

CHARITY REGISTRATION NUMBER: 1102997

The Heritage Foundation
Unaudited Financial Statements
31 January 2024

The Heritage Foundation
Financial Statements
Year ended 31 January 2024

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The Heritage Foundation
Trustees' Annual Report
Year ended 31 January 2024

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 January 2024.

Reference and administrative details

Registered charity name The Heritage Foundation
Charity registration number 1102997
Principal office 31 Bethune Road
 London
 N16 5DA

The trustees

Mr J Reichman
 Mrs M Frankel
 Mrs S Reichman

Independent examiner Benny Brenig FCA
 Cohen Arnold
 New Burlington House
 1075 Finchley Road
 London
 NW11 0PU

Structure, governance and management

The charity is governed by a Trust Deed dated 19th February 2004.

The Trust Deed provides for a minimum of three trustees. Where there is a requirement for new trustees, these would be identified and appointed by the existing trustees. New Trustees are inducted into the workings of the Charity by the existing Trustees and are given access to the Charity Commission publications.

Objectives and activities

The objectives of the charity are:

- (a) The advancement of Jewish religious education in accordance with Orthodox tenets of the Jewish religion.
- (b) The advancement of religion in accordance with the Orthodox Jewish faith.
- (c) The relief of poverty and sickness in particular but not exclusively to persons professing the Orthodox Jewish faith.
- (d) Such other charitable purpose as the Trustees may from time to time authorise.

The charity accepts applications for grants from representatives of Orthodox Jewish charities, which are reviewed by the trustees on a regular basis.

The charity aims to make distributions to those organisations that fall within the objectives of the charity.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

The Heritage Foundation
Trustees' Annual Report *(continued)*
Year ended 31 January 2024

Achievements and performance

During the year the Charity made donations totalling £215,395 (2023 - £125,410) to Charities whose aims are to relieve poverty amongst the Jewish Community and to further Jewish religion and education.

Financial review

The financial results of the Charity for the period are fully reflected in the attached Financial Statements together with the Notes thereon.

Grant making policy

The Trustees are approached for donations by a variety of charitable institutions. The Trustees consider all requests which they receive and make donations based on the level of funds available and in accordance with the objectives of the charity.

Reserves policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which the Trustees think appropriate after considering the future commitments of the charity and the likely administrative costs of the charity for the next year. As at the year end the Charity had £2,793,390 Unrestricted Funds, of which £1,810,622 was freely available. The balance was invested in fixed asset investments.

Risk management

The Trustees have identified and reviewed the major risks to which the Trust is exposed, in particular those relating to the operations and finance of the Trust, and are satisfied that systems are in place to mitigate those risks.

Financial risk management and policy

The charity holds or issues financial instruments in order to achieve three main objectives being:

- a) to finance its operations
- b) to manage its exposure to interest and currency risks arising from operations and from its sources of finance; and
- c) for generating funds.

In addition various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the charities operations.

The Heritage Foundation
Trustees' Annual Report *(continued)*
Year ended 31 January 2024

Financial review *(continued)*

Credit risk

The charity monitors credit risk closely and considers that its current policies of credit risk checks meets its objectives of managing exposure to credit risk. The charity has no significant concentrations of credit risk. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event other parties fail to perform their obligations under the financial instruments. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed

Investment powers and restrictions

In accordance with the trust deed, the charity has the power to make any investment which the trustees see fit. The trustees regularly review the charity's position and needs in respect of the investment policy.

Plans for future periods

The charity plans continuing the activities outlined above in the forthcoming years subject to satisfactory incoming resources.

28/11/2024

The trustees' annual report was approved on and signed on behalf of the board of trustees by:

DocuSigned by:

9E761488030C40A...
Mr J Reichman
Trustee

The Heritage Foundation
Independent Examiner's Report to the Trustees of The Heritage Foundation
Year ended 31 January 2024

I report to the trustees on my examination of the financial statements of The Heritage Foundation ('the charity') for the year ended 31 January 2024.

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 Act').

I report in respect of my examination of the charity's financial statements 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.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 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 accounts to be reached.

DocuSigned by:

DOE8FC084185497...

Benny Brenig FCA
Cohen Arnold
Independent Examiner

New Burlington House
1075 Finchley Road
London
NW11 0PU

28/11/2024

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The Heritage Foundation
Statement of Financial Activities
Year ended 31 January 2024

		2024		2023
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	—	—	250,000
Investment income	5	192,665	192,665	197,022
Other income	6	—	—	10,887
Total income		<u>192,665</u>	<u>192,665</u>	<u>457,909</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	(82,082)	(82,082)	(50,427)
Expenditure on charitable activities	8,9	(222,790)	(222,790)	(130,403)
Total expenditure		<u>(304,872)</u>	<u>(304,872)</u>	<u>(180,830)</u>
Net (expenditure)/income and net movement in funds		<u>(112,207)</u>	<u>(112,207)</u>	<u>277,079</u>
Reconciliation of funds				
Total funds brought forward		2,905,597	2,905,597	2,628,518
Total funds carried forward		<u>2,793,390</u>	<u>2,793,390</u>	<u>2,905,597</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 12 form part of these financial statements.

The Heritage Foundation
Statement of Financial Position
31 January 2024

		2024		2023	
	Note	£	£	£	£
Fixed assets					
Investments	16		2,000,000		2,000,000
Current assets					
Debtors	17	640,194		194	
Cash at bank and in hand		<u>1,293,466</u>		<u>2,083,785</u>	
		1,933,660		2,083,979	
Creditors: amounts falling due within one year	18	<u>(123,038)</u>		<u>(138,102)</u>	
Net current assets			<u>1,810,622</u>		<u>1,945,877</u>
Total assets less current liabilities			<u>3,810,622</u>		<u>3,945,877</u>
Creditors: amounts falling due after more than one year	19		<u>(1,017,232)</u>		<u>(1,040,280)</u>
Net assets			<u><u>2,793,390</u></u>		<u><u>2,905,597</u></u>
Funds of the charity					
Unrestricted funds			<u>2,793,390</u>		<u>2,905,597</u>
Total charity funds	20		<u><u>2,793,390</u></u>		<u><u>2,905,597</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 28/11/2024....., and are signed on behalf of the board by:

DocuSigned by:

 9E76148B030C40A...
Mr J Reichman
 Trustee

The notes on pages 7 to 12 form part of these financial statements.

The Heritage Foundation
Notes to the Financial Statements
Year ended 31 January 2024

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 31 Bethune Road, London, N16 5DA.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

Judgements and estimates made by the trustees, in the application of these accounting policies have significant effect on the financial statements as follows:

i. Property valuations

The valuation of the charity's property portfolio is inherently subjective, depending on many factors, including the individual nature of each property, its location and expected future net rental values, market yields and comparable market transactions. Therefore the valuations are subject to a degree of uncertainty and are made on the basis of assumptions which may not prove to be accurate, particularly in periods of difficult market or economic conditions.

ii. Trade debtors

Management uses details of the age of trade debtors and the status of any disputes together with external evidence of the credit status of the counterparty in making judgements concerning any need to impair the carrying values.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

The Heritage Foundation
Notes to the Financial Statements *(continued)*
Year ended 31 January 2024

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. Income from donations or grants is recognised on receipt.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in the Statement of Financial Activities.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	—	—	250,000	250,000

Donations consist of amounts received from an entity connected with the trustees.

The Heritage Foundation
Notes to the Financial Statements *(continued)*
Year ended 31 January 2024

5. Investment income

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Income from investment properties	192,665	192,665	197,020	197,020
Bank interest receivable	—	—	2	2
	<u>192,665</u>	<u>192,665</u>	<u>197,022</u>	<u>197,022</u>

6. Other income

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Foreign exchange gain	—	—	10,887	10,887
	<u>—</u>	<u>—</u>	<u>10,887</u>	<u>10,887</u>

7. Investment management costs

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Investment property management costs	298	298	51	51
Interest payable	81,784	81,784	50,376	50,376
	<u>82,082</u>	<u>82,082</u>	<u>50,427</u>	<u>50,427</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2024	Unrestricted Funds	Total Funds 2023
	£	£	£	£
Grants paid	215,395	215,395	125,410	125,410
Support costs	7,395	7,395	4,993	4,993
	<u>222,790</u>	<u>222,790</u>	<u>130,403</u>	<u>130,403</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2024	Total fund 2023
	£	£	£	£
Grants paid	215,395	—	215,395	125,410
Governance costs	—	7,395	7,395	4,993
	<u>215,395</u>	<u>7,395</u>	<u>222,790</u>	<u>130,403</u>

The Heritage Foundation
Notes to the Financial Statements *(continued)*
Year ended 31 January 2024

10. Analysis of grants

During the year the charity made donations to charitable institutions including:

	£
Reb Shayale's Tzeduke	38,000
The Rehabilitation Trust	15,000
Yeshiva Horomo	10,360
Ben Amram Charitable Trust	10,000
Friends of Eidah Chareidis Orthodox Council of Jerusalem	10,000

Two further donations were made during the period totalling £60,000 for the purpose of the furtherance of religious education. The trustees have applied the exemption from disclosing details of these on the grounds that it could seriously prejudice the furtherance of the purposes of this charity.

11. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2024	2023
	£	£
Foreign exchange differences	<u>4,232</u>	<u>—</u>

12. Auditors remuneration

	2024	2023
	£	£
Fees payable for the audit of the financial statements	<u>—</u>	<u>4,560</u>

13. Independent examination fees

	2024	2023
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,580</u>	<u>—</u>

14. Staff costs

The average head count of employees during the year was Nil (2023: Nil).

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The Heritage Foundation
Notes to the Financial Statements *(continued)*
Year ended 31 January 2024

16. Investments

	Investment properties £
Valuation	
At 1 February 2023 and 31 January 2024	<u>2,000,000</u>
Carrying amount	
At 31 January 2024	<u>2,000,000</u>
At 31 January 2023	<u>2,000,000</u>

All investments shown above are held at valuation.

Investment properties

The Charity's investment property was valued by the trustees based on the trustees' understanding of property market conditions and the specific properties concerned using a sales valuation approach, derived from recent comparable transactions on the market, adjusted by applying discounts to reflect status of occupation and condition.

The historical cost of the charity's investments at at 31 January 2024 was £2,021,169.

17. Debtors

	2024 £	2023 £
Trade debtors	194	194
Other debtors	<u>640,000</u>	<u>—</u>
	<u>640,194</u>	<u>194</u>

Other debtors represent an amount due from The Landmark Benevolent Foundation, a charity of whom some of the trustees are among the trustees of this charity. The loan was repaid after the year end.

18. Creditors: amounts falling due within one year

	2024 £	2023 £
Bank loans and overdrafts	40,000	40,000
Accruals and deferred income	10,526	15,062
Social security and other taxes	6,589	8,350
Other creditors	<u>65,923</u>	<u>74,690</u>
	<u>123,038</u>	<u>138,102</u>

19. Creditors: amounts falling due after more than one year

	2024 £	2023 £
Bank loans and overdrafts	<u>1,017,232</u>	<u>1,040,280</u>

The Heritage Foundation
Notes to the Financial Statements *(continued)*
Year ended 31 January 2024

20. Analysis of charitable funds**Unrestricted funds**

	At 1 February 2023 £	Income £	Expenditure £	At 31 January 2024 £
General funds	<u>2,905,597</u>	<u>192,665</u>	<u>(304,872)</u>	<u>2,793,390</u>
	At 1 February 2022 £	Income £	Expenditure £	At 31 January 2023 £
General funds	<u>2,628,518</u>	<u>457,909</u>	<u>(180,830)</u>	<u>2,905,597</u>

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2024 £
Investments	2,000,000	2,000,000
Current assets	1,933,660	1,933,660
Creditors less than 1 year	(123,038)	(123,038)
Creditors greater than 1 year	<u>(1,017,232)</u>	<u>(1,017,232)</u>
Net assets	<u>2,793,390</u>	<u>2,793,390</u>
	Unrestricted Funds £	Total Funds 2023 £
Investments	2,000,000	2,000,000
Current assets	2,083,979	2,083,979
Creditors less than 1 year	(138,102)	(138,102)
Creditors greater than 1 year	<u>(1,040,280)</u>	<u>(1,040,280)</u>
Net assets	<u>2,905,597</u>	<u>2,905,597</u>

22. Related parties

All transactions with related parties have been disclosed in the notes to the accounts.