

SHADOW BIRD TRUST
REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

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SHADOW BIRD TRUST

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SHADOW BIRD TRUST

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES	Mr S Dankowitz Mrs C Dankowitz Mr S Friedlander Mr J Pomerantz
PRINCIPAL ADDRESS	37 Castlewood Road London N16 6DL
REGISTERED CHARITY NUMBER	1118578
INDEPENDENT EXAMINER	Sugarwhite Meyer Accountants Ltd First Floor 94 Stamford Hill London N16 6XS
BANKERS	Barclays Bank plc Kingsland Branch POB 3628 London E8 2JT

SHADOW BIRD TRUST

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of 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).

Reference and administrative information

Reference and administrative information is shown on page 1 of the financial statements and forms part of this report.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is that the trustees shall hold the capital and income of the trust fund upon trust for those charities the trustees shall determine, provided that those charities are registered with the Charity Commission for England and Wales.

The trustees confirm that they have given due regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The trustees are pleased with the results for the year. There was an increase in income and small reduction in expenditure which left a surplus for the year.

FINANCIAL REVIEW

Reserves policy

The trustees do not seek to maintain reserves, other than to ensure that they can continue the activities of the charity. Reserves at the year end were £1,034,996 (2021 - £1,003,977), free reserves were 18,868 (2021 - £21,166).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charity was constituted by Deed of Trust (Deed of Variation) dated 18 January 2007.

Organisational structure

The power to appoint new trustees is vested in the board. It is not the intention of the trustees of the charity to appoint any new trustees. Should the situation change in the future, the trustees will apply suitable recruitment induction and training procedures.

Risk review

The trustees have reviewed the major risks to which the charity is exposed and confirm that they have established systems to mitigate them.

Approved by order of the board of trustees on 10 May 2023 and signed on its behalf by:

Mr S Dankowitz - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF SHADOW BIRD TRUST

Independent examiner's report to the trustees of Shadow Bird Trust

I report to the charity trustees on my examination of the accounts of Shadow Bird Trust (the Trust) for the year ended 31 March 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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

E Meyer FCA BSc

Sugarwhite Meyer Accountants Ltd
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10 May 2023

SHADOW BIRD TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2022

		2022 Unrestricted fund £	2021 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies		39,043	37,019
Investment income	2	50,293	54,863
Total		<u>89,336</u>	<u>91,882</u>
 EXPENDITURE ON			
Raising funds	3	11,654	16,928
Charitable activities	4		
Grantmaking		52,699	54,578
Support		2,994	2,214
Total		<u>67,347</u>	<u>73,720</u>
 NET INCOME		21,989	18,162
 RECONCILIATION OF FUNDS			
Total funds brought forward		1,003,977	985,815
 TOTAL FUNDS CARRIED FORWARD		<u><u>1,025,966</u></u>	<u><u>1,003,977</u></u>

The notes form part of these financial statements

SHADOW BIRD TRUST

BALANCE SHEET 31 MARCH 2022

		2022 Total funds £	2021 Total funds £
FIXED ASSETS	Notes		
Investment property	8	550,000	550,000
CURRENT ASSETS			
Debtors	9	514,975	496,370
Cash at bank		26,748	28,686
		<hr/> 541,723	<hr/> 525,056
CREDITORS			
Amounts falling due within one year	10	(7,880)	(7,520)
NET CURRENT ASSETS		<hr/> 533,843	<hr/> 517,536
TOTAL ASSETS LESS CURRENT LIABILITIES		<hr/> 1,083,843	<hr/> 1,067,536
CREDITORS			
Amounts falling due after more than one year	11	(57,877)	(63,559)
NET ASSETS		<hr/> 1,025,966	<hr/> 1,003,977
FUNDS			
Unrestricted funds		<hr/> 1,025,966	<hr/> 1,003,977
TOTAL FUNDS		<hr/> 1,025,966	<hr/> 1,003,977

The financial statements were approved by the Board of Trustees and authorised for issue on 10 May 2023 and were signed on its behalf by:

Mr S Dankowitz - Trustee

SHADOW BIRD TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Going concern

The outbreak of the COVID-19 during 2020 has presented the charity with some challenges regarding investment income which the trustees believe will continue over the next few months. These risks are beyond the control of the charity and represents uncertainty to the revenue of the charity in the next 12 months and the valuation of its assets which cannot presently be quantified.

The trustees are able to control the charity's activities, and the trustees therefore believe the charity will continue as a going concern.

Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. These estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. The estimates and underlying assumptions are reviewed on an ongoing basis.

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Investment income

Income from investments is included in the year in which it is receivable.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred and includes irrecoverable VAT, which is reported as part of the expenditure to which it relates.

Raising funds comprise investment management costs relating to the investment properties.

Support costs are those incurred to assist the work of the charity but are not direct charitable activities.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Investment property

Investment properties are shown at fair value. Any surplus or deficit arising is transferred to the Statement of Financial Activities.

Taxation

The charity is exempt from tax on its charitable activities.

Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments.

SHADOW BIRD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES - continued

Financial instruments

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 amount expected to be received or paid and not discounted.

2. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	35,293	30,863
Loan Interest	15,000	24,000
	<u>50,293</u>	<u>54,863</u>

3. RAISING FUNDS

Investment management costs

	2022	2021
	£	£
Portfolio management	3,998	4,201
Insurance	1,177	1,035
Property repairs	5,027	10,541
Sundry expense	322	-
Interest payable and similar charges	1,130	1,151
	<u>11,654</u>	<u>16,928</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5)	Support costs (see note 6)	Totals
	£	£	£
Grantmaking	52,699	-	52,699
Support	-	2,994	2,994
	<u>52,699</u>	<u>2,994</u>	<u>55,693</u>

SHADOW BIRD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

5. GRANTS PAYABLE

	2022	2021
	£	£
Grantmaking	52,699	54,578

The total grants paid to institutions during the year was as follows:

	2022	2021
	£	£
Relief of poverty	10,298	4,820
Advancement of education	31,216	20,591
General Purpose	-	12,000
Advancement of religion	7,210	16,122
Social welfare	2,100	-
Medical	1,170	130
	<u>51,994</u>	<u>53,663</u>

Binyen Torah Ltd	10,000
Beis Soroh Schneirer Seminary	9,750
Chevrass Mo'oz Ladol	7,886
Congregation Vyoel Moshe D'Satmar	6,000
Other under £5,000	18,358
	<u>51,994</u>

The total grants paid to individuals during the year was as follows:

	2022	2021
	£	£
Relief of poverty	-	915
Medical	705	-
	<u>705</u>	<u>915</u>

6. SUPPORT COSTS

	Governance costs
	£
Support	<u>2,994</u>

SHADOW BIRD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

6. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

	2022	2021
	Support	Total
	£	activities
	£	£
Independent examiner's fee	1,140	960
Independent examiner's other fees	1,140	960
General expenses	714	294
	<u>2,994</u>	<u>2,214</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

8. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2021	
and 31 March 2022	<u>550,000</u>
NET BOOK VALUE	
At 31 March 2022	<u>550,000</u>
At 31 March 2021	<u>550,000</u>

The fair value of the investment properties has been arrived at on the basis of a valuation carried out by the trustees who are considered to have the experience and expertise required to undertake such an exercise. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties in the same or similar locations.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Amounts owed by trustees	<u>514,975</u>	<u>496,370</u>

SHADOW BIRD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts (see note 12)	5,600	5,600
Other creditors	2,280	1,920
	<u>7,880</u>	<u>7,520</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans (see note 12)	<u>57,877</u>	<u>63,559</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>5,600</u>	<u>5,600</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>5,600</u>	<u>5,600</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>16,800</u>	<u>16,800</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	35,477	41,159

13. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank loans	<u>63,477</u>	<u>69,159</u>

The bank loans are secured by legal charges over the charity's investment properties.

SHADOW BIRD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

14. RELATED PARTY DISCLOSURES

Included in other debtors is a loan to S Perlsetin-Dankowitz, a trustee. The loan is secured and a commercial rate of interest is charged. Interest charged in the year was £15,000 (2021 - £24,000) and the amount outstanding at the balance sheet date was £514,975 (2021 - £496,370).