

Alexis and Anne-Marie Habib Foundation

Trustees' Report and Financial Statements

31 December 2020

REFERENCE AND ADMINISTRATIVE DETAILS OF THE FOUNDATION, ITS TRUSTEES AND ADVISERS
For the year ended 31 December 2020

Trustees

A Habib
Dr A-M Habib
F Habib

Charity registered number

1112626

Principal office

c/o Spinnaker Capital Limited
6 Grosvenor Street
London
W1K 4PZ

Independent auditor

Blick Rothenberg Audit LLP
Chartered Accountants
16 Great Queen Street
London
WC2B 5AH

Bankers

Barclays
1 Churchill Place
Canary Wharf
London
E14 5HP

TRUSTEES' REPORT

For the year ended 31 December 2020

The Trustees present their annual report together with the audited financial statements of Alexis and Anne-Marie Habib Foundation (the foundation) for the year ended 31 December 2020. The Trustees confirm that the Annual report and financial statements of the foundation comply with the current statutory requirements, the requirements of the foundation's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Results

The net outgoing resources for the year ended 31 December 2020 were £1,907,092 (2019 - £1,052,949).

Review of governance and management

The Alexis and Anne-Marie Habib Foundation ("the foundation") is a trust, with charitable status and governed by its Trust Deed.

The Trustees meet regularly to agree funding policy, monitor income and expenditure and allocate funds. New appointments must be proposed and agreed by current trustees.

The foundation seeks to advance, promote or carry out such charitable purposes as the Trustees in their absolute discretion see fit. The foundation aims to identify bright, academically talented, disadvantaged high school and university students in Lebanon and provide them with long term financial support so that they can maximise their educational potential. The foundation provides grants to charitable organisations and individuals in line with the foundation's grant making policies detailed below.

The Trustees consider that they have complied with Section 4 of the Charities Act 2011 with regard to the guidance on public benefit published by the Charity Commission.

Trustees

The Trustees during the year were as follows:

A Habib
Dr A-M Habib
F Habib

Review of activities

During the year ended 31 December 2020, a total of £1,809,063 (2019 - £1,082,885) was granted to charitable organisations and individuals.

Investment policy and performance

The trustees invest in bank fiduciary deposits, money market corporate bonds and hedge funds. This policy will be reviewed annually. All trustees have control over the investments account. However, in practice, A Habib, one of the trustees, will make the investment recommendations and these will be agreed upon at board meetings. The aim of the investments is to ensure that operating costs and grant making activity can be funded solely with income on these liquid investments.

Income generated from investments was £412,691 (2019 - £679,190). Investments held decreased in market value by £107,517 (2019 - £97,837).

Reserves policy

The foundation has been primarily funded through contributions from Spinnaker Capital Limited. No active fundraising from outside contributors is expected.

TRUSTEES' REPORT (CONTINUED)
For the year ended 31 December 2020

The organisation does not have substantial reserves tied to fixed assets.

The foundation aims to fund operating expenses and charitable distributions solely through the income on the investment of its liquid assets. The foundation aims to make annual charitable distributions equivalent to approximately 5% of its liquid assets, through long-term preferential term loans as well as scholarships and cash grants.

Major risks

The Trustees have assessed the major risks to which the foundation is exposed and are confident that the necessary management systems and strategies have been implemented to mitigate those risks.

Grant making policies

The foundation's aims are to identify bright, academically talented, disadvantaged high school and university students in Lebanon and provide them with long term financial support so that they can maximise their educational potential. The foundation's grants are made to charitable organisations and individuals. The foundation also aims to support development of the educational infrastructure within Lebanon, through the building and/or financing of schools targeted at disadvantaged children, and otherwise. The foundation may also provide grants/loans for any other charitable purposes as determined by the Trustees.

Grants are decided by the trustees based on recommendations made by the board of advisors who review all the applications and recommend amounts. The trustees, in close coordination with the board of Advisors, ensure that the highest standards of Corporate Governance apply in all aspects of the foundation's activities, including the process of selecting candidates and disbursing financial aid. The grants are usually made to the university who will distribute to the students. Only reputable and accredited schools/universities receive funding.

Due to the unprecedented economic hardship facing the Lebanese population since 2019, as demonstrated in the report compiled by ESCWA (the UN Economic and Social Commission for Western Asia) which estimates that "more than 55% of the country's population is now trapped in poverty and struggling for bare necessities", the Trustees have decided to make grants that help alleviate the economic hardship of the most economically deprived. As a result, the trustees have decided to make grants to several institutions for the provision of food boxes that will be distributed where they are most needed.

Volunteers

The foundation relies on the contribution of its Trustees who provide their services free of charge.

Trustees' responsibilities statement

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the foundation and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the charities SORP
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the foundation will continue in operation.

TRUSTEES' REPORT (CONTINUED)
For the year ended 31 December 2020

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the foundation's transactions and disclose with reasonable accuracy at any time the financial position of the foundation and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware; and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditors, Blick Rothenberg Audit LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 28 October 2021 and signed on their behalf by:



A Habib
Trustee

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALEXIS AND ANNE-MARIE HABIB FOUNDATION

Opinion

We have audited the financial statements of Alexis and Anne-Marie Habib Foundation (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALEXIS AND ANNE-MARIE HABIB FOUNDATION (CONTINUED)

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, and noncompliance with laws and regulations, our procedures included the following: enquiring of management concerning the charity's policies with regards identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; enquiring of management concerning the charity's policies detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; enquiring of management concerning the charity's policies in relation to the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations; discussing among the engagement team where fraud might occur in the financial statements and any potential indicators of fraud; and obtaining an understanding of the legal and regulatory framework that the charity operates in and focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the charity. The key laws and regulations we considered in this context included the Charities Act 2011 and applicable tax legislation.

One particular focus area was the risk of fraud through management override of controls. Our procedures to

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALEXIS AND ANNE-MARIE HABIB FOUNDATION (CONTINUED)

respond to risks identified included the following: performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud; reviewing the bank statements of the charity for evidence of any large or unusual activity which may be indicative of fraud; enquiring of management in relation to any potential litigation and claims; and testing the appropriateness of journal entries and other adjustments.

Another focus area was non-compliance with the rules of the Charity Commission. One of the charities was authorised and regulated by the Charity Commission throughout the period. Our procedures to respond to risks identified included the following: reviewing correspondence between the charity and the Charity Commission; reviewing in detail the grants made by the charity during the period; and discussion of regulatory matters with the appointed officers of the charity.

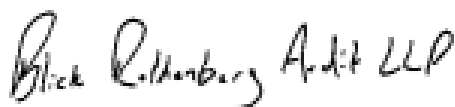
There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify noncompliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's Report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Blick Rothenberg Audit LLP
Chartered Accountants
Statutory Auditor
16 Great Queen Street
London
WC2B 5AH

28 October 2021

Blick Rothenberg Audit LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES
For the year ended 31 December 2020

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:			
Donations	4,562	4,562	-
Investments	412,691	412,691	679,190
Total income	417,253	417,253	679,190
Expenditure on:			
Charitable activities	1,887,789	1,887,789	1,158,169
Foreign exchange loss	329,039	329,039	476,133
Total expenditure	2,216,828	2,216,828	1,634,302
Net movement in funds before other recognised gains/(losses)	(1,799,575)	(1,799,575)	(955,112)
Other recognised gains/(losses):			
Losses on revaluation of fixed assets	(107,517)	(107,517)	(97,837)
Net movement in funds	(1,907,092)	(1,907,092)	(1,052,949)
Reconciliation of funds:			
Total funds brought forward	20,485,818	20,485,818	21,538,767
Net movement in funds	(1,907,092)	(1,907,092)	(1,052,949)
Total funds carried forward	18,578,726	18,578,726	20,485,818

All activities relate to continuing operations.

The notes on pages 11 to 17 form part of these financial statements.

BALANCE SHEET
As at 31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Investments	8	5,685,555	6,473,413
		<u>5,685,555</u>	<u>6,473,413</u>
Current assets			
Debtors	9	179,378	203,005
Cash and cash equivalents		13,615,635	13,813,480
		<u>13,795,013</u>	<u>14,016,485</u>
Creditors: amounts falling due within one year	10	(182,288)	(4,080)
Net current assets		<u>13,612,725</u>	<u>14,012,405</u>
Total assets less current liabilities		<u>19,298,280</u>	<u>20,485,818</u>
Creditors: amounts falling due after more than one year	11	(719,554)	-
Net assets excluding pension asset		<u>18,578,726</u>	<u>20,485,818</u>
Total net assets		<u><u>18,578,726</u></u>	<u><u>20,485,818</u></u>
Charity funds			
Unrestricted funds		18,578,726	20,485,818
Total funds		<u><u>18,578,726</u></u>	<u><u>20,485,818</u></u>

The financial statements were approved and authorised for issue by the Trustees on 28 October 2021 and signed on their behalf by:



A Habib
Trustee

The notes on pages 11 to 17 form part of these financial statements.

STATEMENT OF CASH FLOWS
For the year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net cash used in operating activities	(1,290,877)	(1,631,174)
Cash flows from investing activities		
Dividends and interest from investments	412,691	687,384
Proceeds from sale of investments	680,341	1,204,995
Purchase of investments	-	(1,163,113)
Net cash provided by investing activities	1,093,032	729,266
Change in cash and cash equivalents in the year	(197,845)	(901,908)
Cash and cash equivalents at the beginning of the year	13,813,480	14,715,388
Cash and cash equivalents at the end of the year	13,615,635	13,813,480

The notes on pages 11 to 17 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2020

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Alexis and Anne-Marie Habib Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Donations

Donations are accounted for on a receivable basis, having regard to the likely recoverability of amounts. All arise from continuing, ordinary activities.

1.3 Grants payable

Provision is made for grant payments at the time the decision is taken by the trustees, to the extent that this decision has been communicated to the recipient of the grant. Where grants have been determined by the trustees but have not been notified to the recipient a contingent liability results and the grant expense is transferred to a designated fund until such time as it falls due.

1.4 Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

1.5 Foreign currencies

The foundation's functional and presentational currency is GBP.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the foundation; this is normally upon notification of the interest paid or payable by the Bank.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2020

1. Accounting policies (continued)

1.7 Taxation

As a registered charity the foundation is exempt from Corporation Tax.

1.8 Financial instruments

The foundation only trades in basic financial instruments. Its net current asset position is a reasonable measure of its liquidity at any given time.

1.9 Debtors, creditors and provisions

Debtors represent accrued interest on listed investments, and are initially recognised at market value on purchase of the respective investment. Subsequently they are measured at fair value with movement shown under income from investments. They are derecognised when an investment is sold.

All trade and other debtors are initially recognised at transaction value, as none contain in substance a financing transaction. Thereafter trade and other debtors are reviewed for impairment where there is objective evidence based on observable data that the balance may be impaired. The charity does not hold collateral against its trade and other receivables so its exposure to credit risk is the net balance of trade and other debtors after allowance for impairment.

Creditors and provisions are recognised where the foundation has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are initially recognised at transaction value as none represent a financing transaction. They are only derecognised when they are extinguished.

1.10 Cash and cash equivalents

Cash and cash equivalents includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2. Liability of trustees

The trustees shall not be liable for any loss to the Trust fund unless by reason of wilful or individual fraud or dishonesty or wrongful omission on the part of the Trustee who is sought to be made liable.

3. Investment income

	Unrestricted funds 2020	<i>Total funds 2019</i>
	£	£
Bond interest received	360,056	433,288
Bank interest received	39,235	245,902
Income from swap transactions	13,400	-
	412,691	679,190

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2020

4. Expenditure on charitable activities

	2020 £	2019 £
Grants payable (see note 5)	909,621	1,082,885
Auditors' remuneration	3,060	2,100
Bank charges and sundry expenses	36,141	23,969
Wages and salaries	39,525	49,215
	<u>988,347</u>	<u>1,158,169</u>

5. Grants payable

	Grants to Institutions 2020 £	Grants to Individuals 2020 £	Total funds 2020 £
Grants paid	<u>1,729,359</u>	<u>79,704</u>	<u>1,809,063</u>

	<i>Grants to Institutions 2019 £</i>	<i>Grants to Individuals 2019 £</i>	<i>Total funds 2019 £</i>
Grants paid	<u>980,164</u>	<u>102,721</u>	<u>1,082,885</u>

The foundation's grants are made to charitable organisations and individuals, the objective of which is to help further the education of academically talented, financially disadvantaged students in Lebanon.

During the year the foundation also provided grants to institutions providing food parcels to areas of the country where this is most needed.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2020

5. Grants payable (continued)

The foundation has made grants in excess of £50,000 to the following institutions:

	2020 £	2019 £
Name of institution		
The INSEAD Trust for European Management Education (UK Trust), United Kingdom	1,167,600	-
Université Saint-Joseph de Beyrouth, Lebanon	134,737	291,711
University of Balamand, Lebanon	70,669	196,792
SONACO food parcel programme, Lebanon	76,660	-
American University of Beirut, Lebanon	57,726	157,072
Lebanese American University, Lebanon	53,756	136,709
Other grants to institutions	168,211	197,880
	<u>1,729,359</u>	<u>980,164</u>

6. Staff costs

Staff costs were as follows:

	2020 £	2019 £
Wages and salaries	39,525	49,215

The average number of persons employed by the foundation during the year was as follows:

	2020 No.	2019 No.
	2	2

No employee received remuneration amounting to more than £60,000 in either year.

7. Trustees' remuneration

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).
During the year, no Trustees received any benefits in kind (2019 - £NIL).
During the year, no Trustees received any reimbursement of expenses (2019 - £NIL).

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2020

8. Investments

	Listed investments £
Carrying value	
At 1 January 2020	6,473,413
Disposals at carrying value	(680,341)
Movements in market value of investments	(107,517)
At 31 December 2020	5,685,555
Net book value	
At 31 December 2020	5,685,555
<i>At 31 December 2019</i>	<i>6,473,413</i>

All investments have been made outside the UK.

9. Debtors

	2020 £	2019 £
Other debtors	59,047	60,302
Prepayments and accrued income	120,331	142,703
	179,378	203,005

10. Creditors: Amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	2,400	4,080
Grants accrued	179,888	-
	182,288	4,080

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2020

11. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Grants Accrued	719,554	-

12. Statement of funds

	Balance at 1 January 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2020 £
General funds	20,485,818	417,253	(2,216,828)	(107,517)	18,578,726

13. Reconciliation of net movement in funds to net cash flow from operating activities

	2020 £	2019 £
Net expenditure for the period (as per Statement of Financial Activities)	(1,799,575)	(955,112)
Adjustments for:		
Dividends, interests and rents from investments	(390,319)	(679,190)
Decrease in debtors	1,255	1,028
(Decrease)/increase in creditors	(1,680)	2,100
Net cash used in operating activities	(2,190,319)	(1,631,174)

14. Analysis of cash and cash equivalents

	2020 £	2019 £
Cash in hand	13,615,635	13,813,480
Total cash and cash equivalents	13,615,635	13,813,480

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2020

15. Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	13,813,480	(197,845)	13,615,635
	<u>13,813,480</u>	<u>(197,845)</u>	<u>13,615,635</u>

INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2020

	2020 £	2020 £	2019 £	2019 £
Income				
Bond interest receivable	360,056		433,288	
Bank interest receivable	39,235		245,902	
Donations	4,562		-	
Gain on foreign exchange swaps	13,400		-	
Gross income in the reporting period		417,253		679,190
Less:				
Grants to individuals	(79,704)		(102,721)	
Grants to institutions	(1,729,359)		(980,164)	
		(1,809,063)		(1,082,885)
Management and administration				
Auditors' remuneration	(3,060)		(2,100)	
Rent	(19,464)		(10,563)	
Staff costs	(39,525)		(49,215)	
Bank charges	(7,403)		(7,609)	
Sundry expenses	(9,274)		(5,797)	
Interest paid	(150)		-	
		(78,876)		(75,284)
Foreign exchange loss	(328,889)		(476,133)	
		328,889		476,133
Total expenditure		2,216,828		1,634,302
Deficit for the reporting period before other gains and losses		(1,799,575)		(955,112)
Surplus brought forward at 1 January 2020		20,485,818		21,538,767
Loss on investment assets		(107,517)		(97,837)
Surplus carried forward at 31 December 2020		18,578,726		20,485,818