

GEFEN FOUNDATION

England & Wales · Charity number 1104831

Details

Status Registered

Legal form Charitable company

Company number [05117797](#)

Registered 2004-07-09

Register [View on the Charity Commission register](#)

Contact

Address 6 Brantwood Road
Salford
M7 4FL

Phone 0161 772 0099

Activities

Objects: (I) THE RELIEF OF POVERTY AMONG THE ELDERLY OR PERSONS IN CONDITIONS OF NEED, HARDSHIP OR DISTRESS IN THE JEWISH COMMUNITY (II) THE ADVANCEMENT OF THE ORTHODOX JEWISH RELIGION (III) THE ADVANCEMENT OF EDUCATION ACCORDING TO THE TENETS OF THE ORTHODOX JEWISH FAITH

Activities: To pursue the objects of the charity with all the resources available to the charity.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities
- **Who:** Children/young People, Elderly/old People, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** NOR DEFINED
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-05-31	£372,818	£323,867	-	-
2024-05-31	£385,435	£360,170	-	-
2023-05-31	£425,576	£358,531	-	-
2022-05-31	£300,050	£474,927	-	-
2021-05-31	£337,092	£340,326	-	-

Trustees

Name	Role	Appointed
ALIZA NEUMANN		
ARNOLD HENRY		
HENRY NEUMANN		

Accounts

COMPANY REGISTRATION NUMBER: 5117797
CHARITY REGISTRATION NUMBER: 1104831

Gefen Foundation
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2025

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2025

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Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2025

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2025.

Reference and administrative details

Registered charity name Gefen Foundation

Charity registration number 1104831

Company registration number 5117797

Principal office and registered office 2nd Floor Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

The trustees A Henry
H Neumann
Mrs A Neumann

Company secretary A Henry

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2025

Structure, governance and management

Gefen Foundation is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 04 May 2004 as a company and the company number is 5117797. It was registered as a charity on 09 July 2004 with a charity number 1104831.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mr A Henry on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2025

Objectives and activities

The objects of the charity are the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community; the advancement of the Orthodox Jewish Religion and the advancement of education according to the tenets of the Orthodox Jewish Faith.

Public benefit

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

Grant making policy

The charity is funded by donations and investments. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2025

Achievements and performance

The charity received £285,562 (2024: £344,467) in donations during the year as well as £87,256 (2024: £40,968) in investment and rental income.

Investment management costs amounted to £38,839 (2024: £40,710) owing mainly to necessary work required on the investment property owned by the charity.

The charity has governance costs comprising professional fees.

All other office costs are borne by a local benefactor and the trustees wish to record their appreciation to the benefactor for the free use of their offices.

The charity paid out £279,680 (2024: £319,460) by way of grants and support costs that are in line with the objects of the charity. Grants over £1,000 made during the year to institutions are as detailed in the accounts. The grants have been categorised for ease of reference and a full list of grants is available upon a written request to the trustees.

There were no fundraising costs during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was an overall net income and net movement in funds for the year amounting to £48,951 (2024: £25,265).

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2025

Financial review

Investment performance

The investments of the charity have provided an overall gross return of 7% (2023: 4.8%) in the year.

The trustees consider this acceptable when compared with returns available on deposits in any of the banking institutions. The investment returns have been consistent for a number of years and are not at the expense of any exposure of loan to value covenants that would put these investments at risk.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being the current assets of the charity.

The trustees have considered the fair value of the investment property taking into account the loan to value of the properties where applicable. The trustees consider the holding value to be the fair value.

The trustees are delighted to have made many valuable contributions to the community as a result of this income and hope to be able to do so for many years to come.

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future years' expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

The free reserves, being the net current liabilities of the charity, amounted to £456,465 (2024: £492,730), all of which are unrestricted. Total funds of the charity were £32,260 in deficit (2024: (£81,211)). There are no material uncertainties about the charity's ability to continue as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

The trustees' annual report and the strategic report were approved on 24 February 2026 and signed on behalf of the board of trustees by:

H Neumann
Trustee

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation

Year ended 31 May 2025

I report to the trustees on my examination of the financial statements of Gefen Foundation ('the charity') for the year ended 31 May 2025.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation *(continued)*

Year ended 31 May 2025

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.

Mr Howard Schwalbe ACA
Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

24 February 2026

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 May 2025

		2025		2024
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
Income and endowments				
Donations and legacies	5	285,562	285,562	344,467
Investment income	6	87,256	87,256	40,968
Total income		372,818	372,818	385,435
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	38,839	38,839	40,710
Expenditure on charitable activities	8,9	285,028	285,028	319,460
Total expenditure		323,867	323,867	360,170
Net income and net movement in funds		48,951	48,951	25,265
Reconciliation of funds				
Total funds brought forward		(81,211)	(81,211)	(106,476)
Total funds carried forward		(32,260)	(32,260)	(81,211)

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 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position

31 May 2025

	Note	2025 £	2024 £
Fixed assets			
Investments	15	586,827	583,827
Current assets			
Debtors	16	16,470	10,075
Cash at bank and in hand		12,728	12,700
		<u>29,198</u>	<u>22,775</u>
Creditors: amounts falling due within one year	17	<u>485,663</u>	515,505
Net current liabilities		<u>456,465</u>	492,730
Total assets less current liabilities		<u>130,362</u>	91,097
Creditors: amounts falling due after more than one year	18	<u>162,622</u>	172,308
Net liabilities		<u>(32,260)</u>	<u>(81,211)</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		23,220	23,220
Other unrestricted income funds		(55,480)	(104,431)
Total unrestricted funds		<u>(32,260)</u>	<u>(81,211)</u>
Total charity funds	19	<u>(32,260)</u>	<u>(81,211)</u>

For the year ending 31 May 2025 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 May 2025

These financial statements were approved by the board of trustees and authorised for issue on 24 February 2026, and are signed on behalf of the board by:

H Neumann
Trustee

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2025

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

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 Companies Act 2006.

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 as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Fair value

Debtors and creditors are fairly stated.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the investment property valuation.

Taxation

Gefen Foundation is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are 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. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

3. Accounting policies *(continued)*

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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

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 income or expenditure.

If a reliable measure of fair value is no longer available for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably the cost model will be adopted.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

3. Accounting policies *(continued)*

Investments in associates *(continued)*

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Gefen Foundation is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Donations				
Donations	285,562	285,562	344,467	344,467

6. Investment income

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Income from investment properties	87,256	87,256	40,968	40,968

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

7. Investment management costs

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Interest payable	11,550	11,550	11,947	11,947
Property repairs and maintenance charges	27,289	27,289	28,763	28,763
	<u>38,839</u>	<u>38,839</u>	<u>40,710</u>	<u>40,710</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Charitable grants	279,680	279,680	314,979	314,979
Support costs	5,348	5,348	4,481	4,481
	<u>285,028</u>	<u>285,028</u>	<u>319,460</u>	<u>319,460</u>

9. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2025 £	Total fund 2024 £
Charitable grants	279,680	487	280,167	315,500
Governance costs	—	4,861	4,861	3,960
	<u>279,680</u>	<u>5,348</u>	<u>285,028</u>	<u>319,460</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2025 £	Total 2024 £
General office	488	488	522
Governance costs	4,860	4,860	3,960
	<u>5,348</u>	<u>5,348</u>	<u>4,482</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

11. Analysis of grants

	2025 £	2024 £
Grants to institutions		
Asser Bishvil	30,000	19,500
B C G C T	500	22,500
Choimel Dalim	15,000	11,250
Community Projects	61,450	69,674
Format C T	5,000	5,000
Friends Of Asos Chesed	15,000	5,000
Ahavas Shalom Trust	10,000	15,000
Kol Yom Trust	6,000	20,945
Relief Of Poverty	62,680	10,750
Schools	9,500	8,700
T T T	24,250	49,000
Chareidim Beis Shaymesh	7,500	15,000
Yeshivas and Seminaries	5,000	8,500
M H Trust	10,500	9,500
Shaykel Esuh	13,500	18,500
Success Stories	2,500	10,000
Grants under £1,000	1,300	16,160
	<u>279,680</u>	<u>314,979</u>
Total grants	<u>279,680</u>	<u>314,979</u>

12. Independent examination fees

	2025 £	2024 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>3,960</u>	<u>3,960</u>

13. Staff costs

The average head count of employees during the year was Nil (2024: Nil).

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

14. Trustee remuneration and expenses

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

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

15. Investments

	Investment properties £
Cost or valuation	
At 1 June 2024	583,827
Additions	3,000
At 31 May 2025	586,827
Impairment	
At 1 June 2024 and 31 May 2025	
Carrying amount	
At 31 May 2025	586,827
At 31 May 2024	583,827

All investments shown above are held at valuation.

Investment properties

Investments properties comprise investments made in various UK properties where the share ranges from 25% to 50%.

The trustees believe these assets to be jointly controlled operations as there is no legal or financial structure. The investments are held jointly with Ner Foundation and are accounted for in line with Section 15.6 and 15.7 of FRS 102.

Valuation of UK investment property is fair value in the opinion of the trustees.

16. Debtors

	2025 £	2024 £
Other debtors	16,470	10,075

17. Creditors: amounts falling due within one year

	2025 £	2024 £
Bank loans and overdrafts	8,915	8,146
Accruals and deferred income	3,960	3,960
Director loan accounts	472,788	503,399
	485,663	515,505

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

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

	2025 £	2024 £
Bank loans and overdrafts	<u>162,622</u>	<u>172,308</u>

The bank loans and overdrafts are secured on the investment property of the charity.

19. Analysis of charitable funds

Unrestricted funds

	At 1 June 2024 £	Income £	Expenditure £	At 31 May 2025 £
General funds	(104,431)	372,818	(323,867)	(55,480)
Revaluation reserve	23,220	—	—	23,220
	<u>(81,211)</u>	<u>372,818</u>	<u>(323,867)</u>	<u>(32,260)</u>

	At 1 June 2023 £	Income £	Expenditure £	At 31 May 2024 £
General funds	(129,696)	385,435	(360,170)	(104,431)
Revaluation reserve	23,220	—	—	23,220
	<u>(106,476)</u>	<u>385,435</u>	<u>(360,170)</u>	<u>(81,211)</u>

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2025 £
Investments	586,827	586,827
Current assets	29,198	29,198
Creditors less than 1 year	(485,663)	(485,663)
Creditors greater than 1 year	(162,622)	(162,622)
Net liabilities	<u>(32,260)</u>	<u>(32,260)</u>

	Unrestricted Funds £	Total Funds 2024 £
Investments	583,827	583,827
Current assets	22,775	22,775
Creditors less than 1 year	(515,505)	(515,505)
Creditors greater than 1 year	(172,308)	(172,308)
Net liabilities	<u>(81,211)</u>	<u>(81,211)</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2025

21. Related parties

Mr H Neumann and Mrs A Neumann, trustees of Gefen Foundation, lent and were repaid various sums during the year to and from the charity. The aggregate balance owing to them at the year end amounted to £472,788 (2024: £503,399) on an interest free basis.

Mr H Neumann donated £158,315 (2024: £144,683) to the charity during the year.

Cheltenham Land Securities Limited and Lenrock Limited are companies for which Mr A Henry and Mr H Neumann are directors and shareholders. The companies donated £58,500 to Gefen Foundation during the year.

Mr A Henry and Mr H Neumann are also trustees of Beauland Ltd. During the year Beauland Ltd donated £20,000 to Gefen Foundation.

Gefen Foundation owns various properties equally with Ner Foundation, a UK charity. Mr A Henry and Mr H Neumann are trustees of both Gefen Foundation and Ner Foundation.

GEFEN FOUNDATION

England & Wales - Charity number 1104831

Accounts

COMPANY REGISTRATION NUMBER: 5117797
CHARITY REGISTRATION NUMBER: 1104831

Gefen Foundation
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2024

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2024

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Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2024

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2024.

Reference and administrative details

Registered charity name	Gefen Foundation
Charity registration number	1104831
Company registration number	5117797
Principal office and registered office	2nd Floor Parkgates Bury New Road Prestwich Manchester M25 0TL
The trustees	A Henry H Neumann Mrs A Neumann
Company secretary	A Henry
Independent examiner	Mr Howard Schwalbe ACA 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2024

Structure, governance and management

Gefen Foundation is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 04 May 2004 as a company and the company number is 5117797. It was registered as a charity on 09 July 2004 with a charity number 1104831.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mr A Henry on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2024

Objectives and activities

The objects of the charity are the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community; the advancement of the Orthodox Jewish Religion and the advancement of education according to the tenets of the Orthodox Jewish Faith.

Public benefit

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

Grant making policy

The charity is funded by donations and investments. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2024

Achievements and performance

The charity received £344,467 (2023: £287,773) in donations during the year as well as £40,968 (2023: £27,803) in investment and rental income.

Investment management costs amounted to £40,710 (2023: £32,696) owing mainly to necessary work required on the investment property owned by the charity.

The charity has governance costs comprising professional fees.

All other office costs are borne by a local benefactor and the trustees wish to record their appreciation to the benefactor for the free use of their offices.

The charity paid out £319,460 (2023: £325,835) by way of grants and support costs that are in line with the objects of the charity. Grants over £1,000 made during the year to institutions are as detailed in the accounts. The grants have been categorised for ease of reference and a full list of grants is available upon a written request to the trustees.

There were no fundraising costs during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was an overall net income and net movement in funds for the year amounting to £25,265 (2023: (£152,955)).

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2024

Financial review

Investment performance

The investments of the charity have provided an overall gross return of 7% (2023: 4.8%) in the year.

The trustees consider this acceptable when compared with returns available on deposits in any of the banking institutions. The investment returns have been consistent for a number of years and are not at the expense of any exposure of loan to value covenants that would put these investments at risk.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being the current assets of the charity.

The trustees have considered the fair value of the investment property taking into account the loan to value of the properties where applicable. The trustees consider the holding value to be the fair value.

The trustees are delighted to have made many valuable contributions to the community as a result of this income and hope to be able to do so for many years to come.

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future years' expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

The free reserves, being the net current liabilities of the charity, amounted to £492,730 (2023: £510,062), all of which are unrestricted. There are no material uncertainties about the charity's ability to continue as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

The trustees' annual report and the strategic report were approved on 28 February 2025 and signed on behalf of the board of trustees by:

H Neumann
Trustee

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation

Year ended 31 May 2024

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

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation *(continued)*

Year ended 31 May 2024

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.

Mr Howard Schwalbe ACA
Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

28 February 2025

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 May 2024

		2024		2023
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	344,467	344,467	287,773
Investment income	6	40,968	40,968	137,803
Total income		<u>385,435</u>	<u>385,435</u>	<u>425,576</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	40,710	40,710	32,696
Expenditure on charitable activities	8,9	319,460	319,460	325,835
Total expenditure		<u>360,170</u>	<u>360,170</u>	<u>358,531</u>
Net losses on investments	12	–	–	(220,000)
Net income/(expenditure) and net movement in funds		<u>25,265</u>	<u>25,265</u>	<u>(152,955)</u>
Reconciliation of funds				
Total funds brought forward		(106,476)	(106,476)	46,479
Total funds carried forward		<u>(81,211)</u>	<u>(81,211)</u>	<u>(106,476)</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 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position

31 May 2024

	Note	2024 £	2023 £
Fixed assets			
Investments	16	583,827	583,827
Current assets			
Debtors	17	10,075	(12,319)
Cash at bank and in hand		12,700	26,781
		<u>22,775</u>	<u>14,462</u>
Creditors: amounts falling due within one year	18	<u>515,505</u>	<u>524,524</u>
Net current liabilities		<u>492,730</u>	<u>510,062</u>
Total assets less current liabilities		<u>91,097</u>	<u>73,765</u>
Creditors: amounts falling due after more than one year	19	<u>172,308</u>	<u>180,241</u>
Net liabilities		<u>(81,211)</u>	<u>(106,476)</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		23,220	23,220
Other unrestricted income funds		(104,431)	(129,696)
Total unrestricted funds		<u>(81,211)</u>	<u>(106,476)</u>
Total charity funds	20	<u>(81,211)</u>	<u>(106,476)</u>

For the year ending 31 May 2024 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 May 2024

These financial statements were approved by the board of trustees and authorised for issue on 28 February 2025, and are signed on behalf of the board by:

H Neumann
Trustee

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

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 Companies Act 2006.

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 as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Fair value

Debtors and creditors are fairly stated.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the investment property valuation.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

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 income or expenditure.

If a reliable measure of fair value is no longer available for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Gefen Foundation is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	344,467	344,467	287,773	287,773

6. Investment income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Income from investment properties	40,968	40,968	27,803	27,803
Other investing activities	–	–	110,000	110,000
	<u>40,968</u>	<u>40,968</u>	<u>137,803</u>	<u>137,803</u>

7. Investment management costs

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Interest payable	11,947	11,947	8,956	8,956
Property repairs and maintenance charges	28,763	28,763	23,740	23,740
	<u>40,710</u>	<u>40,710</u>	<u>32,696</u>	<u>32,696</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Charitable grants	314,979	314,979	319,470	319,470
Support costs	4,481	4,481	6,365	6,365
	<u>319,460</u>	<u>319,460</u>	<u>325,835</u>	<u>325,835</u>

9. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2024 £	Total fund 2023 £
Charitable grants	314,979	521	315,500	320,076
Governance costs	–	3,960	3,960	5,759
	<u>314,979</u>	<u>4,481</u>	<u>319,460</u>	<u>325,835</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2024 £	Total 2023 £
General office	522	522	606
Governance costs	3,960	3,960	5,759
	<u>4,482</u>	<u>4,482</u>	<u>6,365</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

11. Analysis of grants

	2024 £	2023 £
Grants to institutions		
Asser Bishvil	19,500	22,000
B C G C T	22,500	5,000
Choimel Dalim	11,250	7,500
Community Projects	69,674	110,250
Edu poor	–	17,000
Format C T	5,000	15,000
Friends Of Asos Chesed	5,000	20,000
Ahavas Shalom Trust	15,000	–
Kol Yom Trust	20,945	14,600
Relief Of Poverty	10,750	18,000
Schools	8,700	16,370
T T T	49,000	20,000
Chareidim Beis Shaymesh	15,000	–
Yeshivas and Seminaries	8,500	46,960
M H Trust	9,500	–
Shaykel Esuh	18,500	–
Success Stories	10,000	–
Grants under £1,000	16,160	6,790
	<u>314,979</u>	<u>319,470</u>
Total grants	<u>314,979</u>	<u>319,470</u>

12. Net losses on investments

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Gains/(losses) on investment property	–	–	(220,000)	(220,000)

13. Independent examination fees

	2024 £	2023 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	3,960	3,960
Other financial services	–	1,800
	<u>3,960</u>	<u>5,760</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).

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

15. Trustee remuneration and expenses

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

16. Investments

	Investment properties £
Cost or valuation At 1 June 2023 and 31 May 2024	583,827
Impairment At 1 June 2023 and 31 May 2024	
Carrying amount At 31 May 2024	583,827
At 31 May 2023	583,827

All investments shown above are held at valuation.

Investment properties

Investments properties comprise investments made in various UK properties where the share ranges from 25% to 50%.

The trustees believe these assets to be jointly controlled operations as there is no legal or financial structure. The investments are held jointly with Ner Foundation and are accounted for in line with Section 15.6 and 15.7 of FRS 102.

Valuation of UK investment property is fair value in the opinion of the trustees.

17. Debtors

	2024 £	2023 £
Other debtors	10,075	(12,319)

18. Creditors: amounts falling due within one year

	2024 £	2023 £
Bank loans and overdrafts	8,146	8,544
Accruals and deferred income	3,960	5,760
Director loan accounts	393,399	400,220
Other creditors	110,000	110,000
	515,505	524,524

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

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

	2024	2023
	£	£
Bank loans and overdrafts	<u>172,308</u>	<u>180,241</u>

The bank loans and overdrafts are secured on the investment property of the charity.

20. Analysis of charitable funds

Unrestricted funds

	At 1 June 2023	Income	Expenditure	Gains and losses	At 31 May 2024
	£	£	£	£	£
General funds	(129,696)	385,435	(360,170)	–	(104,431)
Revaluation reserve	23,220	–	–	–	23,220
	<u>(106,476)</u>	<u>385,435</u>	<u>(360,170)</u>	<u>–</u>	<u>(81,211)</u>

	At 1 June 2022	Income	Expenditure	Gains and losses	At 31 May 2023
	£	£	£	£	£
General funds	23,259	425,576	(358,531)	(220,000)	(129,696)
Revaluation reserve	23,220	–	–	–	23,220
	<u>46,479</u>	<u>425,576</u>	<u>(358,531)</u>	<u>(220,000)</u>	<u>(106,476)</u>

21. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Investments	583,827	583,827
Current assets	22,775	22,775
Creditors less than 1 year	(515,505)	(515,505)
Creditors greater than 1 year	(172,308)	(172,308)
Net liabilities	<u>(81,211)</u>	<u>(81,211)</u>

	Unrestricted Funds	Total Funds
	£	£
Investments	583,827	583,827
Current assets	14,461	14,461
Creditors less than 1 year	(524,523)	(524,523)
Creditors greater than 1 year	(180,241)	(180,241)
Net liabilities	<u>(106,476)</u>	<u>(106,476)</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2024

22. Related parties

Mr H Neumann and Mrs A Neumann, trustees of Gefen Foundation, lent and were repaid various sums during the year to and from the charity. The aggregate balance at the year end owing to them amounted to £503,399 (2023: £510,220) on an interest free basis.

Mr H Neumann donated £144,683 (2023: £136,115) to the charity during the year.

Cheltenham Land Securities Limited, a company for which Mr A Henry and Mr H Neumann are directors and shareholders, donated £100,000 to Gefen Foundation during the year.

Gefen Foundation owns various properties equally with Ner Foundation, a UK charity. Mr A Henry and Mr H Neumann are trustees of both Gefen Foundation and Ner Foundation.

23. Taxation

Gefen Foundation is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

COMPANY REGISTRATION NUMBER: 5117797
CHARITY REGISTRATION NUMBER: 1104831

Gefen Foundation
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2023

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2023

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Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2023.

Reference and administrative details

Registered charity name	Gefen Foundation
Charity registration number	1104831
Company registration number	5117797
Principal office and registered office	2nd Floor Parkgates Bury New Road Prestwich Manchester M25 0TL
The trustees	A Henry H Neumann Mrs A Neumann
Company secretary	A Henry
Independent examiner	Mr Howard Schwalbe ACA 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2023

Structure, governance and management

Gefen Foundation is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 04 May 2004 as a company and the company number is 5117797. It was registered as a charity on 09 July 2004 with a charity number 1104831.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mr A Henry on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2023

Objectives and activities

The objects of the charity are the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community; the advancement of the Orthodox Jewish Religion and the advancement of education according to the tenets of the Orthodox Jewish Faith.

Public benefit

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

Grant making policy

The charity is funded by donations and investments. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2023

Achievements and performance

The charity received £287,773 in donations during the year as well as £27,803 in investment and rental income.

Investment management costs amounted to £32,696 owing mainly to necessary work required on the investment property owned by the charity.

The charity has governance costs comprising professional fees.

All other office costs are borne by a local benefactor and the trustees wish to record their appreciation to the benefactor for the free use of their offices.

The charity paid out £325,835 by way of grants and support costs that are in line with the objects of the charity. Grants over £1,000 made during the year to institutions are as detailed in the accounts. The grants have been categorised for ease of reference and a full list of grants is available upon a written request to the trustees.

The charity enabled a local community to purchase a synagogue by purchasing some properties in conjunction with another charity. The purchase was by way of a % of the shares in the company holding the properties. In line with professional advice the properties were sold onto another charity (Ner Foundation). This resulted in a permanent diminution of value of the shares that were subsequently written off. Details of these transactions can be found on the face of the SOFA and in the notes to the accounts.

There were no fundraising costs during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was an overall net expenditure and net movement in funds for the year amounting to £152,955.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2023

Financial review

Investment performance

The investments of the charity have provided an overall gross return of 4.8% in the year.

The trustees consider this acceptable when compared with returns available on deposits in any of the banking institutions. The investment returns have been consistent for a number of years and are not at the expense of any exposure of loan to value covenants that would put these investments at risk.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being the current assets of the charity.

The trustees have considered the fair value of the investment property taking into account the loan to value of the properties where applicable. The trustees consider the holding value to be the fair value.

The trustees are delighted to have made many valuable contributions to the community as a result of this income and hope to be able to do so for many years to come.

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future years' expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

The free reserves, being the net current liabilities of the charity, amounted to £510,062, all of which are unrestricted. There are no material uncertainties about the charity's ability to continue as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

The trustees' annual report and the strategic report were approved on 29 February 2024 and signed on behalf of the board of trustees by:

H Neumann
Trustee

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation

Year ended 31 May 2023

I report to the trustees on my examination of the financial statements of Gefen Foundation ('the charity') for the year ended 31 May 2023.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation *(continued)*

Year ended 31 May 2023

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.

Mr Howard Schwalbe ACA
Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

29 February 2024

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 May 2023

		2023		2022
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	287,773	287,773	275,868
Investment income	6	137,803	137,803	24,182
Total income		<u>425,576</u>	<u>425,576</u>	<u>300,050</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	32,696	32,696	18,569
Expenditure on charitable activities	8,9	325,835	325,835	456,358
Total expenditure		<u>358,531</u>	<u>358,531</u>	<u>474,927</u>
Net losses on investments	12	(220,000)	(220,000)	–
Net expenditure and net movement in funds		<u>(152,955)</u>	<u>(152,955)</u>	<u>(174,877)</u>
Reconciliation of funds				
Total funds brought forward		46,479	46,479	221,356
Total funds carried forward		<u>(106,476)</u>	<u>(106,476)</u>	<u>46,479</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 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position

31 May 2023

	Note	2023 £	2022 £
Fixed assets			
Investments	16	583,827	726,619
Current assets			
Debtors	17	(12,319)	83,320
Cash at bank and in hand		26,781	47,802
		<u>14,462</u>	<u>131,122</u>
Creditors: amounts falling due within one year	18	<u>524,524</u>	<u>623,116</u>
Net current liabilities		<u>510,062</u>	<u>491,994</u>
Total assets less current liabilities		<u>73,765</u>	<u>234,625</u>
Creditors: amounts falling due after more than one year	19	<u>180,241</u>	<u>188,146</u>
Net liabilities		<u>(106,476)</u>	<u>46,479</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		23,220	23,220
Other unrestricted income funds		(129,696)	23,259
Total unrestricted funds		<u>(106,476)</u>	<u>46,479</u>
Total charity funds	20	<u>(106,476)</u>	<u>46,479</u>

For the year ending 31 May 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 May 2023

These financial statements were approved by the board of trustees and authorised for issue on 29 February 2024, and are signed on behalf of the board by:

H Neumann
Trustee

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

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 Companies Act 2006.

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 as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Fair value

Debtors and creditors are fairly stated.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the investment property valuation.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

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 income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Gefen Foundation is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	287,773	287,773	275,868	275,868

6. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Income from investment properties	27,803	27,803	24,182	24,182
Other investing activities	110,000	110,000	—	—
	137,803	137,803	24,182	24,182

7. Investment management costs

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Interest payable	8,956	8,956	4,049	4,049
Property repairs and maintenance charges	23,740	23,740	14,520	14,520
	32,696	32,696	18,569	18,569

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Charitable grants	319,470	319,470	451,855	451,855
Support costs	6,365	6,365	4,503	4,503
	<u>325,835</u>	<u>325,835</u>	<u>456,358</u>	<u>456,358</u>

9. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Charitable grants	319,470	606	320,076	452,398
Governance costs	–	5,759	5,759	3,960
	<u>319,470</u>	<u>6,365</u>	<u>325,835</u>	<u>456,358</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2023 £	Total 2022 £
General office	606	606	543
Governance costs	5,759	5,759	3,960
	<u>6,365</u>	<u>6,365</u>	<u>4,503</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

11. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Asser Bishvil	22,000	19,000
B C G C T	5,000	29,500
Choimel Dalim	7,500	25,000
Community Projects	110,250	153,800
Edupoor	17,000	25,000
Format C T	15,000	22,000
Friends Of Asos Chesed	20,000	33,000
Kol Yom Trust	14,600	–
Relief Of Poverty	18,000	42,500
Schools	16,370	30,700
T T T	20,000	19,500
Yeshivas and Seminaries	46,960	45,110
Grants under £1,000	6,790	6,745
	<u>319,470</u>	<u>451,855</u>
Total grants	<u>319,470</u>	<u>451,855</u>

12. Net losses on investments

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Gains/(losses) on investment property	<u>(220,000)</u>	<u>(220,000)</u>	<u>–</u>	<u>–</u>

13. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	3,960	3,960
Other financial services	1,800	–
	<u>5,760</u>	<u>3,960</u>

14. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: 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.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

16. Investments

	Investment properties £
Cost or valuation	
At 1 June 2022	726,619
Additions	77,208
Fair value movements	(220,000)
At 31 May 2023	583,827
Impairment	
At 1 June 2022 and 31 May 2023	
Carrying amount	
At 31 May 2023	583,827
At 31 May 2022	726,619

All investments shown above are held at valuation.

Investment properties

Investments properties comprise investments made in various UK properties where the share ranges from 25% to 50%.

The trustees believe these assets to be jointly controlled operations as there is no legal or financial structure. The investments are held jointly with Ner Foundation and are accounted for in line with Section 15.6 and 15.7 of FRS 102.

Valuation of UK investment property is fair value in the opinion of the trustees.

17. Debtors

	2023 £	2022 £
Prepayments and accrued income	–	28,029
Loan-E & B Geulah Ltd	–	28,825
Other debtors	(12,319)	26,466
	(12,319)	83,320

18. Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans and overdrafts	8,544	9,183
Accruals and deferred income	5,760	3,960
Director loan accounts	400,220	389,973
Other creditors	110,000	220,000
	524,524	623,116

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

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

	2023 £	2022 £
Bank loans and overdrafts	<u>180,241</u>	<u>188,146</u>

The bank loans and overdrafts are secured on the investment property of the charity.

20. Analysis of charitable funds

Unrestricted funds

	At 1 June 2022 £	Income £	Expenditure £	Gains and losses £	At 31 May 2023 £
General funds	23,259	425,576	(358,531)	(220,000)	(129,696)
Revaluation reserve	23,220	—	—	—	23,220
	<u>46,479</u>	<u>425,576</u>	<u>(358,531)</u>	<u>(220,000)</u>	<u>(106,476)</u>

	At 1 June 2021 £	Income £	Expenditure £	Gains and losses £	At 31 May 2022 £
General funds	198,136	300,050	(474,927)	—	23,259
Revaluation reserve	23,220	—	—	—	23,220
	<u>221,356</u>	<u>300,050</u>	<u>(474,927)</u>	<u>—</u>	<u>46,479</u>

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Investments	583,827	583,827
Current assets	14,461	14,461
Creditors less than 1 year	(524,523)	(524,523)
Creditors greater than 1 year	(180,241)	(180,241)
Net liabilities	<u>(106,476)</u>	<u>(106,476)</u>

	Unrestricted Funds £	Total Funds 2022 £
Investments	726,619	726,619
Current assets	131,122	131,122
Creditors less than 1 year	(623,116)	(623,116)
Creditors greater than 1 year	(188,146)	(188,146)
Net liabilities	<u>46,479</u>	<u>46,479</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2023

22. Related parties

Mr H Neumann and Mrs A Neumann, trustees of Gefen Foundation, lent and were repaid various sums during the year to and from the charity. The aggregate balance at the year end owing to them amounted to £510,220 on an interest free basis.

Mr H Neumann donated £136,115 to the charity during the year.

Gefen Foundation owns various properties equally with Ner Foundation, a UK charity. Mr A Henry and Mr H Neumann are trustees of both Gefen Foundation and Ner Foundation.

23. Taxation

Gefen Foundation is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

COMPANY REGISTRATION NUMBER: 5117797
CHARITY REGISTRATION NUMBER: 1104831

Gefen Foundation
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2022

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2022

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Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2022.

Reference and administrative details

Registered charity name	Gefen Foundation
Charity registration number	1104831
Company registration number	5117797
Principal office and registered office	2nd Floor Parkgates Bury New Road Prestwich Manchester M25 0TL

The trustees

A Henry
H Neumann
Mrs A Neumann

Company secretary A Henry

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2022

Structure, governance and management

Gefen Foundation is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 04 May 2004 as a company and the company number is 5117797. It was registered as a charity on 09 July 2004 with a charity number 1104831.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mr A Henry on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2022

Objectives and activities

The objects of the charity are the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community; the advancement of the Orthodox Jewish Religion and the advancement of education according to the tenets of the Orthodox Jewish Faith.

Public benefit

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

Grant making policy

The charity is funded by donations and investments. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2022

Achievements and performance

The charity received £275,868 in donations during the year as well as £24,182 in investment and rental income.

Investment management costs amounted to £18,569 owing mainly to necessary work required on the investment property owned by the charity.

The charity has governance costs comprising professional fees.

All other office costs are borne by a local benefactor and the trustees wish to record their appreciation to the benefactor for the free use of their offices.

The charity paid out £456,358 by way of grants and support costs that are in line with the objects of the charity. Grants over £1,000 made during the year to institutions are as detailed in the accounts. The grants have been categorised for ease of reference and a full list of grants is available upon a written request to the trustees.

There were no fundraising costs during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was an overall net expenditure and net movement in funds for the year amounting to £174,877.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2022

Financial review

Investment performance

The investments of the charity have provided an overall gross return of 3% in the year.

The trustees consider this acceptable when compared with returns available on deposits in any of the banking institutions. The investment returns have been consistent for a number of years and are not at the expense of any exposure of loan to value covenants that would put these investments at risk.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being the current assets of the charity.

The trustees have considered the fair value of the investment property taking into account the loan to value of the properties where applicable. The trustees consider the holding value to be the fair value.

The trustees are delighted to have made many valuable contributions to the community as a result of this income and hope to be able to do so for many years to come.

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future years' expenditure is self-evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

The free reserves, being the net current liabilities of the charity, amounted to £491,994, all of which are unrestricted. There are no material uncertainties about the charity's ability to continue as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Coronavirus

The impact of coronavirus on the charity in the year for the charity has been minimal.

The trustees' annual report and the strategic report were approved on 27 February 2023 and signed on behalf of the board of trustees by:

H Neumann

Trustee

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation

Year ended 31 May 2022

I report to the trustees on my examination of the financial statements of Gefen Foundation ('the charity') for the year ended 31 May 2022.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation *(continued)*

Year ended 31 May 2022

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.

Mr Howard Schwalbe ACA

Independent Examiner

2nd Floor - Parkgates

Bury New Road

Prestwich

Manchester

M25 0TL

27 February 2023

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 May 2022

		2022		2021
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	275,868	275,868	298,149
Investment income	6	24,182	24,182	38,943
Total income		<u>300,050</u>	<u>300,050</u>	<u>337,092</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	18,569	18,569	18,974
Expenditure on charitable activities	8,9	456,358	456,358	321,352
Total expenditure		<u>474,927</u>	<u>474,927</u>	<u>340,326</u>
Net gains on investments	12	—	—	6,332
Net (expenditure)/income and net movement in funds		<u>(174,877)</u>	<u>(174,877)</u>	<u>3,098</u>
Reconciliation of funds				
Total funds brought forward		221,356	221,356	218,258
Total funds carried forward		<u>46,479</u>	<u>46,479</u>	<u>221,356</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 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position

31 May 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	16	726,619	449,293
Current assets			
Debtors	17	83,320	146,412
Cash at bank and in hand		47,802	32,115
		<u>131,122</u>	<u>178,527</u>
Creditors: amounts falling due within one year	18	<u>623,116</u>	<u>205,560</u>
Net current liabilities		491,994	27,033
Total assets less current liabilities		234,625	422,260
Creditors: amounts falling due after more than one year	19	188,146	200,904
Net assets		<u>46,479</u>	<u>221,356</u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		23,220	23,220
Other unrestricted income funds		23,259	198,136
Total unrestricted funds		<u>46,479</u>	<u>221,356</u>
Total charity funds	20	<u>46,479</u>	<u>221,356</u>

For the year ending 31 May 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 May 2022

These financial statements were approved by the board of trustees and authorised for issue on 27 February 2023, and are signed on behalf of the board by:

H Neumann
Trustee

The notes on pages 11 to 20 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

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 Companies Act 2006.

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 as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Fair value

Debtors and creditors are fairly stated.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the investment property valuation.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

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 income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Gefen Foundation is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	275,868	275,868	298,149	298,149

6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	24,182	24,182	38,943	38,943

7. Investment management costs

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Interest payable	4,049	4,049	7,343	7,343
Property repairs and maintenance charges	14,520	14,520	11,631	11,631
	18,569	18,569	18,974	18,974

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charitable grants	451,855	451,855	317,245	317,245
Support costs	4,503	4,503	4,107	4,107
	<u>456,358</u>	<u>456,358</u>	<u>321,352</u>	<u>321,352</u>

9. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable grants	451,855	543	452,398	317,484
Governance costs	—	3,960	3,960	3,868
	<u>451,855</u>	<u>4,503</u>	<u>456,358</u>	<u>321,352</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2022 £	Total 2021 £
General office	543	543	239
Governance costs	3,960	3,960	3,868
	<u>4,503</u>	<u>4,503</u>	<u>4,107</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

11. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Asser Bishvil	19,000	–
B C G C T	29,500	20,000
Choimel Dalim	25,000	21,000
Community Projects	153,800	120,200
Edu poor	25,000	–
Format C T	22,000	22,000
Friends Of Asos Chesed	33,000	–
Grants under £1,000	6,745	6,385
Kol Yom Trust	–	6,000
Relief Of Poverty	42,500	36,500
Schools	30,700	9,550
T T T	19,500	32,250
Yemin Charitable Trust	–	15,000
Yeshivas and Seminaries	45,110	28,360
	<u>451,855</u>	<u>317,245</u>
Total grants	<u>451,855</u>	<u>317,245</u>

12. Net gains on investments

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Gains/(losses) on investment property	–	–	6,332	6,332

13. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>3,960</u>	<u>3,600</u>

14. Staff costs

The average head count of employees during the year was Nil (2021: Nil).

No employee received employee benefits of more than £60,000 during the year (2021: 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.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

16. Investments

	Investment properties £
Cost or valuation	
At 1 June 2021	449,293
Additions	277,326
At 31 May 2022	726,619
Impairment	
At 1 June 2021 and 31 May 2022	
Carrying amount	
At 31 May 2022	726,619
At 31 May 2021	449,293

All investments shown above are held at valuation.

Investment properties

Investments properties comprise investments made in various UK properties where the share ranges from 25% to 50%.

The trustees believe these assets to be jointly controlled operations as there is no legal or financial structure. The investments are held jointly with Ner Foundation and are accounted for in line with Section 15.6 and 15.7 of FRS 102.

Valuation of UK investment property is fair value in the opinion of the trustees.

17. Debtors

	2022 £	2021 £
Prepayments and accrued income	28,029	34,206
Other debtors	55,291	112,206
	83,320	146,412

18. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	9,183	7,501
Accruals and deferred income	3,960	3,600
Director loan accounts	609,973	194,459
	623,116	205,560

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

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

	2022 £	2021 £
Bank loans and overdrafts	<u>188,146</u>	<u>200,904</u>

The bank loans and overdrafts are secured on the investment property of the charity.

20. Analysis of charitable funds

Unrestricted funds

	At 01 Jun 2021 £	Income £	Expenditure £	Gains and losses £	At 31 May 2022 £
General funds	198,136	300,050	(474,927)	–	23,259
Revaluation reserve	23,220	–	–	–	23,220
	<u>221,356</u>	<u>300,050</u>	<u>(474,927)</u>	<u>–</u>	<u>46,479</u>

	At 01 Jun 2020 £	Income £	Expenditure £	Gains and losses £	At 31 May 2021 £
General funds	195,038	337,092	(340,326)	6,332	198,136
Revaluation reserve	23,220	–	–	–	23,220
	<u>218,258</u>	<u>337,092</u>	<u>(340,326)</u>	<u>6,332</u>	<u>221,356</u>

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Investments	726,619	726,619
Current assets	131,122	131,122
Creditors less than 1 year	(623,116)	(623,116)
Creditors greater than 1 year	(188,146)	(188,146)
Net assets	<u>46,479</u>	<u>46,479</u>

	Unrestricted Funds £	Total Funds 2021 £
Investments	449,293	449,293
Current assets	178,527	178,527
Creditors less than 1 year	(205,560)	(205,560)
Creditors greater than 1 year	(200,904)	(200,904)
Net assets	<u>221,356</u>	<u>221,356</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

22. Related parties

Mr H and Mrs A Neumann, as well as Mr A Henry, trustees of Gefen Foundation, lent various sums to the charity and were repaid various sums during the year from the charity and the aggregate balance at the year-end owing to them amounted to £609,973 on an interest free basis.

Mr H Neumann donated £112,114 to the charity during the year.

Gefen Foundation own various properties equally with Ner Foundation, a UK charity. Mr A Henry and Mr H Neumann are trustees of both Gefen Foundation and Ner Foundation.

23. Taxation

Gefen Foundation is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Accounts

COMPANY REGISTRATION NUMBER: 5117797
CHARITY REGISTRATION NUMBER: 1104831

Gefen Foundation
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2021

HAFFNER HOFF LTD

Accountants
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2021

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Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2021

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2021.

Reference and administrative details

Registered charity name	Gefen Foundation
Charity registration number	1104831
Company registration number	5117797
Principal office and registered office	2nd Floor Parkgates Bury New Road Prestwich Manchester M25 0TL

The trustees

A Henry
H Neumann
Mrs A Neumann

Company secretary A Henry

Independent examiner Mr Howard Schwalbe ACA
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2021

Structure, governance and management

Gefen Foundation is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 04 May 2004 as a company and the company number is 5117797. It was registered as a charity on 09 July 2004 with a charity number 1104831.

Recruitment and appointment of new trustees would be in line with the Memorandum and Articles of Association and with the consent of the trustees. The criteria set for the suitable candidate would be someone who is sensitive to the needs and demands of the organisation.

There is no chief executive officer. The day to day affairs are undertaken by Mr A Henry on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2021

Objectives and activities

The objects of the charity are the relief of poverty amongst the elderly or persons in need, hardship or distress in the Jewish Community; the advancement of the Orthodox Jewish Religion and the advancement of education according to the tenets of the Orthodox Jewish Faith.

Public benefit

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

Grant making policy

The charity is funded by donations and investments. The charity gives out grants in line with the above objects.

There were no grants paid to individuals during the year.

Grants made during the year to institutions are as detailed in the accounts.

The application of the funds by way of grants to either institutions or individuals and is almost always to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2021

Achievements and performance

The charity received £298,149 in donations during the year as well as £38,943 in investment and rental income.

Investment management costs amounted to £18,974 owing mainly to necessary work required on the investment property owned by the charity.

The charity has governance costs comprising professional fees.

All other office costs are borne by a local benefactor and the trustees wish to record their appreciation to the benefactor for the free use of their offices.

The charity paid out £321,352 by way of grants and support costs that are in line with the objects of the charity. Grants over £1,000 made during the year to institutions are as detailed in the accounts. The grants have been categorised for ease of reference and a full list of grants is available upon a written request to the trustees.

During the year the charity sold one investment property and the resulting gain, amounting to £6,332, is shown on the face of the SOFA.

There were no fundraising costs during the year.

Related party transactions in the reporting period are as disclosed in the notes to the accounts.

There was an overall net income and net movement in funds for the year amounting to £3,098.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2021

Financial review

Investment performance

The investments of the charity have provided an overall gross return of 8% in the year.

The trustees consider this acceptable when compared with returns available on deposits in any of the banking institutions. The investment returns have been consistent for a number of years and are not at the expense of any exposure of loan to value covenants that would put these investments at risk.

Reserves policy

The Unrestricted Fund represents the unrestricted funds arising from past operating results.

The Trustees are satisfied that the balance of the Fund is an acceptable level of reserves given the nature of revenue receipts against grants payable.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being the current assets of the charity.

The trustees have considered the fair value of the investment property taking into account the loan to value of the properties where applicable. The trustees consider the holding value to be the fair value.

The trustees are delighted to have made many valuable contributions to the community as a result of this income and hope to be able to do so for many years to come.

The trustees feel that the activity reflects the profile and standing within the local community. The impact for future years' expenditure is self evident and the trustees would like to record their appreciation for all the financial support received from benefactors during the course of the year.

The free reserves, being the net current liabilities of the charity, amounted to £(27,033), all of which are unrestricted. There are no material uncertainties about the charity's ability to continue as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Coronavirus

The impact of coronavirus on the charity in the year for the charity has been minimal. The trustees consider that going concern is not an issue. The trustees further consider that the investment properties have not gone down in value during the pandemic.

We look forward to the future when we hope things will return to normal or at least as normal as possible once again.

Gefen Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2021

The trustees' annual report and the strategic report were approved on 24 February 2022 and signed on behalf of the board of trustees by:

H Neumann
Trustee

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation

Year ended 31 May 2021

I report to the trustees on my examination of the financial statements of Gefen Foundation ('the charity') for the year ended 31 May 2021.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Gefen Foundation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Gefen Foundation *(continued)*

Year ended 31 May 2021

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.

Mr Howard Schwalbe ACA

Independent Examiner

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

24 February 2022

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 May 2021

		2021		2020
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	298,149	298,149	334,997
Investment income	6	38,943	38,943	49,404
Total income		<u>337,092</u>	<u>337,092</u>	<u>384,401</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	7	18,974	18,974	17,474
Expenditure on charitable activities	8,9	321,352	321,352	246,889
Total expenditure		<u>340,326</u>	<u>340,326</u>	<u>264,363</u>
Net gains on investments	12	6,332	6,332	–
Net income and net movement in funds		<u>3,098</u>	<u>3,098</u>	<u>120,038</u>
Reconciliation of funds				
Total funds brought forward		218,258	218,258	98,220
Total funds carried forward		<u>221,356</u>	<u>221,356</u>	<u>218,258</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 12 to 21 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position

31 May 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	16	449,293	487,633
Current assets			
Debtors	17	146,412	73,861
Cash at bank and in hand		32,115	35,352
		<u>178,527</u>	<u>109,213</u>
Creditors: amounts falling due within one year	18	<u>205,560</u>	<u>170,426</u>
Net current liabilities		<u>27,033</u>	<u>61,213</u>
Total assets less current liabilities		<u>422,260</u>	<u>426,420</u>
Creditors: amounts falling due after more than one year	19	<u>200,904</u>	<u>208,162</u>
Net assets		<u><u>221,356</u></u>	<u><u>218,258</u></u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		23,220	23,220
Other unrestricted income funds		198,136	195,038
Total unrestricted funds		<u>221,356</u>	<u>218,258</u>
Total charity funds	20	<u><u>221,356</u></u>	<u><u>218,258</u></u>

For the year ending 31 May 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 12 to 21 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 May 2021

These financial statements were approved by the board of trustees and authorised for issue on 24 February 2022, and are signed on behalf of the board by:

H Neumann
Trustee

The notes on pages 12 to 21 form part of these financial statements.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

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 Companies Act 2006.

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 as the net current liabilities are made up mainly of the director's loan account for which the director has confirmed that he will not call it in to the detriment of the cash flow of the charity.

Fair value

Debtors and creditors are fairly stated.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the investment property valuation.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

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 income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value taken through income or expenditure. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Gefen Foundation is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	298,149	298,149	334,997	334,997

6. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from investment properties	38,943	38,943	49,404	49,404

7. Investment management costs

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Interest payable	7,343	7,343	6,350	6,350
Property repairs and maintenance charges	11,631	11,631	11,124	11,124
	<u>18,974</u>	<u>18,974</u>	<u>17,474</u>	<u>17,474</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable grants	317,245	317,245	242,287	242,287
Support costs	4,107	4,107	4,602	4,602
	<u>321,352</u>	<u>321,352</u>	<u>246,889</u>	<u>246,889</u>

9. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable grants	317,245	239	317,484	242,569
Governance costs	–	3,868	3,868	4,320
	<u>317,245</u>	<u>4,107</u>	<u>321,352</u>	<u>246,889</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2021 £	Total 2020 £
General office	239	239	282
Governance costs	3,868	3,868	4,320
	<u>4,107</u>	<u>4,107</u>	<u>4,602</u>

11. Analysis of grants

	2021 £	2020 £
Grants to institutions		
B C G C T	20,000	–
Choimel Dalim	21,000	–
Community Projects	120,200	90,150
Format C T	22,000	–
Grants under £1,000	6,385	7,545
Kol Yom Trust	6,000	7,500
Relief Of Poverty	36,500	45,250
Schools	9,550	48,742
T T T	32,250	29,000
Yemin Charitable Trust	15,000	–
Yeshivas and Seminaries	28,360	14,100
	<u>317,245</u>	<u>242,287</u>
Total grants	<u>317,245</u>	<u>242,287</u>

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

12. Net gains on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains/(losses) on investment property	<u>6,332</u>	<u>6,332</u>	<u>—</u>	<u>—</u>

13. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>3,600</u>	<u>3,600</u>

14. Staff costs

The average head count of employees during the year was Nil (2020: Nil).

No employee received employee benefits of more than £60,000 during the year (2020: 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.

16. Investments

	Investment properties £
Cost or valuation	
At 1 June 2020	487,633
Additions	3,885
Disposals	<u>(42,225)</u>
At 31 May 2021	<u>449,293</u>
Impairment	
At 1 June 2020 and 31 May 2021	
Carrying amount	
At 31 May 2021	<u>449,293</u>
At 31 May 2020	<u>487,633</u>

All investments shown above are held at valuation.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

16. Investments *(continued)*

Investment properties

Investments properties comprise investments made in various UK properties where the share ranges from 25% to 50%.

The trustees believe these assets to be jointly controlled operations as there is no legal or financial structure. The investments are held jointly with Ner Foundation and are accounted for in line with Section 15.6 and 15.7 of FRS 102.

Valuation of UK investment property is fair value in the opinion of the trustees.

17. Debtors

	2021 £	2020 £
Prepayments and accrued income	34,206	—
Other debtors	112,206	73,861
	<u>146,412</u>	<u>73,861</u>

18. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	7,501	7,840
Accruals and deferred income	3,600	3,600
Director loan accounts	194,459	158,986
	<u>205,560</u>	<u>170,426</u>

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

	2021 £	2020 £
Bank loans and overdrafts	200,904	208,162

The bank loans and overdrafts are secured on the investment property of the charity.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

20. Analysis of charitable funds

Unrestricted funds

	At 01 Jun 2020 £	Income £	Expenditure £	Gains and losses £	At 01 May 2021 £
General funds	195,038	337,092	(340,326)	6,332	198,136
Revaluation reserve	23,220	—	—	—	23,220
	<u>218,258</u>	<u>337,092</u>	<u>(340,326)</u>	<u>6,332</u>	<u>221,356</u>

	At 01 Jun 2019 £	Income £	Expenditure £	Gains and losses £	At 01 May 2020 £
General funds	75,000	384,401	(264,363)	—	195,038
Revaluation reserve	23,220	—	—	—	23,220
	<u>98,220</u>	<u>384,401</u>	<u>(264,363)</u>	<u>—</u>	<u>218,258</u>

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Investments	449,293	449,293
Current assets	178,527	178,527
Creditors less than 1 year	(205,560)	(205,560)
Creditors greater than 1 year	(200,904)	(200,904)
Net assets	<u>221,356</u>	<u>221,356</u>

	Unrestricted Funds £	Total Funds 2020 £
Investments	487,633	487,633
Current assets	109,213	109,213
Creditors less than 1 year	(170,426)	(170,426)
Creditors greater than 1 year	(208,162)	(208,162)
Net assets	<u>218,258</u>	<u>218,258</u>

22. Related parties

Mr H and Mrs A Neumann, trustees of Gefen Foundation, lent various sums to the charity and were repaid various sums during the year from the charity and the aggregate balance at the year-end owing to them amounted to £194,459 on an interest free basis.

Mr H Neumann donated £136,822 to the charity during the year.

Gefen Foundation own various properties equally with Ner Foundation, a UK charity. Mr A Henry and Mr H Neumann are trustees of both Gefen Foundation and Ner Foundation.

Gefen Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

23. Taxation

Gefen Foundation is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.