

THE KAUFMAN CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

THE KAUFMAN CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr.L.I. Kaufman Mrs P. Kaufman
Charity number	1136996
Principal address	100 Princes Park Avenue London NW11 0JX
Independent examiner	Michael Weissbraun (FCA) 220 The Vale London NW11 8SR
Bankers	Lloyds TSB Bank Plc 182 High Street Walthamstow E17 7JH

THE KAUFMAN CHARITABLE TRUST

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THE KAUFMAN CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their annual report and financial statements for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the the trust's governing document, the Charities Act 2011 and "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)"

Objectives and activities

The objects and activities are;

- 1) to publish religious literature and learned works of all kinds in furtherance of the objects of the charity as set out above, to establish and support or aid to the establishment and support of any charitable association or institution, trust or fund, and to subscribe or guarantee money for any charitable purpose which the charity shall consider calculated to promote its objects of any of them.
- 2) to borrow and raise money in such manner as may be considered expedient, and to issue debentures, debentures stock and other securities, and for the purpose of securing any debt or other obligation of the company to mortgage or charge all or any part of the property of the company.
- 3) to solicit and procure by any lawful means and to accept and receive any donation of property of any nature and any devise, legacy or annuity, subscription, contribution or fund for the purpose of promoting the company's objects or any of them, and to apply to such purpose the capital as well as the income of any such legacy, donation or fund and to do all such other lawful things as shall further the attainment of the foregoing objects or any of them.
- 4) for the public benefit to promote the education of people of all ages around the world in such ways as the charity trustees think fit, including awarding to such persons scholarships, maintenance allowances or grants, or by grants to charities or other organisations worldwide that provide education. The prevention or relief of poverty or financial hardship anywhere in the world by providing grants or loans to individuals in need and or charities or other organisations working to prevent or relieve poverty or financial hardship.
- 5) to advance the Orthodox Jewish religion worldwide for the benefit of the public in accordance with the principles of the Code of Jewish Law.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the the trust should undertake.

Achievements and performance

Financial review

During the year, the charity make a deficit of £97,481 (2020: £247,050).

It is the policy of the the trust that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the the trust's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees have assessed the major risks to which the the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The the trust was established by a charitable trust deed on 01 February 2010.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr.L.I. Kaufman

Mrs P. Kaufman

THE KAUFMAN CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

The day to day management is carried out by both trustees, Mr. L.I Kaufman and Mrs. P Kaufman.

During the year Mr L and Mrs P Kaufman were charged interest of £64,000 (2020: £64,000), in respect of outstanding loan £1,637,968 as at 31 March 2021. Mr L and Mrs P Kaufman are the trustees of the Trust.

The trustees' report was approved by the Board of Trustees.

Mr.L.I. Kaufman

Trustee

Dated: 21 January 2022

THE KAUFMAN CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE KAUFMAN CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of THE KAUFMAN CHARITABLE TRUST (the the trust) for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the the trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the the trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard 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 now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 that in any material respect:

- 1 accounting records were not kept in respect of the the trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Michael Weissbraun (FCA)
Michael Pasha and Co
220 The Vale
London
NW11 8SR

Dated: 21 January 2022

THE KAUFMAN CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	6,000	11,000
Investments	4	116,492	81,800
Other income	5	125	5,534
Total income		122,617	98,334
<u>Expenditure on:</u>			
Charitable activities	6	220,098	345,385
Net expenditure for the year/ Net movement in funds		(97,481)	(247,051)
Fund balances at 1 April 2020		3,050,270	3,297,321
Fund balances at 31 March 2021		2,952,789	3,050,270

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE KAUFMAN CHARITABLE TRUST

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Current assets					
Debtors	10	2,506,568		3,054,268	
Cash at bank and in hand		457,981		5,722	
		<u>2,964,549</u>		<u>3,059,990</u>	
Creditors: amounts falling due within one year	11	(11,760)		(9,720)	
		<u></u>		<u></u>	
Net current assets		2,952,789		3,050,270	
		<u></u>		<u></u>	
Income funds					
Unrestricted funds		2,952,789		3,050,270	
		<u>2,952,789</u>		<u>3,050,270</u>	
		<u></u>		<u></u>	

The financial statements were approved by the Trustees on 21 January 2022

Mr.L.I. Kaufman
Trustee

THE KAUFMAN CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

The Kaufman Charitable Trust was established by a charitable trust deed on 01 February 2010.

1.1 Accounting convention

The financial statements have been prepared in accordance with the the trust's trustee deed, the Charities Act 2011 and "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 the trust is a Public Benefit Entity as defined by FRS 102.

The the trust has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the the trust. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the the trust.

1.4 Incoming resources

Income is recognised when the the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the the trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Investment income is interest income from the various loans which are charged at market rate and recognised on accrual basis.

1.5 Resources expended

THE KAUFMAN CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2 Critical accounting estimates and judgements

In the application of the trust's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

THE KAUFMAN CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	6,000	11,000

4 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	116,492	81,800

During the year, loan interest of £64,000 (2020: £64,000) was received from Mr. L.I and Mrs. P Kaufman in respect of loan outstanding £1,637,968 as at 31 March 2020 (2020: £1,603,968).

5 Other income

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Other income	125	5,534

6 Charitable activities

	Total 2021	Total 2020
	£	£
Bank charges	218,058	343,345
Share of governance costs (see note 7)	2,040	2,040
	220,098	345,385

THE KAUFMAN CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

7 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Audit fees	-	2,040	2,040	-	2,040	2,040
	-	2,040	2,040	-	2,040	2,040
Analysed between Charitable activities	-	2,040	2,040	-	2,040	2,040

Governance costs includes payments to the accountant of £2,040 (2020- £2,040) for accountancy fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the trust during the year. There were no expenses incurred by trustees during the year.

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

10 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	2,506,568	3,054,268

11 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	11,760	9,720