

CHARITY REGISTRATION NUMBER: 1164793

MALKI FOUNDATION UK
UNAUDITED FINANCIAL STATEMENTS
28 FEBRUARY 2021

MALKI FOUNDATION UK
FINANCIAL STATEMENTS
YEAR ENDED 28 FEBRUARY 2021

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MALKI FOUNDATION UK
TRUSTEES' ANNUAL REPORT
YEAR ENDED 28 FEBRUARY 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 28 February 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Malki Foundation UK
Charity registration number	1164793
Principal office	1339 High Road London N20 9HR
The trustees	Mr P Masters Mr R Eisner Mr L Kay Mr A Roth Ms D Toft Mr R Green Mr J Burchell Mr G D Hartnell
Independent examiner	Keith Sussman FCA New Burlington House 1075 Finchley Road LONDON NW11 0PU

MALKI FOUNDATION UK
TRUSTEES' ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The official name of the charity is Malki Foundation UK and its constitution is of a Foundation Charitable Incorporated Organisation.

It is registered with the Charity Commission and its charity number is 1164793.

Appointment, training and recruitment of trustees

The trustees have no beneficial interest in the charity and are chosen by agreement of trustees at an annual meeting. The choice is based on applicants' business and community knowledge.

New trustees are subject to trustee induction training which includes an understanding of the content of the governing document, their legal obligations under Charity Act, the organisational structure of charity and the recent financial performance of the charity. Trustees are encouraged to attend appropriate external training events which enhance their knowledge and skill thereby improving the performance of their role.

Management of the charity

The trustees have delegated the charity's day-to-day activities to a management team.

Related parties and co-operations with other organisations

None of our trustees receive remuneration or other benefit from their work with the charity. Any connection between a trustee of the charity with a supplier company must be disclosed to the full board of trustees in the same way as any other contractual relationship with a related party. In the current year no such related party transactions were reported.

OBJECTIVES AND ACTIVITIES

The charity is established to provide support to the families of children with special needs in Israel, to enable them to care for their special needs children at home, through the provision of specialist equipment and paramedical therapeutic care in particular, but not exclusively, by providing support and assistance to the Malki Foundation; and, such charitable purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the Trustees may from time to time determine.

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

Grant making policy

Grants are made to charitable organisations in accord with objects of the charity.

ACHIEVEMENTS AND PERFORMANCE

During the year, in order to provide the charity with a more stable footing going forward to in turn better support the Malki Foundation in Israel, the charity continued with its plan which included the engagement of a full-time consultant, stronger PR, advertising & marketing, recruitment of volunteers, fundraising events calendar, development of the trustee board and expansion of the grant application programme.

MALKI FOUNDATION UK
TRUSTEES' ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2021

FINANCIAL REVIEW

Risk management

The trustees have identified and reviewed the major risks to which the charity is exposed. Both manual and automated checks are regularly invoked, particularly those relating to the operations and finance of the charity. The trustees are satisfied that these systems and procedures mitigate any perceived risks.

Reserves policy

At the year-end £11,190 (2020: deficit of £2,686) was held as unrestricted funds. It is the policy of the charity to maintain unrestricted funds, which are the free reserve of the charity, at a level, which the trustees think appropriate, in-order to maintain and finance the charity's administrative costs of the charity for the next year.

The trustees' annual report was approved on 14 December 2021 and signed on behalf of the board of trustees by:

Mr A Roth
Trustee

MALKI FOUNDATION UK
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MALKI
FOUNDATION UK
YEAR ENDED 28 FEBRUARY 2021

I report to the trustees on my examination of the financial statements of Malki Foundation UK ('the charity') for the year ended 28 February 2021.

RESPONSIBILITIES AND BASIS OF REPORT

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

I report in respect of my examination of the charity's financial statements 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 charity as required by section 130 of the 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 accounts to be reached.

Keith Sussman FCA
Independent Examiner

New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

14 December 2021

MALKI FOUNDATION UK
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 28 FEBRUARY 2021

		2021	2020
	Note	Unrestricted funds £	Total funds £
Income and endowments			
Donations and legacies	4	53,263	53,263
Other income	5	22,194	22,194
Total income		<u>75,457</u>	<u>82,439</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	6	(7,280)	(7,280)
Expenditure on charitable activities	7,8	(54,301)	(54,301)
Total expenditure		<u>(61,581)</u>	<u>(77,490)</u>
Net income and net movement in funds		<u>13,876</u>	<u>4,949</u>
Reconciliation of funds			
Total funds brought forward		(2,686)	(2,686)
Total funds carried forward		<u>11,190</u>	<u>(2,686)</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 7 to 10 form part of these financial statements.

MALKI FOUNDATION UK
STATEMENT OF FINANCIAL POSITION
28 FEBRUARY 2021

	Note	2021 £	£	2020 £	£
CURRENT ASSETS					
Cash at bank and in hand		19,312		3,032	
CREDITORS: amounts falling due within one year	11	<u>(8,122)</u>		<u>(5,718)</u>	
NET CURRENT ASSETS			<u>11,190</u>		<u>(2,686)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>11,190</u>		<u>(2,686)</u>
FUNDS OF THE CHARITY					
Unrestricted funds			<u>11,190</u>		<u>(2,686)</u>
Total charity funds	13		<u>11,190</u>		<u>(2,686)</u>

These financial statements were approved by the board of trustees and authorised for issue on 14 December 2021, and are signed on behalf of the board by:

Mr A Roth
Trustee

The notes on pages 7 to 10 form part of these financial statements.

MALKI FOUNDATION UK
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 28 FEBRUARY 2021

1. GENERAL INFORMATION

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 1339 High Road, London, N20 9HR.

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 Charities Act 2011.

3. ACCOUNTING POLICIES

(i) 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.

(ii) Going concern

The outbreak of the Covid-19 pandemic during 2020 has presented the charity with some challenges regarding fundraising which the trustees believe will continue for the foreseeable future. This risk is beyond the control of the charity and represents uncertainty to the income of the charity.

Notwithstanding the uncertainty, the financial statements have been prepared in accordance with the accounting principles appropriate to a going concern, as the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due, based on the net current asset position of the charity and available sources of finance. The Trustees recognise that they have the ability to exercise control over the charity's grant making charitable activities due to the absence of any legally binding obligations.

(iii) Judgements and key sources of estimation uncertainty

There are no judgements, estimates or assumptions that affect the amounts reported.

(iv) Fund accounting

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

(v) Incoming resources

All income is 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.

MALKI FOUNDATION UK
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 28 FEBRUARY 2021

3. ACCOUNTING POLICIES *(continued)*

(vi) 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.

(vii) Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

(viii) Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
DONATIONS				
Donations received	<u>53,263</u>	<u>53,263</u>	<u>82,439</u>	<u>82,439</u>

MALKI FOUNDATION UK
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 28 FEBRUARY 2021

5. OTHER INCOME

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Coronavirus Job Retention Scheme grant	22,194	22,194	—	—

6. COSTS OF RAISING DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Costs of raising donations and legacies	7,280	7,280	16,527	16,527

7. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Grants and donations	—	—	10,000	10,000
Support costs	54,301	54,301	50,963	50,963
	<u>54,301</u>	<u>54,301</u>	<u>60,963</u>	<u>60,963</u>

8. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Support costs £	Total funds 2021 £	Total fund 2020 £
Grants and donations	54,301	54,301	60,963

9. ANALYSIS OF SUPPORT COSTS

	Grants and donations £	Total 2021 £	Total 2020 £
Staff costs	45,845	45,845	43,099
General office	7,237	7,237	7,784
Finance costs	1,218	1,218	80
	<u>54,300</u>	<u>54,300</u>	<u>50,963</u>

10. TRUSTEE REMUNERATION AND EXPENSES

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

11. CREDITORS: amounts falling due within one year

	2021 £	2020 £
Other creditors	<u>8,122</u>	<u>5,718</u>

MALKI FOUNDATION UK
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 28 FEBRUARY 2021

12. PENSIONS AND OTHER POST RETIREMENT BENEFITS

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,133 (2020: £1,008).

13. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

	At 1 March 2020	Income	Expenditure	At 28 February 2021
	£	£	£	£
General funds	<u>(2,686)</u>	<u>75,457</u>	<u>(61,581)</u>	<u>11,190</u>

	At 1 March 2019	Income	Expenditure	At 29 February 2020
	£	£	£	£
General funds	<u>(7,635)</u>	<u>82,439</u>	<u>(77,490)</u>	<u>(2,686)</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Total Funds 2021
	£	£
Current assets	19,312	19,312
Creditors less than 1 year	<u>(8,122)</u>	<u>(8,122)</u>
Net assets	<u>11,190</u>	<u>11,190</u>

	Unrestricted Funds	Total Funds 2020
	£	£
Current assets	3,032	3,032
Creditors less than 1 year	<u>(5,718)</u>	<u>(5,718)</u>
Net assets	<u>(2,686)</u>	<u>(2,686)</u>

15. RELATED PARTIES

Included in other creditors is £3,000 (2020: £3,000) due to Malki Foundation in Israel, a charity with a common trustee (see note 11).