

**THE LOWY-DENES CHARITABLE FOUNDATION**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

# THE LOWY-DENES CHARITABLE FOUNDATION

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr. Mark Sassoon Mr. Joseph Pearlman Mr. Stephen Goldberg Mr. Benjamin Sassoon Mr Ezra Sassoon
<b>Charity number</b>	1078746
<b>Independent examiner</b>	Michael Weissbraun, FCA Michael, Pasha & Co. 220 The Vale London NW11 8SR
<b>Bankers</b>	HSBC 40 Temple Fortune Parade Golders Green London NW11 0QU

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# THE LOWY-DENES CHARITABLE FOUNDATION

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# THE LOWY-DENES CHARITABLE FOUNDATION

## TRUSTEES' REPORT

**FOR THE YEAR ENDED 31 MARCH 2021**

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The trustees present their annual report and financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

### Objectives and activities

The objectives of the charity, as established, continued unchanged are:

- 1 The advancement of education according to the tenets of the Orthodox Jewish faith
- 2 The Alleviation of poverty
- 3 The relief and care of orphans, the elderly and the infirm
- 4 The Preservation and protection of mental and physical health

### Public Benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

### Grant making policy

The Charity's distribution policy is to avail the intended beneficiaries of funds according to the objects of the charity as soon as they are in hand.

### Achievements and performance

#### Financial review

In the period under review, the charity made a deficit of £35,235 (2020: surplus £189,153).

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

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The charity accepts requests from improvised individuals and families and on the basis applies to individuals for donations in order to alleviate property and payment are made by the Trustees as and when they see fit.

### Structure, governance and management

The Lowy-Denes Charitable Foundation is a legal registered charity (No. 1078746) and constituted by Deed of Trust.

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

Mr. Mark Sassoon  
Mr. Joseph Pearlman  
Mr. Stephen Goldberg  
Mr. Benjamin Sassoon  
Mr Ezra Sassoon

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

# THE LOWY-DENES CHARITABLE FOUNDATION

## TRUSTEES' REPORT (CONTINUED)

***FOR THE YEAR ENDED 31 MARCH 2021***

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The day to day activities are delegated to Mr. Mark Sassoon supported by all other trustees.

The trustees' report was approved by the Board of Trustees.

**Mr. Mark Sassoon**

Trustee

Dated: 29 March 2022

# THE LOWY-DENES CHARITABLE FOUNDATION

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF THE LOWY-DENES CHARITABLE FOUNDATION

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I report to the trustees on my examination of the financial statements of The Lowy-Denes Charitable Foundation (the charity) for the year ended 31 March 2021.

#### **Responsibilities and basis of report**

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

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

#### **Independent examiner's statement**

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

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

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

Michael Weissbraun, FCA  
Michael, Pasha & Co.

220 The Vale  
London  
NW11 8SR

Dated: 29 March 2022

# THE LOWY-DENES CHARITABLE FOUNDATION

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 MARCH 2021**

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<b><u>Income from:</u></b>			
Donations and legacies	3	70,299	114,677
Investments	4	98,448	194,240
<b>Total income</b>		168,747	308,917
<b><u>Expenditure on:</u></b>			
Charitable activities	5	221,791	119,765
Net gains/(losses) on investments	11	17,809	-
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		(35,235)	189,152
Fund balances at 1 April 2020		1,206,390	1,017,238
<b>Fund balances at 31 March 2021</b>		1,171,155	1,206,390

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

All income and expenditure derive from continuing activities.

# THE LOWY-DENES CHARITABLE FOUNDATION

## BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Tangible assets	12	415,250		555,282	
Investments	13	1,005,690		977,985	
			1,420,940		1,533,267
<b>Current assets</b>					
Debtors	15	22,896		22,907	
Cash at bank and in hand		37,572		9,105	
			60,468		32,012
<b>Creditors: amounts falling due within one year</b>	17	(8,796)		(7,692)	
Net current assets			51,672		24,320
<b>Total assets less current liabilities</b>			1,472,612		1,557,587
<b>Creditors: amounts falling due after more than one year</b>	18	(301,457)		(351,197)	
<b>Net assets</b>			1,171,155		1,206,390
<b>Income funds</b>					
Unrestricted funds			1,171,155		1,206,390
			1,171,155		1,206,390

The financial statements were approved by the Trustees on 29 March 2022

Mr. Mark Sassoon  
Trustee



# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **1 Accounting policies**

#### **Charity information**

The Lowy-Denes Charitable Foundation is an unincorporated charity and constituted by Deed of Trust.

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

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

#### **1.3 Charitable funds**

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

#### **1.4 Income**

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

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

# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### 1 Accounting policies

(Continued)

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

#### 1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	NIL
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

#### 1.7 Fixed asset investments

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

#### 1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### 1 Accounting policies

(Continued)

#### **Basic financial assets**

Financial assets classified as other financial assets are stated at fair value with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss includes any dividend or interest earned on the financial asset.

#### **Impairment of financial assets**

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

#### **Derecognition of financial assets**

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### **Basic financial liabilities**

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

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

#### 1.11 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 3 Donations and legacies

	2021	2020
	£	£
Donations and gifts	70,299	114,677

### 4 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Rental income	12,414	17,604
Income from listed investments	22,010	33,578
Gains from listed trading investments	63,774	143,058
Interest receivable	250	-
	98,448	194,240

### 5 Charitable activities

	Charitable Expenditure Heading 1 2021 £	Charitable Expenditure Heading 2 2021 £	Total 2021 £	Charitable Expenditure Heading 1 2020 £	Charitable Expenditure Heading 2 2020 £	Total 2020 £
Insurance	-	420	420	-	705	705
Repairs and maintenance	-	1,324	1,324	-	2,807	2,807
Bank charges	-	8,028	8,028	-	4,295	4,295
Loan interest	-	4,276	4,276	-	14,010	14,010
Charitable expenditure heading 8	-	900	900	-	-	-
	-	14,948	14,948	-	21,817	21,817
Grant funding of activities (see note 7)	204,539	-	204,539	95,644	-	95,644
Share of governance costs (see note 8)	2,304	-	2,304	2,304	-	2,304
	206,843	14,948	221,791	97,948	21,817	119,765

# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 6 Description of charitable activities

Charitable Expenditure Heading 1

Donation payments

Charitable Expenditure Heading 2

Rental expenses

### 7 Grants payable

	2021 £	2020 £
Donation payments	204,539	95,644
	<u>204,539</u>	<u>95,644</u>
-		

### 8 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Accountancy	-	2,304	2,304	-	2,304	2,304
	<u>-</u>	<u>2,304</u>	<u>2,304</u>	<u>-</u>	<u>2,304</u>	<u>2,304</u>
Analysed between Charitable activities	-	2,304	2,304	-	2,304	2,304
	<u>-</u>	<u>2,304</u>	<u>2,304</u>	<u>-</u>	<u>2,304</u>	<u>2,304</u>

Governance costs includes a provision made for the Accountant of £2,304 (2020: £2,304) to prepare the accounts .

### 9 Trustees

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

### 10 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-
	<u>-</u>	<u>-</u>

# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 10 Employees

(Continued)

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

### 11 Net gains/(losses) on investments

	Unrestricted funds	Total
	2021 £	2020 £
Gain/(loss) on sale of investment properties	17,809	-

### 12 Tangible fixed assets

	Land and buildings £
<b>Cost</b>	
At 1 April 2020	555,282
Additions	50,050
Disposals	(190,082)
At 31 March 2021	415,250
<b>Carrying amount</b>	
At 31 March 2021	415,250
At 31 March 2020	555,282

Investment properties rented to another group entity have been accounted for using the cost model. The carrying value of these investment properties included within tangible fixed assets is £XXXX (2020 - £XXXX).

### 13 Fixed asset investments

	Listed investments £
<b>Cost or valuation</b>	
At 1 April 2020 & 31 March 2021	977,985
<b>Carrying amount</b>	
At 31 March 2021	977,985
At 31 March 2020	977,985

# THE LOWY-DENES CHARITABLE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

<b>14</b>	<b>Financial instruments</b>		<b>2021</b>	<b>2020</b>
			£	£
	<b>Carrying amount of financial assets</b>			
	Instruments measured at fair value through profit or loss		1,005,690	977,985
<b>15</b>	<b>Debtors</b>		<b>2021</b>	<b>2020</b>
			£	£
	<b>Amounts falling due within one year:</b>			
	Other debtors		22,896	22,907
<b>16</b>	<b>Loans and overdrafts</b>		<b>2021</b>	<b>2020</b>
			£	£
	Bank loans		148,507	351,197
	Payable after one year		148,507	351,197
	The long-term loans are secured by fixed charges over the Charitys' assets			
<b>17</b>	<b>Creditors: amounts falling due within one year</b>		<b>2021</b>	<b>2020</b>
			£	£
	Accruals and deferred income		8,796	7,692
<b>18</b>	<b>Creditors: amounts falling due after more than one year</b>		<b>2021</b>	<b>2020</b>
		<b>Notes</b>	£	£
	Bank loans	<b>16</b>	148,507	351,197
	Other creditors		152,950	-
			301,457	351,197