

Charity registration number: 1119359

The Aarons Charitable Trust

Annual Report and Financial Statements

for the Year Ended 31 May 2021

Brooks Green
342 Regents Park Road
London
N3 2LJ

The Aarons Charitable Trust

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The Aarons Charitable Trust

Reference and Administrative Details

Trustees	M Aarons
	B de Vries
	B Holder
	R Aarons
Principal Office	342 Regents Park Road London N3 2LJ
Charity Registration Number	1119359
Independent Examiner	Brooks Green 342 Regents Park Road London N3 2LJ

The Aarons Charitable Trust

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 May 2021.

Objectives and activities

Public benefit

Grants are only paid to organisations that show clear public benefit in their work.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Structure, governance and management

Nature of governing document

The Trust is governed by a Trust Deed dated 8th May 2007.

Financial instruments

Objectives and policies

The charity is managed in a way as to minimise any credit or other risk. The Charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity only pays our grants if it has sufficient liquid assets to do so.

Credit risk

The charity's principal financial assets are bank balances and cash and investments.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations, the charity uses a mixture of bank and long term investments.

The annual report was approved by the trustees of the charity on 3 March 2022 and signed on its behalf by:

.....
M Aarons
Trustee

The Aarons Charitable Trust

Statement of Trustees' Responsibilities

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

The law applicable to charities 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 charity and of the incoming resources and application of resources of the charity 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 judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 3 March 2022 and signed on its behalf by:

.....
M Aarons
Trustee

The Aarons Charitable Trust

Independent Examiner's Report to the trustees of The Aarons Charitable Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 May 2021 which are set out on pages 5 to 11.

Respective responsibilities of trustees and examiner

As the charity's trustees of The Aarons Charitable 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 The Aarons Charitable Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of The Aarons Charitable 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 accounting 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.

.....
David Harris
Brooks Green

342 Regents Park Road
London
N3 2LJ

3 March 2022

The Aarons Charitable Trust

Statement of Financial Activities for the Year Ended 31 May 2021

	Note	Unrestricted funds £	Total 2021 £	Total 2020 £
Income and Endowments from:				
Donations and legacies		60,663	60,663	56,981
Expenditure on:				
Charitable activities		-	-	(1,662)
Total Expenditure		-	-	(1,662)
Gains/losses on investment assets		23,214	23,214	-
Net movement in funds		83,877	83,877	55,319
Reconciliation of funds				
Total funds brought forward		713,505	713,505	658,186
Total funds carried forward	5	797,382	797,382	713,505

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 is shown in note 5.

The Aarons Charitable Trust
(Registration number: 1119359)
Balance Sheet as at 31 May 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	4	795,031	711,154
Current assets			
Cash at bank and in hand		<u>2,351</u>	<u>2,351</u>
Net assets		<u><u>797,382</u></u>	<u><u>713,505</u></u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>797,382</u>	<u>713,505</u>
Total funds	5	<u><u>797,382</u></u>	<u><u>713,505</u></u>

The financial statements on pages 5 to 11 were approved by the trustees, and authorised for issue on 3 March 2022 and signed on their behalf by:

.....
M Aarons
Trustee

The Aarons Charitable Trust

Notes to the Financial Statements for the Year Ended 31 May 2021

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The Aarons Charitable Trust 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 notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

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

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

The Aarons Charitable Trust

Notes to the Financial Statements for the Year Ended 31 May 2021

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

2 Income from donations and legacies

	Unrestricted funds		
	General	Total	Total
	£	2021	2020
		£	£
Donations and legacies;			
Donations from individuals	60,663	60,663	56,981
	<u>60,663</u>	<u>60,663</u>	<u>56,981</u>

The Aarons Charitable Trust

Notes to the Financial Statements for the Year Ended 31 May 2021

3 Taxation

The charity is a registered charity and is therefore exempt from taxation.

4 Fixed asset investments

	2021	2020
	£	£
Other investments	<u>795,031</u>	<u>711,154</u>

The Aarons Charitable Trust

Notes to the Financial Statements for the Year Ended 31 May 2021

Other investments

	Unlisted investments £	Total £
Cost or Valuation		
At 1 June 2020	711,154	711,154
Revaluation	23,214	23,214
Additions	60,663	60,663
At 31 May 2021	795,031	795,031
Net book value		
At 31 May 2021	795,031	795,031
At 31 May 2020	711,154	711,154

5 Funds

	Balance at 1 June 2020 £	Incoming resources £	Other recognised gains/(losses) £	Balance at 31 May 2021 £
Unrestricted funds				
General	(713,505)	(60,663)	(23,214)	(797,382)

	Balance at 1 June 2019 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 May 2020 £
Unrestricted funds					
General	(658,186)	(56,981)	1,662	(23,214)	(736,719)

6 Analysis of net assets between funds

	Unrestricted funds General £	Total funds £
Fixed asset investments	795,031	795,031
Current assets	2,351	2,351
Total net assets	797,382	797,382

The Aarons Charitable Trust

Notes to the Financial Statements for the Year Ended 31 May 2021

	Unrestricted funds General £	Total funds £
Fixed asset investments	711,154	711,154
Current assets	2,351	2,351
Total net assets	713,505	713,505

7 Analysis of net funds

	At 1 June 2020 £	Cash flow £	At 31 May 2021 £
Cash at bank and in hand	2,351	-	2,351
	2,351	-	2,351
	At 1 June 2019 £	Cash flow £	At 31 May 2020 £
Cash at bank and in hand	4,013	(1,662)	2,351
	4,013	(1,662)	2,351

The Aarons Charitable Trust

Detailed Statement of Financial Activities for the Year Ended 31 May 2021

	Total 2021 £	Total 2020 £
Income and Endowments from:		
Donations and legacies (analysed below)	60,663	56,981
Total income	<u>60,663</u>	<u>56,981</u>
Expenditure on:		
Charitable activities (analysed below)	-	(1,662)
Total expenditure	-	(1,662)
Gains/losses on investment assets (analysed below)	23,214	-
Net income	<u>83,877</u>	<u>55,319</u>
Net movement in funds	83,877	55,319
Reconciliation of funds		
Total funds brought forward	<u>713,505</u>	<u>658,186</u>
Total funds carried forward	<u><u>797,382</u></u>	<u><u>713,505</u></u>

The Aarons Charitable Trust

Detailed Statement of Financial Activities for the Year Ended 31 May 2021

	Total 2021 £	Total 2020 £
<i>Donations and legacies</i>		
Appeals and donations	<u>60,663</u>	<u>56,981</u>
	<u><u>60,663</u></u>	<u><u>56,981</u></u>
<i>Charitable activities</i>		
Grants payable - institutions	<u>-</u>	<u>(1,662)</u>
	<u><u>-</u></u>	<u><u>(1,662)</u></u>
<i>Gains/losses on investment assets</i>		
Funds - investment assets	<u><u>23,214</u></u>	<u>-</u>