

Company number 03948898

Charity number 1083262

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2023

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

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ROTHSCHILD FOUNDATION (HANADIV) EUROPE

LEGAL AND ADMINISTRATIVE INFORMATION

Constitution	Rothschild Foundation (Hanadiv) Europe is a company limited by guarantee and a registered charity governed by its memorandum and articles of association. It is a registered charity, No. 1083262. Company No. 03948898.
Directors and Trustees	<p>The directors of the charitable company ("the Foundation") are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees. As set out in the articles of association the chairman of the board of trustees is appointed by the trustees. The members have the power to appoint any of their number to be a trustee.</p> <p>The trustees who served during the year and to the date of signing were:</p> <p>Lord Rothschild OM GBE (President)* Sir Bradley Fried (Chairman) Sir Victor Blank Mme Béatrice Rosenberg Dr David Landau Adam Karni-Cohen The Honourable Beth Rothschild Nicola Cobbold Nicola Loftus Ben Avigdori</p>
Company Secretary	L Masterton
Chief Executive	S Berkovic
Registered Office	14 St James's Place London SW1A 1NP
Auditors	Saffery LLP 71 Queen Victoria Street London EC4V 4BE
Bankers	<p>The Bank of New York Mellon Rue Montoyer 46 B-1000 Brussels Belgium</p> <p>Coutts & Company 440 Strand London WC2R 0QS</p>
Solicitors	Farrer & Co LLP 66 Lincolns Inn Fields London WC2A 3LH

*The trustees are particularly sorry to note the passing of Lord Rothschild, the Foundation's President, in February 2024 - his vision and contribution to the Foundation are immeasurable and the trustees are committed to maintaining his legacy.

**ROTHSCHILD FOUNDATION (HANADIV) EUROPE
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023**

The trustees are pleased to present their report together with the financial statements of the Foundation for the year ended 31 December 2023.

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice: Accounting and Reporting by Charities applicable in the UK and Republic of Ireland (FRS 102) Second edition and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Companies Act 2006.

Objects of the Foundation and Public Benefit

The objects of the Foundation are set out in the memorandum of association.

The Foundation is established to advance any charitable purpose and to benefit any charity as the trustees in their discretion think fit, primarily by the provision of grants and loans for such charitable purposes which are for the charitable benefit of the Jewish community either in Israel or elsewhere in the world. The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objects of the Foundation and in setting grant-making policies.

Organisation

The board of trustees of up to twelve members administers the Foundation. The trustees meet to consider recommendations for, and make final decisions on, the awarding of grants.

All trustees receive a comprehensive Governance pack on their appointment. The Governance pack provides information on the structure and operations of the Foundation and includes a Trustee Code of Ethics, which has been adopted by the trustees, as well as the key governance issues and documents of which the trustees should be aware. Training for trustees is continued through regular meetings and discussions with Foundation staff or individuals and organisations in the areas supported by the Foundation.

There are two separate committees of Trustees which discuss matters relevant to their remit in detail and make recommendations to the full Trustee Board. These are:

- Small Grants Awards Committee
- Finance and Audit Committee

Both Committees meet at least twice yearly.

Remuneration of key management personnel is discussed and approved by the full Trustee board taking into account performance, budgetary environment and benchmarking.

Review of activities and future developments

Incoming resources

The Foundation has a substantial endowment, which is not primarily invested for generating principal income. Incoming resources for the year amounted to £205,256 of investment income (2022: £193,652 and a restricted grant of £810,376).

The Foundation is one of the philanthropic trusts supported by the Rothschild family. It does not carry out any fundraising activity in order to raise funds from the general public.

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Resources expended and services

Resources expended for the year amounted to £8,403,043 (2022: £8,928,054) of which the amount related to direct expenditure on grants and other charitable activities was £6,483,190 (2022: £7,202,587).

During 2023, RFHE maintained its robust grant making programme, but also focussed on its initiatives that help strengthen the wider ecosystem in which the Foundation operates.

1. Training for the Future

A significant number of professionals working in Jewish heritage (directors, curators, and conservators in museums, archives, and libraries across Europe) will retire in the next 5 to 7 years. We have been piloting initiatives to identify the next generation of Jewish heritage professionals and offer them training and networking opportunities. Since 2019 we have offered courses and in 2023 we offered an intensive 7-day seminar in Amsterdam for early-career professionals and graduate students of Jewish heritage. There was time for practical case studies and discussion, with speakers addressing challenges and opening to larger questions – how do you effectively display Judaism in a museum? Why are the community archives located in the city archive? What can be done about a community auctioning off its books and ritual objects? We now have over 40 alumni who are still highly engaged with Jewish heritage and who work in the field in 16 European countries. During 2023, we developed a partnership with the Central European University (previously located in Budapest, now in Vienna) and they will integrate a small cohort of 8 professionals into a semester of their master's degree in Jewish Cultural Heritage in 2024. The course will address contemporary issues, such as provenance research, post-Holocaust displays and narratives, viability, and sustainability of heritage projects, caring for cemeteries, erecting memorials, Hebrew illiteracy, among many other questions.

2. Archives

2.1 Endangered Jewish Archives [EJCAP]

EJCAP made significant progress during 2023. The Foundation managed a lot of complex situations: we facilitated the organisation and cataloguing of the rich materials of the Cluj Jewish Community (Romania) and helped the community relocate their materials into a renovated storage room; we conceived a similar cataloguing project with the Padua Jewish Community (Italy), which commenced in autumn 2023. We launched an overview of archives in Osijek (Croatia) and Novi Sad (Serbia) to ensure that vital registries, school records, organisational documents and personal papers held by these once flourishing communities are safe and accessible.

There are dozens of places in Europe with small, ageing Jewish communities, rich local Jewish history, and archival materials kept under less-than-ideal circumstances in synagogues and community buildings. We have started to work with the Split, Rijeka, Livorno, and Arad communities to formulate an archival rescue plan tailored to their needs. We have continued our Pan-European survey to identify further endangered community archives in Serbia, Croatia, Hungary, Romania, Slovakia, Italy, and Bosnia and Herzegovina.

2.2 Ukraine

In the context of precarious archives, while the war continues apace in Ukraine, we have the unique and timely opportunity to work with the Babyn Yar Memorial and the NLI to digitize Jewish archives across Ukraine with the imprimatur of the Ukrainian Minister of Culture. This started in September 2023 and will continue well into 2024.

2.3 Hidden Treasures

In November 2023, we brought together fifty archivists from across the UK to officially launch the Hidden Treasures Network - the latest development of our online portal of UK-based archives and archivists working with Jewish material. This map, <https://celebratingjewisharchives.org/archive-map/> shows the breadth of

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archival material we have identified, ranging from national institutions (e.g. The British Library, The National Archives, Wiener Holocaust Library) and university special collections (Leeds, Queen's University Belfast), to local authority (Sheffield, Tower Hamlets, Tyne & Wear) and Jewish communities (Scottish Jewish Archives, AJEX, United Synagogue) and those just starting out on their archiving journey (Sir Nicholas Winton Trust).

During 2023, we focussed on generating a lot of social media content to attract new audiences to the website and raise an awareness of the vast range of British-Jewish archives. In 2024 we will engage a freelancer on a regular basis to maintain our online presence.

3. Jewish Communal Life

One of the interesting dynamics in Jewish communities is the interaction between the local community and Jews from other places – in the 1990s it was the arrival of Russian Jews to Europe, in particular Germany, and in recent years, it has been Israelis who have made their home in Europe. We have supported the volunteer-led Machon Kehillot that serves communities of Israeli expats in Europe who have taken concrete actions to ensure that their own children experience Jewish life and learn Hebrew. Israeli Community Europe is another organisation that is especially active in Berlin, Athens, Barcelona and Madrid and it works with established Jewish communities to reach out to Israelis who have recently relocated and offer them information, connections, and support.

No report about 2023 could ignore the impact of the events of October 7th on Jewish communities in Europe, or indeed globally. The Foundation responded in 4 keyways:

- Support for additional security. Given the high degree of vigilance and concern due to threats targeting Jews outside of Israel, through our Pillar programme we offered additional security support, particularly in smaller communities across Europe. Further, during 2023, Pillar launched a leadership pilot in Milan and Chisinau which propelled the cities to consolidate and co-ordinate their security provision; launched nine new grants in Malmo, Geneva, Almaty, Reykjavik and Belgrade; and carried out 46 security assessments and trainings.
- Support for teachers and community educators struggling with the best way to discuss the war and the creation of appropriate materials and resources.
- Psychological support to address anxiety and trauma in the local community including among Israelis who have left Israel since the start of the war or found themselves stranded in the UK and unable to get back.
- Documentation of the European Response to the War: The National Library of Israel has initiated a project to collect testimony to create an archive related to the war and RFHE has committed to supporting the collection of materials across Europe

Educating for Impact

This programme started as an attempt to enhance Jewish studies within Jewish schools. However, the focus has changed and in 2023, EFI focussed on Helsinki, Madrid and Sofia to help them take a more holistic view of their challenges and integrate the school into their plans to engage young people and families in determining their communities' future. Dubbed a Strategy and Transformation Project, Helsinki is focused on addressing engagement of the community and retention of key professionals as prime issues. In Madrid, the leadership is focussed on using Shabbat activities as a way to galvanise the community and attract new members. In Sofia, there are plans for creating a Jewish Museum and producing a siddur in Bulgarian to help people understand basic Jewish practices. During 2024, it is planned that Stockholm, Istanbul and Rome will join this process of determining the long-term needs for their communities.

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In 2023 grants for projects were awarded in the following countries:

Austria
Belgium
Czech Republic
Denmark
Estonia
France
Georgia
Germany
Greece
Israel*
Italy
Latvia
Lithuania
Netherlands
Poland
Romania
Serbia
Spain
Sweden
Switzerland
Turkey
UK
Ukraine
USA*

*Grants to organisations in Israel and the USA are for specialised work carried out in European institutions. A total of 5 grants.

Grant-making policy

Individuals and institutions whose projects fall within the areas in which the Foundation currently works are eligible to be considered for grants. In the UK, grants are only made to organisations registered with the Charity Commission for England and Wales, or to individuals working for charitable purposes on behalf of those organisations. Overseas grants are only made for purposes considered to be charitable by the Charity Commission for England and Wales to organisations that have charitable or not-for-profit status in their countries, or to individuals working on behalf of such charitable or not-for-profit organisations. Where there is any uncertainty about the status of an organisation abroad, the Foundation will work through long-established bodies with considerable experience of grant-making, monitoring projects and the allocation of charitable funds in the countries concerned, in order to ensure that the work of the grant recipients is of a charitable nature.

Future objectives

New initiatives for 2024 include:

Alumni Network

We are making a more determined effort to track individual scholars whom we have supported and plan a series of workshops focussed on career opportunities within Jewish academia and the heritage sector.

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Gesher L'Europa – National Library of Israel

- It is just over three years since Rabbi Sacks passed away and the potential transfer of his personal archive to the National Library of Israel has been discussed for the last two years. After our small grant to help his office staff consolidate his speeches, lectures, broadcasts, articles and sermons together with a cache of correspondence, the archive is now ready to be sent to the NLI where it will be properly catalogued, digitised and integrated into the NLI holdings. In November 2024, there will be an event to officially 'welcome' the archive to the NLI.
- Completion of the Knowledge Sharing platform which will make the expertise of the NLI in Hebrew cataloguing, archiving and the Jewish Bookshelf for heritage professionals available globally.
- May 2024: the Judaica Curators Conference 'Collective Impact: Collaborative Leadership in Judaica Curating.'
- August 2024: Workshop for leaders in Adult Jewish learning about the ways in which NLI resources can enhance the rich and diverse range of Jewish educational initiatives in Europe. This will help to strengthen the partnership with the Paideia Institute for Jewish Studies, Sweden and other relevant institutions.
- Sept/October 2024: SADEH Residency for Music – develop a concept for musicians to engage with the NLI's collection of early recorded Israeli music in order to build partnerships with creative institutions in Europe, to recruit participants and for mutual exchange.

Launch of Kaleidoscope: Young Jews in Europe Reflecting on their Lives

This digital project collects contemporary autobiographies of young Jews in Europe. In developing the Kaleidoscope project, we have consulted with dozens of communal colleagues and their initial response to the concept has been overwhelmingly positive and enthusiastic. The project combines a connection to Jewish heritage (inspired by an archival project of autobiographies of young Jews in Poland in the 1930s) and documentation of contemporary experiences of Jews living in Europe.

Conceived before the October 7th war, we debated delaying the launch of Kaleidoscope but realised that this was also an important opportunity to give a voice to young Jews in Europe to share their views about the current situation, as well as their teenage and young adult experience in Europe. Complementing this, we plan to convene a pan-European cohort of Jewish people with a significant social media following.

Investment policy

In accordance with the memorandum and articles of association, the trustees exercise the power of investment having obtained and considered the advice of persons they believe to be suitably qualified to advise them, and in accordance with written investment policy guidelines. The Foundation's policy in relation to investment is that, over the medium to long term, it should produce a total return that allows the Foundation to pursue its charitable objectives as fully as possible whilst maintaining the real value (i.e. adjusted for inflation) of the initial endowment

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For the year ended 31 December 2023, a sterling composite benchmark was approved for investment performance measurement purposes. At the end of the year the value of the portfolio after withdrawals for grants and expenses was £132.0 million compared with the value at year-end 2022 of £139.0 million. Over the calendar year, the portfolio gained 1.76% before withdrawals for grants and expenses, compared with an increase of 15.31% in the MSCI World All Country Equity Index (£) and an increase of 5.52% in the Citi World Government Bond Index.

Over the periods of 10, 5, and 3 years, the portfolio's performance is summarized in the table below.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE	10 Yrs (annualised)	5 Yrs (annualised)	3 Yrs (annualised)	2023
RFE Sterling £	6.9	6.7	3.7	0.9
RFE Relative Benchmark with NC overlay, expressed in Sterling £	6.9	7.6	3.6	12.0

The Trustees continue to closely monitor the investment portfolio and consider it in need of review given the current economic climate.

Relationships with related parties and delivering public benefit

The Foundation is entirely independent but occasionally works with other charitable foundations to support charitable projects in Europe. For example, in the wake of increased antisemitism in Europe, the Foundation and three other European foundations combined to create the Pillar Foundation whose sole purpose is to provide security training and readiness for staff and regular visitors to communal institutions, including schools and community centres across Europe.

In the UK, we continue to support a variety of Jewish social care organisations such as Jewish Care (focused on the elderly), Norwood (families) and Kisharon (children with disabilities) reflecting the Rothschild family's historical concern and involvement in the welfare needs of the Jewish community.

Reserves policy

The Trustees' policy is to review reserves levels on a regular basis and to maintain a level of reserves which will provide a stable base for the Foundation's continuing activities while at the same time ensuring excessive funds are not accumulated.

The Trustees have considered the reserves of the charity and conclude that there is no need for the charity to carry free reserves. The nature of the expendable endowment fund is such that the trustees have absolute discretion over how it is spent, and investments can be called upon and realised as needed.

During the year ended 31 December 2023 the Foundation made grants in excess of its income, making good the difference from its expendable endowment and leaving a nil level of free reserves, as per the definition stated by the Charity Commission. The Trustees have exercised their option to expend endowment in order to cover the deficit on the unrestricted income fund.

Total reserves at the year-end were £127,727,059 (2022: £134,476,386).

Risk Management

The major risks to which the Foundation is exposed have been reviewed, and systems have been established to manage those risks. The Foundation's investment and spending policies are intended to be prudent; and much of its income derives from investments.

The Trustees consider that there is a risk that the level of income could fall considerably, whether from investments or donations, although the latter is considered unlikely. In such an event, the total of grants committed might have to be reduced. Since the nature of the Foundation's grant-making activity involves relatively little by way of future commitments, the impact on current beneficiaries is unlikely to be significant.

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There is also a risk that grant funds are not used for charitable purposes for which funds were awarded. This risk is managed through a due diligence process which is applied to all prospective grantees. In the event of doubt about the suitability or sustainability of an applicant, grant funding is not awarded.

Statement of trustees' responsibilities

The trustees (who are also directors of the Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 Foundation and of the incoming resources and application of resources, including the income and expenditure, of the Foundation 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 of the Charities SORP;
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation 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 Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the Foundation's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.


The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Foundation's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Auditors

A resolution will be proposed at the annual general meeting that Saffery LLP be re-appointed as auditors to the Foundation for the ensuing year.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The Trustees' Report was approved by the Board of Trustees on 9 July 2024, and is signed as authorised on its behalf by:


Sir Bradley Fried

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES

Opinion

We have audited the financial statements of The Rothschild Foundation (Hanadiv) Europe for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including 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 charitable company's state of affairs as at 31 December 2023 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 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 Auditor's 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 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 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.

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.

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES**

We have nothing to report in this regard.

Opinions 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 which includes the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report which includes the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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' Annual Report.

We have nothing to report in respect of the following matters where the 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 to take advantage of the small companies' exemption from the requirement to prepare a strategic report or in in preparing the Trustees' Report.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities set out on page 8, the trustees (who are also 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 to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under the Companies Act 2006 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 auditor's 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.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES

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 charitable company's financial statements to material misstatement and how fraud might occur, including through discussions with management and 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 charitable company by discussions with management and the trustees and updating our understanding of the sector in which the charitable company operates.

Laws and regulations of direct significance in the context of the charitable company include The Companies Act 2006, 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 charitable company'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 charitable company'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 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 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 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**ROTHSCHILD FOUNDATION (HANADIV) EUROPE
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES**


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Cara Turtington (Senior Statutory Auditor)
for and on behalf of Saffery LLP

Chartered Accountants 71 Queen Victoria Street
Statutory Auditors London
 EC4V 4BE

Date: 16 September 2024

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

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

		Expendable endowment fund 2023 £	Unrestricted income fund 2023 £	Year ended 31-Dec 2023 £	Year ended 31-Dec 2022 £
	Note				
Income from:					
Investments	9.	-	205,256	205,256	193,652
Donations	3.	-	-	-	810,376
Total income		-	205,256	205,256	1,004,028
Expenditure on:					
Raising funds					
Investment management costs	4.	855,158	-	855,158	792,423
Charitable activity					
Academic Jewish Studies Programme	4.	-	1,255,357	1,255,357	1,374,549
Heritage and Culture Programme	4.	-	2,657,431	2,657,431	3,740,951
Education and Research	4.	-	948,317	948,317	1,017,551
National Library of Israel and other	4.	-	873,168	873,168	620,253
Community Welfare	4.	-	1,813,612	1,813,612	1,382,327
Total resources expended		855,158	7,547,885	8,403,043	8,928,054
Net outgoing resources before investment movement		(855,158)	(7,342,629)	(8,197,787)	(7,924,026)
Net losses on investment assets					
Realised and unrealised investment losses		1,448,460	-	1,448,460	(4,643,670)
Net income and expenditure		593,302	(7,342,629)	(6,749,327)	(12,567,696)
Transfers between funds	1.b.	(7,342,629)	7,342,629	-	-
Net movement in funds		(6,749,327)	-	(6,749,327)	(12,567,696)
Fund balances brought forward		134,476,386	-	134,476,386	147,044,082
Fund balances carried forward		127,727,059	-	127,727,059	134,476,386

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

The notes on pages 16 to 30 form part of these financial statements. In note 2, there is a full statement of financial activities for the year ending 31st December 2022.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

BALANCE SHEET AS AT 31 DECEMBER 2023

	Notes	31-Dec 2023 £	31-Dec 2022 £
Fixed Assets			
Tangible assets	8.	-	2,528
Investments			
Quoted securities and unquoted investments		128,689,082	133,014,871
Derivative financial instruments		536,455	571,700
Sales for future settlement		139,843	-
Purchases for future settlement		98,186	-
Cash balances		2,843,987	5,289,051
	9.	132,307,553	138,875,622
Current assets			
Prepayments		122,358	126,521
Cash at bank		19,861	24,044
		142,219	150,565
Creditors: amounts falling due within one year			
Other creditors		3,611	3,965
Grants payable within one year		3,751,415	3,633,289
Accruals		30,172	113,003
		3,785,198	3,750,257
Net current liabilities		(3,642,979)	(3,599,692)
Creditors: falling due in more than one year			
Grants payable	11.	(937,515)	(802,072)
Net assets		127,727,059	134,476,386
Funds			
Expendable endowment fund – historical cost	12.	71,248,359	74,968,273
Expendable endowment fund – revaluation		56,478,700	59,508,113
Restricted income fund		-	-
Unrestricted income fund		-	-
Total funds	13.	127,727,059	134,476,386

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime. The notes on pages 16 to 30 form part of these financial statements.

The financial statements were approved by the Board on 09 July 2024 and signed on their behalf by:

Sir Bradley Fried, Chairman
Registered in England & Wales Company Number: 03948898

Dr David Landau, Trustee

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 £	2022 £
Net cash used in operating activities	(8,582,493)	(8,256,002)
Cash flows from investing activities:		
Purchase of investments	(7,571,092)	(10,052,039)
Proceeds from sale of investments	13,518,930	18,129,082
Proceeds from forward currency contracts	185,408	(201,710)
Income from investments in cash	-	144,925
Net cash provided by investing activities	<u>6,133,246</u>	<u>8,020,258</u>
Change in cash and cash equivalents in the year	(2,449,247)	(235,744)
Cash and cash equivalents at 1 January	<u>5,313,095</u>	<u>5,548,839</u>
Cash and cash equivalents at 31 December	<u><u>2,863,848</u></u>	<u><u>5,313,095</u></u>

Notes to the cash flow statement

Analysis of cash and cash equivalents	2023 £	2022 £
Cash within investment portfolio	2,843,987	5,289,051
Cash at bank	<u>19,861</u>	<u>24,044</u>
	<u><u>2,863,848</u></u>	<u><u>5,313,095</u></u>
Reconciliation of changes in resources to net cash used in operating activities	2023 £	2022 £
Net loss (Page 13)	(6,749,327)	(12,567,696)
(Gains) / losses on investments	(1,448,460)	4,643,670
Income from investments in cash	-	(144,925)
Depreciation charges	2,528	2,843
Realised exchange (loss)	(323,752)	(2,382,166)
(Increase) / decrease in sales for future settlement	(139,843)	1,503,329
(Increase) / decrease in purchases for future settlement	(98,186)	979,161
Decrease / (increase) in debtors	4,163	(29,559)
Increase / (decrease) in creditors	<u>170,384</u>	<u>(260,659)</u>
Net cash used in operating activities	<u><u>(8,582,493)</u></u>	<u><u>(8,526,002)</u></u>

The notes on pages 16 to 30 form part of these financial statements.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. Accounting Policies

The Foundation is a charitable company, limited by guarantee, registered in England and Wales. The registered address is: 14 St James's Place, London, SW1A 1NP.

a) Basis of preparation

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 notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities applicable in the UK and Republic of Ireland (FRS 102) Second edition and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Companies Act 2006.

The financial statements have been prepared on the going concern basis.

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

The Foundation constitutes a public benefit entity as defined by FRS102.

The financial statements are prepared in sterling which is the functional currency of the Foundation. Monetary amounts in these financial statements are rounded to the nearest whole £ except where otherwise indicated.

b) Fund accounting

The expendable endowment fund is primarily for income generation but is expendable at the trustees' discretion. The trustees have the discretion to transfer funds to the unrestricted income fund should the need arise.

The unrestricted income fund can be used in accordance with the charitable objects of the Foundation at the discretion of the trustees.

The expendable Restricted funds are subject to specific restrictions imposed by donors.

c) Incoming resources

All incoming resources are included in the statement of financial activities when the charity has entitlement to the income, it is probable income will be received and the amount can be measured reliably.

d) Foreign currency translation

Foreign currency transactions are translated into pounds sterling at the exchange rate prevailing at the transaction date. Monetary assets and liabilities are retranslated at the rate of exchange ruling at the balance sheet date.

e) Resources expended

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. Expenditure is included on an accruals basis.

Expenditure on raising funds comprises those expenses directly attributable to managing the investment portfolio and investment income.

Grants payable are charged in the year where the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions are no longer seen to be

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

within the control of the Trustees. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure.

Support costs (e.g. staff costs and administrative overheads including rent) are allocated to the Foundation activities as incurred. Governance costs have been allocated to the Foundation's activities. They comprise of all costs involving the public accountability of the charity and expenses related to statutory requirements. These expenses include fees for statutory audit, legal fees where relevant.

f) Fixed Assets

Fixed assets comprise office furniture, equipment, and motor vehicles. Fixed assets are capitalised when cost exceeds £1,000 and are being depreciated on a straight-line basis over four years.

g) Investments

(i) Quoted securities and multi-asset funds

Quoted securities and multi-asset funds comprise publicly quoted, listed securities including shares, bonds and units. These are stated at market value at the balance sheet date. Investment shares and purchases are recognised at the date of trade.

(ii) Unquoted Investments

Unquoted investments are valued at the Trustees' best estimate of fair value, after having taken professional advice.

(iii) Unquoted hedge funds

Unquoted hedge funds are valued by reference to the fair value of the underlying securities. These valuations are provided by third-party hedge fund administrators.

(iv) Private equity funds and property funds

The vast majority of private equity and property fund investments are held through funds managed by private equity and property groups. No readily identifiable market price is available for these unquoted funds. These funds are included at the most recent valuations from their respective managers.

In a limited number of cases where information is not available as at 31 December, the most recent valuations from the managers are adjusted for cash flows and foreign exchange movements between the most recent valuation and the balance sheet date.

(v) Derivative Financial Instruments

Derivative financial instruments are used as part of the Foundation's portfolio risk management and as part of the Foundation's portfolio management and investment return strategy.

The Foundation's use of derivative financial instruments includes index-linked futures, options and currency forwards.

The fair value of contract positions is recognised in the Balance Sheet and gains and losses on the contracts are recognised in the Statement of Financial Activities.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

(vi) Cash and Equivalents, Purchases and Sales for Future Settlement

Cash held within the investment portfolio purchases and sales for future settlement are stated at their fair value.

(vii) Realised and unrealised gains and losses

Realised gains and losses represent the difference between the amount received on the sale of an investment and the original cost price, all other movements are considered to be unrealised.

h) Operating leases

Rental payments under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the lease term.

i) Pensions

The Foundation makes payments into a defined contribution scheme for the benefit of its employees. The contributions are charged to the statement of financial activities in the year in which they are paid.

j) Critical estimates and judgements

Judgements and estimates 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. In making these estimates the Foundation makes assumptions concerning the future. The Trustees do not believe that there is a significant risk of a material adjustment being made to the carrying amounts of assets and liabilities included in these financial statements within the next financial year.

The valuation of unquoted investments, private equity and property funds is a critical area of judgement. The Trustees' valuation of these items is based on appropriate professional advice.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

2. Statement of Financial Activities incorporating the Income and Expenditure Account for the year ended 31 December 2022

	Expendable endowment fund 2022 £	Restricted income fund 2022 £	Unrestricted income fund 2022 £	Year ended 31-Dec 2022 £
Income from:				
Investments	-	-	193,652	193,652
Donations	-	810,376	-	810,376
Total income	-	810,376	193,652	1,004,028
Expenditure on:				
<i>Raising funds</i>				
Investment management costs	792,423	-	-	792,423
<i>Charitable activity</i>				
Academic Jewish Studies Programme	-	-	1,374,549	1,374,549
Heritage and Culture Programme	-	810,376	2,930,575	3,740,951
Education and Research	-	-	1,017,551	1,017,551
National Library of Israel and other	-	-	620,253	620,253
Community Welfare	-	-	1,382,327	1,382,327
Total resources expended	792,423	810,376	7,325,255	8,928,054
Net outgoing resources before investment movement	(792,423)	-	(7,131,603)	(7,924,026)
Net losses on investment assets				
Realised and unrealised investment losses	(4,643,670)	-	-	(4,643,670)
Net income and expenditure	(5,436,093)	-	(7,131,603)	(12,567,696)
Transfers between funds	(7,131,603)	-	7,131,603	-
Net movement in funds	(12,576,696)	-	-	(12,576,696)
Fund balances brought forward	147,044,082	-	-	147,044,082
Fund balances carried forward	134,476,386	-	-	134,476,386

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

3. Grants and Donations

	2023	2022
	£	£
Academic Jewish Studies Programme		
European Association for Jewish Studies	153,000	140,500
École Pratique des Hautes Etudes, Sorbonne	139,500	-
Prague Centre for Jewish Studies, Charles University	83,000	-
University of Manchester	66,812	-
Ludwig Maximilians University	60,000	-
University of Granada	57,000	-
Justus-Liebig-Universität Gießen	57,000	-
World Union of Jewish Studies, Hebrew University of Jerusalem	-	132,000
University of Amsterdam	110,500	115,500
École Pratique des Hautes Etudes, Sorbonne	-	110,500
University of London	99,881	79,020
University of Cambridge	-	70,000
University College London	126,998	70,000
Complutense University of Madrid	57,000	68,544
Sapienza Università di Roma	-	65,726
University of Bern	-	60,792
Alexandru Ioan Cuza University	-	51,000
Individual grants of less than £50,000	143,558	251,473
Earlier grants part-returned or cancelled	(91,638)	(10,746)
	<u>1,062,611</u>	<u>1,204,309</u>
Jewish Heritage Programme		
American Jewish Joint Distribution Committee	160,000	-
Jewish Museum of Greece	150,000	-
Quincentennial Foundation Jewish Museum of Turkey	147,383	-
Holocaust Centre North	120,000	-
Musée d'art et d'histoire du Judaïsme	115,118	-
ETH, Zurich	112,000	-
State Archive of Ravenna	80,000	-
Central Archives for the History of the Jewish People	80,000	-
London School of Jewish Studies	79,200	-
The Urban Memory Foundation	75,000	-
Jewish Museum Frankfurt	74,357	-
Jewish Museum of Vienna	68,500	-
Wiener Holocaust Library	66,750	-
Bibliotheca Rosenthaliana	60,000	-
Jewish Studies Programme, Central European University	57,167	-
Osrodek Brama Grodzka Teatr NN	52,905	-
Comunità Ebraica di Venezia	-	797,344
The National Holocaust Centre and Museum	-	141,600
Bodleian Libraries, University of Oxford	133,333	133,334

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

3. Grants and donations (continued)

	2023	2022
	£	£
Israelitische Gemeinde Basel	-	120,000
Unione delle Comunità Ebraiche Italiane	131,651	117,612
British Library	-	111,615
Association Of European Jewish Museums	-	105,000
Museo Ebraico Venezia	-	100,000
Ghetto Fighters' House Museum	-	93,000
Jüdisches Museum der Schweiz	-	75,000
Tudásmenedzsmentért, Tudás alapú Technológiáért Alapítvány	-	73,000
Bradians Trust	-	72,338
Centro internazionale Leo Levi per la ricerca, la conservazione e la valorizzazione del patrimonio musicale	-	72,000
Stichting Joods Maatschappelijk Werk (JMW)	-	71,228
Jewish Museum in Prague	-	69,650
Sephardi Voices UK	-	68,106
Martynas Mazvydas National Library of Lithuania	-	59,372
Graz Museum	-	58,650
Centre national d'art et de culture Georges Pompidou	-	54,838
Association of Jewish Libraires	-	54,000
Taube Department of Jewish Studies, University of Wroclaw	-	53,784
Jewish Historical Museum	-	52,400
Individual grants of less than £50,000	450,287	547,754
Earlier grants part-returned or cancelled	(19,737)	(1,176)
Jewish Education	2,193,914	3,100,448
Hillel Deutschland e.V	105,000	-
JW3	90,000	-
Machon Kehilot	80,000	-
Educating for Impact The Centre for Educational Technology	-	185,171
JLC - Partnership for Jewish Schools	-	95,500
Union of Jewish Students of the UK and Ireland	-	90,000
Jewish Book Council	-	75,000
Sadeh	-	50,000
Individual grants of less than £50,000	315,650	171,893
Earlier grants part-returned or cancelled*	(121,877)	(58,344)
	468,773	609,220

*Grants returned include those to students who received an alternative preferable offer, or organisations unable to accept our grant based on the conditions we applied in our offer letter to them.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

3. Grants and donations (continued)	2023 £	2022 £
National Library of Israel and other grants		
Gesher L'Europa [A Bridge to Europe]	750,000	550,000
	<u>750,000</u>	<u>550,000</u>
Community Welfare		
Institute for Jewish Policy Research	465,000	-
Educating for Impact	208,547	-
Jewish Futures Trust	180,000	-
The Jewish Association for Mental Illness	169,744	-
Norwood	60,000	-
Jewish Women's Aid	50,000	-
World Jewish Relief	-	250,000
Institute for Jewish Policy Research	-	190,000
Pillar Foundation	117,980	126,732
JW3	-	100,000
Social Finance	-	80,300
Rabbi Sacks Legacy Trust	-	50,000
JDC	-	36,917
Individual grants of less than £50,000	336,516	395,600
Earlier grants part-returned or cancelled	(30,000)	(3,792)
	<u>1,557,787</u>	<u>1,225,757</u>
Total grants	<u>6,033,085</u>	<u>6,689,734</u>

In 2022 the Rothchild Foundation Hanadiv Europe received a restricted donation of £810,376 from Yad Hanadiv, a Rothschild family foundation, which was fully expended during the year according to the grantor's wishes.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

4. Resources Expended

a) 2023

	Grants	Other Activities	Investment Costs	Support & Admin Costs	Governance Costs	Total 2023
	£	£	£	£	£	£
Investment Management	-	-	792,532	62,626	-	855,158
Charitable Expenditure						
Unrestricted Fund						
Academic Jewish Studies	1,062,611	15,667	-	172,631	4,448	1,255,357
Culture and Heritage	2,193,914	88,663	-	365,438	9,416	2,657,431
Education and Research	468,773	345,775	-	130,409	3,360	948,317
National Library of Israel	750,000	-	-	120,074	3,094	873,168
Community Welfare	1,557,787	-	-	249,399	6,426	1,813,612
	6,033,085	450,105	792,532	1,100,577	26,744	8,403,043

Note 3.

4. Resources Expended

b) 2022

	Grants	Other Activities	Investment Costs	Support & Admin Costs	Governance Costs	Total 2022
	£	£	£	£	£	£
Investment Management	-	-	742,863	49,560	-	792,423
Charitable Expenditure						
Unrestricted Fund						
Academic Jewish Studies	1,204,309	14,550	-	152,525	3,165	1,374,549
Culture and Heritage	2,303,104	205,226	-	413,663	8,582	2,930,575
Education and Research	609,220	293,077	-	112,911	2,343	1,017,551
National Library of Israel	550,000	-	-	68,825	1,428	620,253
Community Welfare	1,225,757	-	-	153,388	3,182	1,382,327
Restricted Fund						
Culture and Heritage	797,344	-	-	13,032	-	810,376
	6,689,734	512,853	742,863	963,904	18,700	8,928,054

Note 3.

Support costs have been allocated pro-rata to grants and other activities for each programme. Administration costs have been allocated based on the amount of time allocated to each activity.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

5. Administration costs include:	2023	2022
	£	£
Auditors' remuneration(incl.VAT)	26,744	18,700
Depreciation	<u>2,528</u>	<u>2,843</u>

6. Staff Costs	2023	2022
	£	£
Wages and salaries	443,311	394,519
National Insurance	60,398	54,141
Pensions	71,941	58,602
Life Insurance	<u>5,064</u>	<u>5,591</u>
	<u>580,714</u>	<u>512,853</u>

The number of employees whose emoluments as defined for taxation purposes amounted to over £60,000 in the year was as follows:

	Number	Number
	2023	2022
£70,001 - £80,000	1	-
£150,001 - £160,000	-	1
£160,001 - £170,000	1	-

	2023	2022
	£	£
Total benefits paid to key management personnel	<u>207,576</u>	<u>187,752</u>

The average number of employees, calculated on an average head count basis, analysed by function was:

	Number	Number
	2023	2022
Charitable activities	5	5
Management and administration	<u>1</u>	<u>1</u>

7. Related Party Transactions

During the year, the trustees received payments in reimbursement of travel expenses of £7,759 (2022: £nil) and they did not receive any remuneration (2022: £nil).

The Foundation rents the office premises at 14 St James's Place, London, from entities of which the President was a trustee. In 2023 the rent, rates and service charges amounted to £119,857 (2022: £93,786). The property costs were reviewed by an independent expert and found to be reasonable and at normal market rates.

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

8. Tangible Fixed Assets

Office furniture, equipment and motor vehicles at cost	£
At 1st January 2023	48,018
At 31st December 2023	<u>48,018</u>
Depreciation	
At 1st January 2023	45,490
Charge for the year	<u>2,528</u>
At 31st December 2023	<u>48,018</u>
Net book value at 31 December 2023	-
Net book value at 31 December 2022	<u>2,528</u>

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

9. Investments	31-Dec 2023	31-Dec 2022
	£	£
Quoted securities		
Market value as at start of year	74,603	1,490,924
Investment purchases	-	-
Disposal proceeds	-	(1,272,654)
Net investment gains	<u>(11,485)</u>	<u>(143,667)</u>
Market value as at end of year	63,118	74,603
Unquoted investments		
Valuation at start of year	48,969,401	43,222,067
Investment purchases	7,571,092	10,052,039
Investment distributions	(4,993,931)	(5,856,428)
Trustees' revaluation	<u>(4,582,537)</u>	<u>1,551,723</u>
Valuation as at end of year	46,964,025	48,969,401
Multi-asset funds		
Valuation at start of year	83,970,867	99,235,782
Investment distributions	(8,525,000)	(11,000,000)
Trustees' revaluation	<u>6,216,072</u>	<u>(4,264,915)</u>
Valuation as at end of year	81,661,939	83,970,867
Quoted securities and unquoted investments	47,027,143	49,044,004
Multi-asset funds	81,661,939	83,970,867
Derivative financial instruments	536,455	571,700
Sales for future settlement	139,843	-
Purchases for future settlement	98,186	-
Cash and equivalents	<u>2,843,987</u>	<u>5,289,051</u>
Total investments	<u>132,307,553</u>	<u>138,875,622</u>
Historical cost	<u>75,828,853</u>	<u>79,367,509</u>

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

9. Investments (continued)

	Market Value		Investment income	
	2023	2022	2023	2022
	£	£	£	£
Overseas investments	7,139	8,632	-	-
Quoted securities	45,174,249	48,588,655	90,850	155,326
Unquoted investments	81,661,939	83,970,867	-	-
Multi-asset funds	536,455	571,700	-	-
Derivative financial instruments	139,843	-	-	-
Sales for future settlement	98,186	-	-	-
Purchases for future settlement	2,843,987	5,289,051	105,495	26,074
Cash and equivalents	130,461,798	138,428,905	196,345	181,400
UK quoted investments	55,979	65,971	-	-
UK unquoted investments	1,789,776	380,746	8,911	12,252
	132,307,553	138,875,622	205,256	193,652
Total income from investments			205,256	193,652

10. Material Investments

Investments material in the context of the market value of investments held at the balance sheet date:

	2023	2023	2022	2022
	£	%	£	%
WHAM Endowment Fund	81,661,939	61.70%	83,970,869	60.46%

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

11. Creditors falling due in more than one year

	2023 £	2022 £
Grants payable		
Within 1-2 years	752,419	628,622
Within 2-5 years	185,096	173,450
	<u>937,515</u>	<u>802,072</u>

12. Reconciliation of historical cost assets and liabilities

	2023 £	2022 £
Fixed assets	-	2,528
Historical cost of investments	75,828,853	79,367,509
Net current liabilities	(4,395,398)	(3,599,692)
Creditors falling due in more than one year	<u>(185,096)</u>	<u>(802,072)</u>
	<u>71,248,359</u>	<u>74,968,273</u>
Expendable endowment fund – historical cost	<u>71,248,359</u>	<u>74,968,273</u>

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

13. Allocation of Assets

a) 2023

	Expendable endowment fund 2023 £	Unrestricted income fund 2023 £	Total 2023 £
Investments	132,307,553	-	132,307,553
Bank balances	-	19,861	19,861
Other current assets	-	122,358	122,358
Liabilities	-	(4,722,713)	(4,722,713)
Interfund balance	(4,580,494)	4,580,494	-
	127,727,059	-	127,727,059

b) 2022

	Expendable endowment fund 2022 £	Unrestricted income fund 2022 £	Total 2022 £
Fixed assets	-	2,528	2,528
Investments	138,875,622	-	138,875,622
Bank balances	-	24,044	24,044
Other current assets	-	126,521	126,521
Liabilities	-	(4,552,329)	(4,552,329)
Interfund balance	(4,399,236)	4,399,236	-
	134,476,386	-	134,476,386

ROTHSCHILD FOUNDATION (HANADIV) EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (continued)

14. Financial commitments

As at the balance sheet date the Foundation had capital commitments in respect of investments in limited partnerships amounting to £16,398,983 (31 December 2022: £11,574,362). The Foundation also had commitments in respect of grant funding amounting to £1,885,835 at year end (2022: £3,472,901), which have not been recognised as liabilities in these accounts because they relate to funding offered for future years that is subject to a substantive annual review by the trustees.

In October 2021 the Foundation entered into a two-year operating lease of office premises at 14 St James's Place, London. As of 31st December 2023, the Foundation had a rent commitment of £nil payable within a year (2022: £55,438 within 1-2 years).