

Charity number: 1073371

The Quitak Foundation
Trustees' report and financial statements
for the year ended 5 April 2021

The Quitak Foundation

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The Quitak Foundation

Legal and administrative information

Charity number	1073371
Business address	19 Windsor Avenue, Edgware, HA8 8SR
Registered office	Northside House, Mount Pleasant, Barnet, Herts EN4 9EE
Co-Settlor	Marguerite Quitak
Trustees	Alex Portnoy JP ACCA Gary Quitak James A.C. Meston Cert PFS MIFP Ruth Portnoy Michelle Ginno
Accountants	Davis Bonley Chartered Accountants Northside House, Mount Pleasant, Barnet, Herts. EN4 9EE
Bankers	TSB Bank Plc PO Box 373, Leeds, LS14 9GQ
Investment Advisors	JPM Asset Management 400 Thames Valley Park Drive, Thames Valley Park, Reading, RG6 1PT
Solicitors	Parkes Wilshire Johnson 59 Church Hill Road, East Barnet,, EN4 8SY

The Quitak Foundation

Report of the trustees for the year ended 5 April 2021

The trustees present their report and the financial statements for the year ended 5 April 2021. The trustees who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

The Trust is a registered charity established under a Deed dated 17th December 1997. The Trust was established by gifts from Mr & Mrs Simon Quitak. Further assets were received by the Trust from the Estate of the late Mr Quitak. The Trust does not actively fundraise and seeks to continue the charitable work desired by the Settlers through careful stewardship of existing resources.

Under the terms of the Trust Deed there may not be more than five Trustees. The appointment of new Trustees is vested in the settlors during their lifetime and the continuing Trustees thereafter.

The Trustees carry out all the management functions with the assistance of professional advisors, where necessary. The Trustees have power under the terms of the Trust Deed to make any investment they see fit.

Objectives and activities

The Trust was established by the late Mr Simon Quitak and his wife to provide funds for the advancement of:

- a) education in accordance with the tenets and doctrines of the Jewish Faith*
- b) medical research*

Public benefit

The Trustees have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities and setting the Grant making policy.

The Trust furthers its charitable purposes for the public benefit through its Grant making policy which aims to fund the advancement of education and medical research (including ancillary support services) by providing support to organisations and projects which further these goals.

The beneficiaries of the Grant making policy are ultimately (a) the students who receive scholarships (b) the general public who benefit from the work of the medical establishments that are supported by the Trust and (c) the people who benefit from the activities of the students supported by the Trust, once they take up work positions in the community, having completed their education (d) The students attending the establishments supported by the Trust.

Risks

The Trustees consider that there are no major risks to which the Charity is exposed.

Achievements and performance

The Trustees may in their absolute discretion distribute the Trust's funds for such charitable purposes as they so determine.

The Trustees make grants to organisations that fall within the main objectives established by the settlors. They are constantly looking for new major projects to support.

The Trust has been supporting the Forgotten People Fund which assists Ethiopian Jewish minority group living in Israel to finish their studies achieving professional qualifications. All students using the programme are regularly monitored by the FPF who report back to the Trustees. The success of this project is measured by the fact that most students receive a higher education and most complete their training and go on to successfully work in the community.

The Quitak Foundation

Report of the trustees for the year ended 5 April 2021

The Trust has also supported 'Out for Change' [an organisation that assists people from the very religious Jewish communities improve their educational outcome], World ORT, Magen David Adom and various other medical organisations in the UK, France and Israel.

Financial review

The Trustees have, with the guidance of their investment advisors, placed the Trust's assets into investments to provide an income stream to fund grants and administration costs.

The "income yield/return" this year is in the order of 1.5%. This, in the current low interest rate environment is a good yield. However the total return on capital employed should also be acknowledged. Following last year's 'dip' due to the biggest financial market shock in living memory, the fund has recovered and the total return on capital since the investment was made now stands at £142,618.37, or 11.7% over 21 months or 6.7% p.a.

In the near and medium term pure income generation will continue to be a challenge as the pandemic recovery takes place, and dividends from investments slowly pick up. Fixed income and bond investments will also continue to generate less of a yield than has historically been the case but the challenge for the investment managers will be to identify where the best opportunities start to present themselves. The growth of the overall funding base will allow the grants and commitments of the Foundation to continue without affecting the level of the initial endowment made, and this has continued well into the current financial year.

The Trustees hold, in immediate accessible form, sufficient funds to cover one year's administrative costs, the amount of grants already committed for the future twelve months, plus a contingency fund equal to the prior six months expenditure.

Plans for future periods

The Trustees have been seeking new projects during the year and are currently in discussions relating to a major infrastructure project with 'Hand in Hand' an organisation in Israel whose mission is to build partnership and equality between Jewish and Arab citizens through their network of integrated Jewish-Arab schools and communities.

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).

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 charity and of the incoming resources and application of resources of the charity for that year. 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;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Quitak Foundation

Report of the trustees for the year ended 5 April 2021

The trustees are responsible for keeping proper accounting records which 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 and the Charity (Accounts and Reports) Regulations 2011. 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.

On behalf of the board

Alex Portnoy JP ACCA

James A.C. Meston Cert PFS MIFP

29 June 2021

The Quitak Foundation

Independent examiner's report to the trustees on the unaudited financial statements of The Quitak Foundation.

I report on the accounts of The Quitak Foundation for the year ended 5 April 2021 set out on pages 2 to 11.

Respective responsibilities of trustees and independent examiner

As the charity's trustees you are responsible for the preparation of the accounts, in accordance with the requirements of the Charities Act 2011 ("the Act"). I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

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

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep proper accounting records in accordance with section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Acthave not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Andrew Davis FCA
Chartered Accountant
Independent examiner
Davis Bonley
Northside House
Mount Pleasant
Barnet
EN4 9EE
22 November 2021

The Quitak Foundation

Statement of financial activities

For the year ended 5 April 2021

	Notes	Unrestricted funds £	2021 Total £	2020 Total £
Incoming resources				
Incoming resources from generating funds:				
Voluntary income	2	-	-	51,250
Investment income	3	32,686	32,686	14,525
Total incoming resources		<u>32,686</u>	<u>32,686</u>	<u>65,775</u>
Resources expended				
Charitable activities	4	53,830	53,830	34,443
Governance costs	5	13,328	13,328	13,791
Total resources expended		<u>67,158</u>	<u>67,158</u>	<u>48,234</u>
Net incoming/(outgoing) resources for the year				
		(34,472)	(34,472)	17,541
Realised gains on disposal of investment assets		<u>35,721</u>	<u>35,721</u>	<u>1,368</u>
Net incoming/(outgoing) resources before other recognised gains and losses		1,249	1,249	18,909
Other recognised gains and losses				
Unrealised Gains/(Losses) on investment assets			-	(175,050)
Net movement in funds		<u>1,249</u>	<u>1,249</u>	<u>(156,141)</u>
Total funds brought forward		1,614,478	1,614,478	1,631,893
Realised gains set against unrealised reserve				
Total funds carried forward		<u>1,615,727</u>	<u>1,615,727</u>	<u>1,475,752</u>

The notes on pages 8 to 11 form an integral part of these financial statements.
All funds are unrestricted

The Quitak Foundation

Balance sheet as at 5 April 2021

	Notes	£	2021 £	£	2020 £
Fixed assets					
Investments	7		1,700,524		1,445,130
Current assets					
Cash at bank and in hand		36,527		31,522	
		<u>36,527</u>		<u>31,522</u>	
Creditors: amounts falling due within one year	8	(900)		(900)	
Net current assets			<u>35,627</u>		<u>30,622</u>
Net assets			<u>1,736,151</u>		<u>1,475,752</u>
Funds	9				
Unrestricted income funds:					
Unrestricted income funds			1,615,726		1,614,480
Unrealised investment gains/(losses)			<u>120,425</u>		<u>(138,728)</u>
Total unrestricted income funds			<u>1,736,151</u>		<u>1,475,752</u>
Total funds			<u>1,736,151</u>		<u>1,475,752</u>

The financial statements were approved by the trustees on 29 June 2021 and signed on its behalf by

Alex Portnoy JP ACCA
Trustee

James A.C. Meston Cert PFS MIFP
Trustee

The notes on pages 8 to 11 form an integral part of these financial statements.
All funds are unrestricted

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Notes to financial statements for the year ended 5 April 2021

1. Accounting policies

1.1. Basis of preparation and assessment of going concern

The financial statements are prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s). The financial statements have been prepared in accordance with the 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), effective 1 January 2015, and the Charities Act 2011.

1.2. The Trust constitutes a public benefit entity as defined by FRS 102.

1.3. The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

1.4. Fund structure

All the Trust's funds are unrestricted which the Trustees are free to use for any purpose in furtherance of the charitable objects.

1.5. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income, where received, is by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities, where received, are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

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

1.6. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.7. Investments

Investments held as fixed assets are revalued at achievable market price at the balance sheet date and the gain or loss taken to the statement of financial activities.

The Quitak Foundation

Notes to financial statements for the year ended 5 April 2021

2. Voluntary income

	2021 Total £	2020 Total £
Donations, including gift aid receipts	-	51,250
	-	51,250

3. Investment income

	Unrestricted funds £	2021 Total £	2020 Total £
Income from UK listed investments	32,686	32,685	14,527
	32,686	32,685	14,527

4. Costs of charitable activities - by activity

	Grant funding activities £	2021 Total £	2020 Total £
Grants made to organisations for educational and medical activities, including ancillary services.	53,830	53,830	34,443
	53,830	53,830	34,443

The Charity does not make Grants directly to individuals.

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Notes to financial statements for the year ended 5 April 2021

5. Governance costs

	Unrestricted funds £	2021 Total £	2020 Total £
Investment platform fees	3,523	3,523	8,391
Investment manager's fees	6,405	6,405	2,500
Professional fees	2,500	2,500	2,000
Independent examiner's fee	900	900	900
	<u>13,328</u>	<u>13,328</u>	<u>13,791</u>

In addition to the investment fees set out above there are also costs associated with the investments that have always been reflected in the quoted unit prices and therefore ultimately in the fund value. In recent years, the Financial Conduct Authority has required, in the interests of transparency, that these costs be shown on an annual basis so that investors can make comparisons. For the year to 5 January 2021 Standard Life reported costs amounting to £11,192.

6. Payments to Trustees

Professional fees paid to Trustees	2021 £	2020 £
Investment manager's fees	6,405	2,500
Professional fees	<u>2,500</u>	<u>2,000</u>
	<u>8,905</u>	<u>4,500</u>

The professional fees were paid to Mr A Portnoy and the Investment Manager's fees were paid to JPM Asset Management Limited of which Mr J Meston is a director.

Other than providing the professional services mentioned above the Trustees give freely of their time and expertise without any form of remuneration or benefit.

Number of employees

The average monthly numbers of employees (including the trustees) during the year, calculated on the basis of full time equivalents, was as follows:

2021 Number	2020 Number
<u>1</u>	<u>1</u>

The Quitak Foundation

Notes to financial statements for the year ended 5 April 2021

7. Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Valuation			
At 6 April 2020	1,391,427	53,702	1,445,129
Additions	12,553	-	12,553
Disposals	-	(53,702)	(53,702)
Revaluations	296,544	-	296,544
At 5 April 2021	<u>1,700,524</u>	<u>-</u>	<u>1,700,524</u>
Historical cost as at 5 April 2021	<u>1,570,000</u>	<u>-</u>	<u>1,570,000</u>

All fixed asset investments are held within United Kingdom Platforms.

8. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>900</u>	<u>900</u>

9. Analysis of net assets between funds

	Unrestricted funds £	Total funds £
Fund balances at 5 April 2021 as represented by:		
Investment assets	1,700,524	1,700,524
Current assets	36,527	36,527
Current liabilities	(900)	(900)
	<u>1,736,151</u>	<u>1,736,151</u>

10. Unrestricted funds

	At 6 April 2020 £	Incoming resources £	Outgoing resources £	Gains and losses £	At 5 April 2021 £
General unrestricted income fund	1,614,478	32,686	(67,159)	35,721	1,615,726
Revaluation reserve	170,866	-	-	(50,441)	120,425
	<u>1,785,344</u>	<u>32,686</u>	<u>(67,159)</u>	<u>(14,720)</u>	<u>1,736,151</u>