision-making policies

The Foundation has three Trustees, of which Ms M T Basile is Chair. The Trustees meet as and when necessary, in the United States or Lebanon. The Trustees undertake the day-to-day management of the Foundation.

During the year ended 30 November 2022 the Foundation engaged the following advisers:

Banking and investment advisers – UBS A.G. (London) and Banque Misr Liban (BML) (Beirut)

Solicitors – RWK Goodman

Auditor – MHA

Members' liability

Each Member of the charitable company undertakes to contribute to the assets of the charitable company in the event of it being wound up while they are a Member, or within one year after they cease to be a Member, such amount as may be required, not exceeding £10, for the debts and liabilities contracted before they ceased to be a Member.

Disclosure of information to auditors


Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

The auditors, MHA, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:

DocuSigned by:

A0D073B476424G3.....
M T Basile
Chair of Trustees
Date: 14 November 2023

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NAEF K. BASILE FOUNDATION

Opinion

We have audited the financial statements of The Naef K. Basile Foundation (the 'Foundation') for the year ended 30 November 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, 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 charitable company's affairs as at 30 November 2022 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.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company'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 NAEF K. BASILE FOUNDATION
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NAEF K. BASILE FOUNDATION
(CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which 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 financial statements 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NAEF K. BASILE FOUNDATION
(CONTINUED)

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the Directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias;
- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

THE NAEF K. BASILE FOUNDATION
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NAEF K. BASILE FOUNDATION
(CONTINUED)

Use of our report

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.

Stephen Poleykett BA (Hons) FCA, (Senior Statutory Auditor)

for and on behalf of

MHA

Statutory Auditor

London, United Kingdom

Date:

THE NAEF K. BASILE FOUNDATION
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STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 NOVEMBER 2022

	Note	Unrestricted funds 2022 \$	Total funds 2022 \$	<i>As restated</i> <i>Total</i> <i>funds</i> <i>2021</i> \$
Income from:				
Investments	4	42,137	42,137	8,476
Total income		42,137	42,137	8,476
Expenditure on:				
Raising funds		16,396	16,396	37,296
Charitable activities		-	-	3,341,222
Total expenditure carried forward		16,396	16,396	3,378,518

THE NAEF K. BASILE FOUNDATION
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STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
(CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2022

	Note	Unrestricted funds 2022 \$	Total funds 2022 \$	<i>As restated Total funds 2021 \$</i>
Total expenditure brought forward		16,396	16,396	3,378,518
Net (losses)/gains on investments		(173,326)	(173,326)	58,106
Net movement in funds before other recognised gains/(losses)		(147,585)	(147,585)	(3,311,936)
Other recognised gains/(losses):				
Foreign exchange losses		4,419	4,419	(15,993)
Net movement in funds		(143,166)	(143,166)	(3,327,929)
Reconciliation of funds:				
Total funds brought forward		6,027,512	6,027,512	9,355,441
Net movement in funds		(143,166)	(143,166)	(3,327,929)
Total funds carried forward		5,884,346	5,884,346	6,027,512

The Statement of Financial Activities includes all gains and losses recognised in the year.

All income and expenditure derives from continuing activities.

All income and expenditure in both the current and previous years was to / from unrestricted funds.

The notes on pages 13 to 20 form part of these financial statements.

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)
REGISTERED NUMBER: 03666904

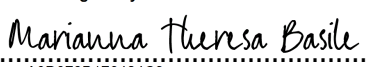
BALANCE SHEET
AS AT 30 NOVEMBER 2022

	Note	2022 \$	2022 \$	As restated 2021 \$	As restated 2021 \$
Fixed assets					
Investments	9		1,546,208		1,719,534
Current assets					
Cash at bank and in hand		4,356,538		4,317,178	
		<u>4,356,538</u>		<u>4,317,178</u>	
Creditors: amounts falling due within one year	11	(18,400)		(9,200)	
Net current assets			<u>4,338,138</u>		<u>4,307,978</u>
Total net assets			<u><u>5,884,346</u></u>		<u><u>6,027,512</u></u>
Charity funds					
Unrestricted funds			5,884,346		6,027,512
Total funds			<u><u>5,884,346</u></u>		<u><u>6,027,512</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

DocuSigned by:

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MT Basile
 Chair of Trustees
 Date: 14 November 2023

The notes on pages 13 to 20 form part of these financial statements.

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

1. General information

The Naef K Basile Foundation is a charitable company limited by guarantee and is registered with the Charity Commission (Charity Registered Number 1072838) and the Registrar of Companies (Company Registered Number 03666904) in England and Wales.

The address of the registered office is given in the Foundation information on page 1 of these financial statements. The nature of the Foundation's operations and principal activities are detailed in the Trustees Report.

In the event of the Foundation being wound up, the liability in respect of the guarantee is limited to £10 per member of the Foundation.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The financial statements are presented in US Dollars which is the functional currency of the Foundation and balances are rounded to the nearest US Dollar.

2.2 Going concern

The financial statements have been prepared on a going concern basis. The Trustees have considered relevant information, including the annual budget, forecast future cash flows and the impact of subsequent events in making their assessment.

Based on these assessments and having regard to the resources available to the entity, the Trustees have concluded that there is no material uncertainty and that they can continue to adopt the going concern basis in preparing the Trustees Report and accounts.

2.3 Income

All income is recognised once the Foundation has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Investment income is earned through holding assets for investment purposes such as shares and it is included when the amount can be measured reliably. It includes dividends and interest from the Foundation's portfolio of investments, which are recognised as the Foundation's right to receive payment is established.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

2. Accounting policies (continued)

2.4 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. 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 on raising funds includes all expenditure incurred by the Foundation to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Foundation's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Foundation; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into dollars at rates of exchange ruling at the Balance Sheet date.

Transactions in foreign currencies are translated into dollars at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

2.7 Taxation

The Foundation is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Foundation is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

2. Accounting policies (continued)

2.8 Investments

Fixed asset investments are a form of basic financial instrument and are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'Net gains on investments' in the Statement of Financial Activities if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

Fair value is deemed to be market value using closing quoted market price. The Statement of Financial Activities includes all net gains and losses arising on revaluation and disposals throughout the year. As investments are revalued to fair value continuously, no realised gains or losses arise.

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Foundation anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.11 Financial instruments

The Foundation only holds basic Financial Instruments. The financial assets and financial liabilities of the Foundation are as follows:

Cash at bank – is classified as a basic financial instrument and is measured at face value.

Liabilities – trade creditors and accruals will be classified as financial instruments, and are measured at amortised cost as detailed in Note 11.

2.12 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Foundation and which have not been designated for other purposes.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

3. Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Foundation makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

The basis of valuation of financial investments is an area of judgement (apart from those involving estimates) that has been made in the process of applying the above accounting policies. This has had the most significant effect on amounts recognised in the financial statements.

4. Income from investments

	Unrestricted funds 2022 \$	Total funds 2022 \$	Total funds 2021 \$
Dividends receivable	35,082	35,082	752
Interest receivable	7,055	7,055	7,724
Total 2022	42,137	42,137	8,476
<i>Total 2021</i>	<i>8,476</i>	<i>8,476</i>	

THE NAEF K. BASILE FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

5. Expenditure on raising funds

	2022	<i>As restated</i>
	\$	<i>2021</i>
		<i>\$</i>
Direct costs		
Investment management costs	7,038	7,574
Legal and professional fees	-	21,164
	7,038	28,738
Support costs		
Governance costs	9,200	8,340
Bank charges	158	218
	9,358	8,558
	16,396	37,296

6. Governance costs

	2022	<i>2021</i>
	\$	<i>\$</i>
Auditor's remuneration - Audit/Examination of the financial statements	9,200	9,200
Auditor's remuneration - Over-accrual of prior year fee	-	(860)
	9,200	8,340

7. Analysis of expenditure by charitable activities - by type

	Grant funding of activities 2022	Total funds 2022	<i>Total funds 2021</i>
	\$	\$	<i>\$</i>
Supporting healthcare projects	-	-	3,341,222
<i>Total 2021</i>	3,341,222	3,341,222	

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

8. Analysis of grants

	Grants to Institutions 2022 \$	Total funds 2022 \$	<i>Total funds 2021 \$</i>
Grants, Supporting healthcare projects	-	-	3,341,222
	<u> </u>	<u> </u>	<u> </u>
<i>Total 2021</i>	<u>3,341,222</u>	<u>3,341,222</u>	

The institutions that received grants during the year are listed below:

	2022 \$	<i>2021 \$</i>
Hospital Libanais Geitaoui	-	256,994
Saint George Hospital University Medical Center	-	257,145
Hospital Des Soeurs Du Rosaire	-	257,145
Naef K. Basile Cancer Institute (NKBCI)	-	1,284,969
Cancer Support Fund at Amerian University of Beirut Medical Center	-	1,284,969
	<u> </u>	<u> </u>
	<u>-</u>	<u>3,341,222</u>

THE NAEF K. BASILE FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

9. Fixed asset investments

	Listed investments \$
Valuation	
At 1 December 2021	1,719,534
Revaluations	(173,326)
At 30 November 2022	<u>1,546,208</u>

10. Cash at bank and in hand

	2022 \$	2021 \$
UBS Current account (USD 2)	2,415	2,409
UBS Current account (USD 1)	104,636	69,626
UBS Current account (CHF 2)	536	571
UBS Current account (EUR 1)	6,782	7,118
BML Current account (USD)	-	-
BML Current account (USD 2)	(14)	53
BML Deposit account 1 (USD)	464,503	464,503
BML Deposit Account 6 (LBP)	3,173,280	3,168,498
BML Deposit Account 7 (LBP)	604,400	604,400
	<u>4,356,538</u>	<u>4,317,178</u>

11. Creditors: Amounts falling due within one year

	2022 \$	As restated 2021 \$
Accruals	<u>18,400</u>	<u>9,200</u>

12. Related party transactions

There were no related party transactions during the year (2021 - \$NIL).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022

13. Prior year adjustment

These financial statements include a prior year adjustment to correctly allocate payments relating to accruals which were previously included in legal costs. The impact on the Statement of Financial Activities and Statement of Financial Position is shown below.

	As restated 2021 \$	As previously reported 2021 \$
Statement of Financial Activities (extract)		
Direct costs - Legal and professional fees	21,164	36,304
Direct costs - Investment management costs	7,574	7,474
Support costs - Governance costs	8,340	8,340
Support costs - Bank charges	218	218
Raising funds	37,296	52,336
Net movement in funds	(3,327,929)	(3,343,069)
	2022 \$	2021 \$
Statement of Financial Position (extract)		
Accruals	18,400	24,320
Creditors: amounts falling due within one year	18,400	24,320
Total funds	6,027,512	6,012,372